

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

CONSOLIDATED FINANCIAL STATEMENTS

AT 31 DECEMBER 2022

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

PRESIDENT

R Perchard

VICE-PRESIDENTS

R Leith (Agricultural Department)
M Preisig (Horticultural Department)

TREASURERS

S V Le Feuvre (Agricultural Department)
J Neil (Horticultural Department)

ADDITIONAL COUNCIL MEMBERS

D Leng
R Houzé
K Roberts

BUSINESS ADDRESS

La Route de la Trinité
Trinity
Jersey, JE3 5JP

AUDITOR

Alex Picot
Chartered Accountants
1st Floor, The Le Gallais Building
6 Minden Place, St Helier
Jersey, JE2 4WQ

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
INDEX TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Page

1	Report of the Council
2-4	Independent Auditor's Report
5	Consolidated Profit and Loss Account
6	Consolidated Balance Sheet
7	Consolidated Cash Flow Statement
8	Agricultural Department – Income and Expenditure Account
9	Jersey Island Genetics Limited – Profit and Loss Account
10	Horticultural Department - Income and Expenditure Account
11-16	Notes to the Consolidated Financial Statements

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

REPORT OF THE COUNCIL

The Council presents its report and the consolidated financial statements for the year ended 31 December 2022.

ESTABLISHED

The Society was established in 1833 in Jersey, Channel Islands.

PRINCIPAL ACTIVITIES

The Society's principal activities during the year were conducted through its two departments and subsidiary undertaking Jersey Island Genetics Limited. The Agricultural Department stages agricultural shows, provides a range of services to support the modern dairy industry and is primarily responsible for the management of the Jersey breed in the Island. The Horticultural Department is primarily concerned with the promotion of horticulture through talks, shows, garden competitions and general advice. Jersey Island Genetics Limited's principal activities are the provision of artificial insemination services, the exporting of bovine genetics and dairy industry services. The company also received grants in the year from Jersey Overseas Aid to undertake work in Africa in respect of breeding the Jersey cows and helping local dairy farmers achieve a better quality and quantity of milk in Africa.

RESULTS FOR THE YEAR

The results for the year are set out on page 5.

COUNCIL

The Council members who held office during the year (or on appointment if later) were:

R Perchard
M Preisig
R Leith
S V Le Feuvre
J Neil
D Leng
R Houzé
K Roberts

COUNCIL'S RESPONSIBILITIES

The Constitution and Fundamental Rules of the Society require the Council to prepare financial statements for each financial year, in accordance with generally accepted accounting principles, which give a true and fair view of the state of affairs and of the profit or loss of the Society for the year. In preparing these financial statements, the Council is required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The Council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society. It is also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council must, in determining how amounts are presented within items in the profit and loss account and balance sheet, have regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

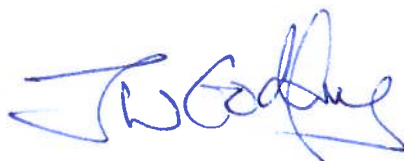
AUDITOR

The auditors, Alex Picot, have indicated their willingness to continue in office.

BY ORDER OF THE COUNCIL

La Route de la Trinité
Trinity
Jersey JE3 5JP

26 April 2023



SECRETARY



Alex Picot

chartered accountants

1st Floor, The Le Gallais Building
6 Minden Place, St Helier
Jersey JE2 4WQ

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

Opinion

We have audited the financial statements of The Royal Jersey Agricultural & Horticultural Society (the 'parent') and its subsidiary (the 'group') for the year ended 31 December 2022 which comprise the Consolidated Profit and Loss Account, Consolidated Balance Sheet, Consolidated Cash Flow Statement, Agricultural Department – Income and Expenditure Account, Jersey Island Genetics Limited – Profit and Loss Account, Horticultural Department – Income and Expenditure Account and Notes to the consolidated financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation are the accounting policies set out therein.

In our opinion, the financial statements for the year ended 31 December 2022 have been prepared in accordance with the accounting policies as set out on pages 11 and 12.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the council's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the society's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the council with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The council are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.



Alex Picot

chartered accountants

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Jersey JE2 4WQ

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY (CONTINUED)

Responsibilities of the Council

As explained more fully in the council's responsibilities statement set out on page 1, the council are responsible for the preparation of the financial statements in accordance with the accounting policies of the society, and for such internal control as the council determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the council are responsible for assessing the society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the council either intend to liquidate the society or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

During our audit we assessed the risk of material misstatement of the financial statements as a result of non-compliance with relevant laws and regulations (irregularities), including fraud. Based on our understanding of the entity and its environment, together with discussion with senior management where appropriate, we were able to identify those laws and regulations which would have a direct effect on the financial statements as well as those which may have an effect on amounts in the financial statements, for instance through the imposition of fines or litigation. These included, but were not limited to general legislation applicable to a business operating in Jersey, such as Data Protection requirements, Employment Law and Health and Safety Regulation. The risks arising from these laws and regulations were discussed amongst the audit engagement team, including consideration as to how and where fraud might occur.

Based on our assessment, the Engagement Partner ensured that the audit engagement team was composed appropriately with suitable competence and capabilities in order to allow identification and recognition of non-compliance with laws and regulations. The risks identified were communicated to all engagement team members who remained alert during the course of the audit for any indication of irregularities, including fraud.



Alex Picot

chartered accountants

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Jersey JE2 4WQ

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ROYAL JERSEY
AGRICULTURAL & HORTICULTURAL SOCIETY (CONTINUED)**

Auditor's responsibilities for the audit of the financial statements (continued)

Our procedures in response to the risks identified included the following:

- Enquiry of management, including consideration of known or suspected instances of non-compliance with laws and regulation or fraud;
- Review all available minutes of meetings held by those charged with governance;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- In common with all audits carried out under the ISAs(UK), we carried out procedures in response to the threat of management override, including those considering the appropriateness of journal entries and judgements made in making accounting estimates;
- Review for any changes to activities which the entity undertakes;

There are inherent limitations in the audit procedures above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. In addition, the risk of not detecting material misstatement due to fraud is higher than detecting one resulting from error, as fraud may involve deliberate concealment by, for example forgery, collusion or intentional misrepresentations. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the society's members, as a body, in accordance with our engagement letter. Our audit work has been undertaken so that we might state to the society's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the society's member as a body, for our audit work, for this report, or for the opinions we have formed.

3 May 2023

Alex Picot

Chartered Accountants

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 £	£	2021 £	£
JERSEY ISLAND GENETICS' ACTIVITIES					
Sales		1,614,933		1,673,334	
Less: Cost of sales		(1,387,343)		(1,409,328)	
JERSEY ISLAND GENETICS' NET INCOME			227,590		264,006
SOCIETY OPERATING INCOME					
Subscriptions		12,948		11,091	
Herd book		23,910		27,124	
Shows		30,939		19,251	
Public relations		21,352		33,462	
Estate		298,083		254,528	
Other		71,182		1,198	
		458,414		346,654	
SOCIETY OPERATING EXPENSES					
Herd book		(15,843)		(17,475)	
Shows		(42,297)		(21,259)	
Breed improvement		(867)		(680)	
Public relations		(23,687)		(22,280)	
Estate		(88,845)		(54,016)	
		(171,539)		(115,710)	
NET SOCIETY OPERATING INCOME			286,875		230,944
OVERHEADS					
General		(147,014)		(119,082)	
Employment		(328,313)		(305,194)	
Finance interest charges		(363)		(1,918)	
Depreciation	4	(100,435)		(47,899)	
Profit on disposal of fixed assets		-		14	
			(576,125)		(474,079)
OPERATING (DEFICIT)/SURPLUS			(61,660)		20,871
INVESTMENT INCOME					
Investment income		14,577		16,514	
Interest receivable		119		1	
Realised gains and losses on disposal of investments		(4,882)		23,441	
Unrealised gains and losses on revaluation of investments		(169,652)		64,296	
			(159,838)		104,252
TOTAL (DEFICIT)/SURPLUS FOR THE YEAR	3		£(221,498)		£125,123

The Society has not made any acquisitions or discontinued any operations during either 2022 or 2021. Income derives entirely from continuing operations.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

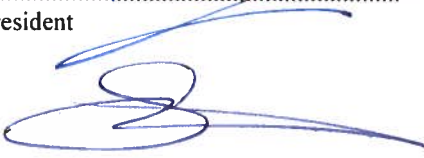
CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2022

	Note	2022		2021	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		3,725,429		3,292,884
Investments	5		1,075,158		1,265,954
			<u>4,800,587</u>		<u>4,558,838</u>
CURRENT ASSETS					
Stock	7	17,485		22,132	
Debtors and prepayments	8	99,600		123,850	
Cash at bank	9	1,134,696		1,133,667	
Cash at broker		44,647		24,912	
			<u>1,296,428</u>	<u>1,304,561</u>	
CREDITORS: Amounts falling due within one year	10	<u>(1,845,886)</u>		<u>(1,359,772)</u>	
NET CURRENT LIABILITIES			<u>(549,458)</u>		<u>(55,211)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			4,251,129		4,503,627
CREDITORS: Amounts falling due after more than one year	11		<u>(65,885)</u>		<u>(96,885)</u>
			<u>£4,185,244</u>		<u>£4,406,742</u>
CAPITAL AND RESERVES					
Reserves	12		<u>4,185,244</u>		<u>4,406,742</u>
			<u>£4,185,244</u>		<u>£4,406,742</u>

The financial statements were approved by the Officers on 26 April 2023 and signed on its behalf by:



 President



 Treasurer – Agricultural Department



 Treasurer – Horticultural Department

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022	2021
	£	£
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (deficit)/surplus for the year	(221,498)	125,123
Adjustments for:		
Realised gains and losses on disposal of investments	4,882	(23,441)
Unrealised gains and losses on revaluation of investments	169,652	(64,296)
Investment income	(14,696)	(16,515)
Depreciation	100,435	47,899
Profit on disposal of fixed assets	-	(14)
	38,775	68,756
Movements in working capital:		
Decrease in stocks	4,647	4,729
Decrease in debtors	24,250	136,563
Increase in creditors	495,964	573,849
CASH GENERATED BY OPERATIONS	563,636	783,897
Interest received	119	1
Dividends received	14,577	16,514
CASH GENERATED BY OPERATING ACTIVITIES	14,696	800,412
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of tangible fixed assets	(532,980)	(175,051)
Proceeds from sale of tangible fixed assets	-	300
Purchase of investments	(330,745)	(343,420)
Proceeds from sale of investments	347,007	285,501
NET CASH USED IN INVESTING ACTIVITIES	(516,718)	(232,670)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net loans repaid during the period	(40,850)	(54,274)
NET CASH USED IN FINANCING ACTIVITIES	(40,850)	(54,274)
NET INCREASE IN CASH AND CASH EQUIVALENTS	20,764	513,468
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	1,158,579	645,111
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	£1,179,343	£1,158,579
Cash at bank	1,134,696	1,133,667
Cash at brokers	44,647	24,912
Cash and cash equivalents	£1,179,343	£1,158,579

Independent auditor's report – pages 2 to 4.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
AGRICULTURAL DEPARTMENT - INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022	£	2021	£
OPERATING INCOME					
Subscriptions		6,489		5,560	
Herd book		24,498		32,133	
Shows		14,331		3,336	
Public relations		22,116		33,531	
Estate		274,695		232,418	
Other (including Contracted Services)		261,363		203,348	
		<u>603,492</u>		<u>510,326</u>	
OPERATING EXPENSES					
Herd book		(15,843)		(17,475)	
Shows		(30,608)		(13,162)	
Public relations		(23,487)		(22,280)	
Estate		(82,547)		(49,239)	
		<u>(152,485)</u>		<u>(102,156)</u>	
NET OPERATING INCOME			451,007		408,170
OVERHEADS					
General		(135,281)		(107,807)	
Employment		(302,057)		(279,958)	
Depreciation		(82,175)		(28,695)	
		<u>(519,513)</u>		<u>(416,460)</u>	
Less: Investment income		14,641		16,514	
			<u>(504,872)</u>		<u>(399,946)</u>
NET (DEFICIT)/SURPLUS FOR THE YEAR			<u>£(53,865)</u>		<u>£8,224</u>

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
JERSEY ISLAND GENETICS LIMITED – PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022		2021	
	£	£	£	£
INCOME				
AI Services	27,914		25,181	
Genetics	99,298		172,472	
Jersey Overseas Aid Africa Projects	1,256,666		1,247,360	
Herd Data Recording	39,387		39,372	
Dairy Industry Services	185,000		182,500	
Cattle Health Scheme	6,669		6,626	
		1,614,934		1,673,511
OPERATING COSTS				
AI Services	(18,364)		(14,254)	
Genetics	(90,646)		(152,275)	
Jersey Overseas Aid Africa Projects	(1,256,666)		(1,247,360)	
Herd Data Recording	(31,167)		(29,930)	
Dairy Industry Services	(172,258)		(163,388)	
Cattle Health Scheme	(10,942)		(10,225)	
		(1,580,043)		(1,617,432)
GROSS PROFIT		34,891		56,079
OTHER INCOME				
Sundry income	216		759	
		216		759
NET OPERATING INCOME		35,107		56,838
EXPENSES				
Overheads	(28,243)		(29,193)	
Breed Improvement	(867)		(680)	
Finance interest charges	(363)		(1,918)	
		(29,473)		(31,791)
TOTAL PROFIT FOR THE YEAR		£5,634		£25,047

Independent auditor's report – pages 2 to 4.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
HORTICULTURAL DEPARTMENT - INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022		2021	
	£	£	£	£
OPERATING INCOME				
Subscriptions	6,489		5,560	
Shows	17,544		15,915	
Estate	29,345		27,210	
Other	14		118	
	53,392		48,803	
OPERATING EXPENSES				
Shows	(11,889)		(8,097)	
Estate	(6,298)		(4,954)	
	(18,187)		(13,051)	
NET OPERATING INCOME		35,205		35,752
OVERHEADS				
General	(4,649)		(4,642)	
Employment	(26,257)		(25,236)	
Depreciation	(3,088)		(1,761)	
	(33,994)		(31,639)	
Less: Investment income	56		1	
		(33,938)		(31,638)
NET SURPLUS FOR THE YEAR		£1,267		£4,114

Independent auditor's report – pages 2 to 4.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1. GENERAL INFORMATION

Royal Jersey Agricultural and Horticultural Society is a society established in Jersey. The Society's principal place of business is La Route de la Trinite, Trinity, Jersey, JE3 5JP.

The principal activity of the Society during the year was conducted through its two departments and subsidiary undertaking Jersey Island Genetics Limited. The Agricultural Department stages agricultural shows and provides a range of services to support the modern dairy industry and is primarily responsible for the management of the Jersey Breed in the Island. The Horticultural department is primarily concerned with the promotion of horticulture through talks, shows, garden competitions and general advice.

2. ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all of the years presented, unless otherwise stated.

2.1 Basis of accounting

The financial statements have been prepared under the historical cost convention.

2.2 Income

This includes amounts invoiced in respect of goods sold and services provided during the year.

It also includes Jersey Overseas Aid grants in support of projects in Africa and Government of Jersey grants for the provision of Dairy Industry Services. These grants are recognised on an accruals basis and accounted for in line with the grant agreement for each year, with grant income being matched with the expenditure it is intended to compensate.

Grant proceeds that are used for investment in fixed assets are recognised in income on a systematic basis over the expected useful life of the asset.

Investment income and bank deposit interest is accounted for when it is received.

2.3 Depreciation

Depreciation is provided using the following rates and bases to reduce by annual instalments the cost of the tangible assets over their estimated useful lives:-

Furniture, Fittings & Equipment	-	straight line over 3 to 15 years
Vehicle, IT Equipment & AI Cans	-	straight line over 5 years
Marquee & Country Gardens	-	straight line over 5 years

No depreciation is charged on Works of Art as in the opinion of the Officers any depreciation would not be of any material amount. No depreciation has been provided on Freehold Property as, in the opinion of the Officers, the remaining useful life of the property has been estimated to be greater than 50 years.

2.4 Investments

Unquoted investments are stated at cost. Quoted investments are valued at the mid-market price at the balance sheet date, the unrealised appreciation or depreciation is taken to the profit and loss account.

2.5 Stock

Stock is valued at the lower of cost and net realisable value.

2.6 Pension scheme premiums

The Society contributes either 10% or 15% of the salaries of eligible employees into a pension scheme operated by Zurich Assurance and Norwich Union. These contributions are invested separately from the Society's assets.

Contributions in respect of the Society's defined contribution scheme and defined benefit scheme are charged to the income and expenditure account in the year in which they are paid.

Any surplus or deficit in the defined benefit scheme, being the difference between the value of the plan assets and the present value of the plan liabilities, is not recognised in the balance sheet as an asset or a liability. The Officers consider that any surplus or deficit on the scheme is not material and does not require a provision.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

2.6 Pension scheme premiums (continued)

The cost to the Society of the pension contributions for the year amounted to £41,384 (2021 - £44,502). Contributions outstanding as at the balance sheet date amounted to £1,175 (2021 - £nil).

2.7 Financial Instruments

(a) Financial assets

Basic financial assets, including trade and other receivables and cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at the market rate of interest. Such assets are subsequently stated at amortised cost using the effective interest method.

(b) Financial liabilities

Basic financial liabilities including trade and other payables and bank loans are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost using the effective interest method.

(c) Impairment

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying value and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss. If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

2.8 Foreign exchange

Foreign currency transactions are translated into the functional currency using the rate of exchange on the date of the transaction.

At each period end foreign currency monetary items are translated at the closing rate. Non-monetary items measured at historic cost are translated at the exchange rate on the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.9 Leasing and hire purchase

Assets acquired under finance leases or hire purchase contracts are depreciated on rates and bases as shown in note 2.3.

Finance charges and interest are taken to the profit and loss account on a straight line basis over the term of the lease.

2.10 Consolidation

The consolidated financial statements include those of The Royal Jersey Agricultural & Horticultural Society and all its subsidiary undertakings which are listed in note 6. The financial statements of the subsidiaries are made up to 31 December 2022.

3. NET (DEFICIT)/SURPLUS FOR THE YEAR

	2022	2021
	£	£
Net (deficit)/surplus for the year has been arrived at after charging:		
Depreciation of fixed assets	100,435	47,899
Auditor's remuneration	10,638	11,286
	<hr/>	<hr/>

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2022

4. TANGIBLE ASSETS

	Freehold Property £	Furniture, Fittings & Equipment £	Vehicle, IT Equipment & AI Cans £	Country Gardens £	Works of Art £	Total £
Cost						
At 1 January 2022	2,876,415	709,092	37,000	39,948	134,993	3,797,448
Additions	268,421	248,673	-	15,386	500	532,980
Disposals	-	(477)	-	(8,746)	-	(9,223)
At 31 December 2022	3,144,836	957,288	37,000	46,588	135,493	4,321,205
Depreciation						
At 1 January 2022	-	430,581	34,035	39,948	-	504,564
Charge for the year	-	96,460	898	3,077	-	100,435
Disposals	-	(477)	-	(8,746)	-	(9,223)
At 31 December 2022	-	526,564	34,933	34,279	-	595,776
Net book value						
At 31 December 2022	£3,144,836	£430,724	£2,067	£12,309	£135,493	£3,725,429
At 31 December 2021	£2,876,415	£278,511	£2,965	£-	£134,993	£3,292,884

Included in Tangible Assets are assets held under finance lease contracts as follows:

Net book value:	2022 £	2021 £
AI Equipment	£-	£71,806
Analysis of Freehold Property:	2022 £	2021 £
Freehold property is stated at valuation plus subsequent cost:		
Trinity Fields 828/848 at valuation – 1994	45,000	45,000
Trinity Fields 849/851 at cost – 2010	41,370	41,370
Subsequent cost	3,029,199	2,760,778
(a)	3,115,569	2,847,148
La Loge Pernelle, La Route de St Jean, St Lawrence		
Cost of improvements	29,267	29,267
(b)	£3,144,836	£2,876,415

(a) The income derived from property situated on Trinity Fields 828, 848, 849 and 851 is for the benefit of the Agricultural department.

(b) The freehold property and land, La Loge Pernelle, La Route de St Jean, St Lawrence, was bequeathed to the Horticultural department by FJ Ahier. The income derived from the property is for the benefit of the Horticultural department.

The buildings at the RJA&HS headquarters in Trinity, including the storage units, are valued for insurance purposes at £11,679,675 (2021: £11,061,850) and the building at La Loge Pernelle in St Lawrence is valued at £854,877 (2021: £759,891) for insurance purposes.

Revaluation of Works of Arts

In September 2010 the Works of Art owned by the Agricultural Department were revalued by Peter Le Rossignol for insurance purposes. The historical cost of the Works of Art revalued was £29,786.

Independent auditor's report – pages 2 to 4.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2022

5. INVESTMENTS

	2022 £	2021 £
Quoted at market value:		
Market value at 1 January	1,265,954	1,120,298
Unrealised appreciation	(96,158)	(31,862)
Cost at 1 January	1,169,796	1,088,436
Net (disposals)/additions, at cost	(21,144)	81,360
Cost at 31 December	1,148,652	1,169,796
Unrealised (depreciation)/appreciation	(73,494)	96,158
Market value at 31 December	£1,075,158	£1,265,954

6. INVESTMENT IN SUBSIDIARY UNDERTAKINGS

	Shares in Subsidiary Undertakings £	Loans to Subsidiary Undertakings £	Total £
Cost			
At 1 January 2022			
And 31 December 2022	£2	£-	£2

Subsidiary undertakings held during the year were:	Country of Incorporation	% of ordinary shares held	Nature of Business
Jersey Island Genetics Limited	Jersey	100%	Provision of artificial insemination services, the exporting of bovine genetics and dairy industry services, and breed development. Receives grants from Jersey Overseas Aid to undertake work in Africa in respect of breeding the Jersey cows and helping local dairy farmers achieve a better quality and quantity of milk in Africa

7. STOCK

	2022 £	2021 £
General	17,485	22,132
	£17,485	£22,132

Independent auditor's report – pages 2 to 4.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2022

8. DEBTORS AND PREPAYMENTS

	2022	2021
	£	£
Debtors	79,904	111,298
Prepayments	19,696	12,552
	£99,600	£123,850

9. CASH AT BANK AND IN HAND

	2022	2021
	£	£
Cash at bank	1,134,055	1,132,942
Cash in hand	641	725
	£1,134,696	£1,133,667

10. CREDITORS: Amounts falling due within one year

	2022	2021
	£	£
Creditors and accruals	292,121	245,800
Deferred grant income	1,508,355	1,066,882
Rent and fees in advance	12,468	4,298
Bank loan (see note 11)	32,942	27,681
Obligations due under finance leases and hire purchase contracts	-	15,111
	£1,845,886	£1,359,772

11. CREDITORS: Amounts falling due after more than one year

	2022	2021
	£	£
Bank loan	65,885	96,885
	£65,885	£96,885

The bank loan is secured on the company's freehold property in Trinity, bears interest at 2.95% above the bank's base rate and is repayable in monthly instalments ending in June 2026.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2022

12. RESERVES

	Investment Revaluation Reserve	Works of Art Revaluation Reserve	Income & Expenditure Account	Total
	£	£	£	£
Balance at 1 January 2022	96,158	91,592	4,218,992	4,406,742
Retained deficit for the year	-	-	(51,846)	(51,846)
Unrealised loss on revaluation of investments	(169,652)	-	-	(169,652)
Balance at 31 December 2022	<u>£(73,494)</u>	<u>£91,592</u>	<u>£4,167,146</u>	<u>£4,185,244</u>

13. CHARITABLE STATUS

The Comptroller of Income Tax has granted the Society exemption from Jersey Income Tax.

14. JERSEY OVERSEAS AID GRANTS

During the year the Society received grants from Jersey Overseas Aid to undertake work in Rwanda, Malawi, Ethiopia and Zambia plus also to explore new opportunities in Africa in respect of breeding the Jersey cows and helping local dairy farmers achieve a better quality and quantity of milk.

In respect of the project in Rwanda grants of £492,873 were received in 2022 (2021: £1,207,116) of which at the year end the balance yet to be spent was £446,667 (2021: £624,008) which is included within creditors as grant income deferred to 2023.

In respect of the project in Malawi grants of £303,821 were received in 2022 (2021: £348,468) of which at the year end the balance yet to be spent was £132,270 (2021: £168,448) which is included within creditors as grant income deferred to 2023.

In respect of the project in Ethiopia grants of £150,725 were received in the year (2021: £nil) of which at the year end the balance yet to be spent was £83,756 (2021: £54,513) which is included within creditors as grant income deferred to 2023.

In respect of the new project in Zambia grants of £488,775 were received in the year (2021: £nil) of which at the year end the balance yet to be spent was £419,977 (2021: £nil) which is included within creditors as grant income deferred to 2023.

In respect of the new opportunities project for Dairy for Development grants of £8,080 were received in 2022 (2021: £20,000) of which at the year end the balance yet to be spent was £1,399 (2021: £23,326) which is included within creditors as grant income deferred to 2023.

15. CAPITAL COMMITMENTS

	2022	2021
	£	£
Contracted but unspent expenditure as at the year end:		
Improvements to the kitchen facility and main hall	£-	£326,890

Independent auditor's report – pages 2 to 4.

