



Passion for Dairy

The Society of Dairy Technology

Larnick Park, Higher Larrick, Trebulet, Launceston, Cornwall, PL15 9QH
Email: execdirector@sdt.org www.sdt.org

ANNUAL REPORT

&

FINANCIAL STATEMENTS

2013/2014

Registered Charity 1081615

Company No. 3965383

VAT Reg. No. 379 6032 24

THE SOCIETY OF DAIRY TECHNOLOGY
71st ANNUAL GENERAL MEETING
Harper Adams University, Newport
Wednesday 12th November 2014, 9.30 a.m.

AGENDA

1. Apologies
2. To confirm the Minutes of the Annual General Meeting held on 13th November 2013
3. Matters Arising not covered by the Agenda
4. Confirmation of Officers and Council Members for 2014/15
5. To receive Council's Report to Members for 2013/14
6. To receive the Honorary Treasurer's Report and approve the Annual Accounts of the Society for 2013/14
7. To receive the Publications Committee report for 2013/14
8. To appoint an Auditor
9. Any Other Business

MINUTES OF THE SOCIETY OF DAIRY TECHNOLOGY
70th ANNUAL GENERAL MEETING
University of Nottingham, Sutton Bonington
Wednesday 13th November 2013, 9.30 a.m.

1. Apologies

Eurwen Richards, Adnan Tamime; James Neville; Philip Abbott; Tim Brigstocke; Pauline Russell; John Sumner; Brian Rebbeck; Merfyn Lewis; Peter Lee; Richard Sheard

2. To confirm the Minutes of the AGM held on 7th November 2012

The minutes were approved. (Proposed by Dr Ken Burgess and seconded by Dr John Tuohy).

3. Matters Arising not covered by the Agenda

There were no matters arising.

4. Confirmation of Officers and Council Members for 2013/14

Executive Officers:

President	Dr Ken Burgess
Senior Vice President	Dr John Tuohy
Junior Vice President	Chris Edwards OBE
Immediate Past President	Dr Liz Whitley

Officers:

Honorary Secretary	Richard Sheard
Honorary Treasurer	Alan Stack
Chairman Publications	Andrew Wilbey
Editor IJDT	Dr Ian McDougall

Other Council Members confirmed as:

Dr Ian Gordon (present at the meeting)
Brian Peacock (present at the meeting)
Pat O'Connell (present at the meeting)
James Neville
Tim Brigstocke MBE

5. To receive Council's Report to Members for 2012/13

President's Review – Dr Ken Burgess

It has been a privilege to take over the Presidency in the Society's 70th year, with an important opportunity to reflect on the work of all of those who have built our reputation and foundations over that time. Looking back to where the Society came from is a good reminder that in whatever we do, we must be relevant to our industry as a whole. With this in mind, I spoke at last year's AGM about two themes from the Dairy 2020 initiative that I'd like us to develop over the next two years - productivity and building skills - together with raising the Society's profile across the industry.

A key part of our recent strategy has been re-establishing the SDT Conferences to communicate dairy technology developments to our members and as a focus for encouraging new membership. In the past year we have run two conferences in our own right, and another jointly with the RSC.

In September 2012, the Southern Ireland Section held the most successful SDT conference for many years, on Sustainable Dairying. In addition to reviewing supply and demand issues, and a range of nutritional perspectives, the conference developed the theme of productivity in the areas of lean manufacturing, powder cost optimisation, and water and energy efficiency. And in October the Society held a joint one day

symposium on milk proteins, with Society members contributing papers on whey proteins and milk protein technology.

The spring conference earlier this year was called “Whey processing and utilisation”, and included a site visit to Arla’s Reece’s creamery at Malpas. The conference picked up on the theme of maximising the productivity of all the components in milk, especially in value added whey based products with nutritional applications, and successfully attracted over 70 participants from the UK, Ireland, Denmark, France and the Netherlands.

The other prong of our strategic thrust to communicate dairy technology information is our publications programme, and we are again grateful for Andrew Wilbey’s leadership as Chairman of our Publications Committee, and to Ian McDougall and his editorial team for the continued excellence of our flagship International Journal of Dairy Technology. The well received Technical Series edited by Adnan Tamime saw a timely addition this year with the launch of “Membrane Processing” which coincided well with our Whey conference in June. The Whey conference was also accompanied by our publication of an extensive booklet on “A history of the development and application of whey protein concentrates” by Julian Price. This is the first of a series of supplements to the Society’s “Handbook of Dairy Technology” that we published last year.

We have continued to encourage the building of skills within our industry at an undergraduate level through our relationship with the Project Eden FdSc Dairy Technology programme at Reaseheath College. Our Spring Conference this year was held at the College, and in November we organised a study tour to Northern England and Scotland for the students, and we have now established an Annual SDT Dinner during Nantwich Show week as a focus for present and past students to keep in contact, and network with each other and other Society members.

A developing aspect of our plans to grow Society membership is to broaden the communication of our activities to a wider audience, and to raise awareness of our work around the industry. Since January we have featured regularly in articles in Dairy Industries International, and the coverage of the website has also been extended with all of the presentations from the Sustainability and Whey conferences, and Julian Price’s whey protein publication, now available on it. Members should also have noticed the new Newsletter design and the fresh look to our fliers for new memberships and future events. The Society has also had a presence at a number of industry events including the UK-IDF Open Day, Dairy UK’s Strategy day and dinner, and the Nantwich International Cheese Show.

Finally, the progress we make as a Society is only as a result of the efforts and energies of the people involved. Past President Liz Whitley paid tribute to Maurice Walton’s contribution as Executive Director in her report last year, and I was pleased to present Maurice with a gift of appreciation during the Whey conference. I am also very pleased that Liz has now taken on that role for the Society, that she has settled in so quickly and has already made a significant contribution in driving our agenda forward. My gratitude also goes to my fellow Council Members for their enthusiasm and support during the year, to the Publications team for their dedication in maintaining their high standards, and in particular to Sean Tuohy for his additional help and guidance as he has taken on the role of Senior Vice President.

Membership – Dr Liz Whitley, Executive Director

Membership at the close of the SDT year on 30th June 2013 stood at 448, the highest for a number of years. Two cohorts of Project Eden Foundation Degree Science (Dairy Technology) have graduated and reached the end of their company paid membership. These have been invited to continue their membership at a special graduate rate of £25 per year for two years with a further discount of £3 if paying by direct debit. A number of members were removed from the database due to non-payment of subscriptions for two years. Sadly, we lost former President of the Society, Peter Hoare, this year.

New Members

The following 33 members consisting of 16 students and 17 full members applied to join the Society and were duly approved during Council meetings in 2012/13:

B	Macdonald	Bruce Macdonald	M	Bochynski	Robert Wiseman Dairies
AD	Lloyd	Novasep Process	M	Brzyski	Arla Foods
T	Werner	Western Technical Services	T	Smith	Arla Foods
N	O'Brien	Toradh Solutions	L	Holroyd	Arla

K	O'Brien	Abbott Nutrition	KS	Allington	Arla
S	McDarby	Glanbia	LTJ	Axon	Arla
D	Headon	David Headon	G	Hearn	Duchy College student
G	Skeete	Barbados Dairy Industries	F	Peak	Robert Wiseman
M	Hawash	Robert Wiseman Dairies	AG	Way	Holchem
A	Young	Arla Foods	G	Huo	Northeast Agricultural University
A	Hulland	Arla Foods	D	Kellett	David Kellett and Partners Ltd
J	Davies	Arla Foods	V	Simpson	Dale Farm Ltd
A	Naylor	Arla	C J	McAlinden	Dale Farm
M	Leloup	RWD Bridgwater	K	Downey	Moorepark Technology Ltd
JL	Bough	Robert Wiseman Dairies	P	O'Keefe	St Helen's Farm
M	Alison	Dairy Crest Davidstow	M	Burwood	QCL Scientific
			C	Flynn	Kerry Foods

There was a question from the floor regarding how the Society is trying to retain student members and this was responded to by Council members. The programme of events (Spring Conference, Autumn Symposium, Eden student study tour and Annual Dinner) was attracting members and other benefits were noted as follow:

- The members area on the website, with resources such as the Dairy Technology Handbook and conference presentations
- The IJDT
- Discounts on the books in the Technical Series

6. To receive the Honorary Treasurer's Report and approve the Annual Accounts 2012/13

The Honorary Treasurer reported that the Society was investing for the future and that the finances were robust enough to support this. Income is generated by the lease of the Ermine Street property and the royalties from the IJDT as well as membership subscriptions. Thanks were given to the previous and current Executive Directors for managing the accounts on a day to day basis. The adoption of the accounts was proposed by Sean Tuohy and seconded by Ken Burgess and unanimously approved.

7. To receive the report of the Publications Committee

In the year to July 2013, the Society continued to meet its major charitable objective – the provision of technical information.

The flagship publication, the *International Journal of Dairy Technology* slightly exceeded the target of 608 pages with 616 pages in 2012 for Volume 65, the target remaining at 608 for 2013. The number of papers being submitted has again increased and has required more demanding acceptance standards for publication. This has been reflected in a greater impact factor for the journal, with a further rise this year from 1.107 to 1.179 and our editorial team with Dr Ian McDougall supported by Drs Ian Gordon, John Tuohy and Bhavbhutti Mehta are to be congratulated on this outcome. The shift from paper-based to electronic subscriptions has continued.

Membrane Processing, edited by Dr Adnan Tamime, was published and completes this cycle of the technical series. Not content with this major editorial role, Adnan is also book review editor for the IJDT.

A History of the Development & Application of Whey Protein Concentrates, written by Julian Price, was added to the members' section of the website to complement the *Dairy Technology*

Handbook. On-line publishing has kept costs down and will aid both updating and expansion of the information available to members.

The editing of our third publication strand, the Newsletter, has passed from Maurice Walton to Liz Whitley and has continued to provide members with additional news and information in a mix of paper and electronic publication. John Sumner has continued to keep us informed about topics relating to milk production.

Overall, this has been another successful year and I would like to record my thanks to all those involved, who have made our publications possible.

*Andrew Wilbey,
Chairman, Publications Committee.*

The Acting Editor, Dr Sean Tuohy, reported on the serious illness of Editor, Dr Ian McDougall and informed the meeting that Ian is slowly returning to health. The interim arrangements for the Journal were outlined to the meeting and thanks were given to Andrew Wilbey, Mr Bhavbhuti and Dr Ian Gordon for their help in managing the workload. The President thanked Dr Tuohy for his hard work in ensuring that the Journal was not affected by this illness. Members were invited to submit articles for the Journal.

8. To appoint an Auditor

Critchleys LLP was unanimously appointed as auditor to the Society (Proposed by Ian Gordon and seconded by Brian Peacock)

9. Any Other Business

The President outlined a proposal discussed in Council to increase membership whereby authors of papers accepted in the *IJDT* are to be contacted offering membership of the Society. Thanks were made to Wiley, our publishers, with whom we have a good relationship. There was no other business and the meeting closed at 10.10.

COUNCIL'S REPORT TO MEMBERS FOR 2013/2014

President's Review – Dr Ken Burgess

It has been an honour to serve the Society over the past two years. My priorities in that time have been to consolidate a model for the Society's events programme and to oversee the first steps in the development of a realistic strategy for the Society. At the outset of my two years, I also identified improved productivity as a key outcome that I wanted to see reflected in our activities.

In a *Dairy Industries International* article celebrating the Society's 70 years, I summarised the Society's objectives as advancing technical and management education in dairy science and technology, and the dissemination and application of dairy science and technology knowledge. Additionally, an unwritten objective of the Society has always been the networking opportunities it provides, and our main tool for the progression of all these objectives and outcomes is our events programme.

Our programme for 2014 started in May, when the Southern Ireland Section held a Workshop on Dairy Industry Competitiveness at Moorepark with papers covering dairy product supply and process modelling and costing.

This was followed by the Society's flagship Spring Conference on "Innovation in the Dairy Industry" at Reading University, linked with a site visit to Arla's ground-breaking new dairy at Aylesbury. The conference brought together world renowned speakers from the USA, Ireland, the Netherlands and the UK and gave multiple perspectives on product, process, science and market innovation. The Conference was not only a success in attracting over 70 attendees, but also for the intensive networking activities that were seen in progress.

July saw the Society's second participation with a stand at the Nantwich Cheese Show and the second Annual Dinner, which is becoming a growing opportunity for the Project Eden students to network with each other and new Society Members.

October will see the now regular two day study tour, which last year included Dairy Crest Foston, Arla Foods Tuxford and Tebbutt, Dairy Crest Nuneaton and Fowlers Dairy. This year's itinerary takes in Arla Foods Stourton Dairy, Wensleydale Creamery, Appleby Creamery and Dairy Crest, Kirkby and enables students and Society Members to sample four distinctly different dairy operations over two days. Finally, our Autumn symposium will take place at Harper Adams University in November, following the theme of Food Safety.

We believe this mix of conferences, workshop, site visits and a Society Dinner represents a real step forward in providing an environment for our members not only to improve their industry knowledge, but also to network and develop those personal relationships that are so important to our members' own career development.

Alongside our event programme, our publication activities play an important role in communicating dairy technology information. I am again particularly grateful to Andrew Wilbey for his on-going leadership as Chairman of our Publications Committee, and to Sean Tuohy for taking up the reins as Acting Editor in Chief of our Journal's editorial team in Ian McDougall's temporary absence. The continued excellence of our flagship *International Journal of Dairy Technology* is a testament to the work of these Council Members, of which the Society is justly proud.

We also continue to develop communication about the Society and its activities through the website and articles in *Dairy Industries International*, with an SDT feature in all but two of this year's volumes. Presentations from our conferences, symposia and workshops are now available on the Members' section of the website within days of the event.

This year Council has also taken steps to develop a strategy for the Society aimed at stepping up our engagement with existing and new members. Members will already have noticed our new strap line "Passion for Dairy" appearing alongside the logo, and new Society Awards have been established for the best Eden Student and the Eden Student Contributing the Most to the Society. Going forward, we are also simplifying the statement of our Society's purpose as "to advance professional development and recognition through knowledge transfer and networking". With these and future changes we are looking to make the Society much closer to, and more relevant for, our changing and growing membership.

The Society's developments that I have briefly set out here would not have been possible without the enthusiasm and input of the people involved. I would like firstly to record my thanks to Liz Whitley and Sean Tuohy. Liz has now completed her second year as Executive Director and has in such a short time become well known as the face of the Society around the country. Sean has not only provided his help and guidance as Senior Vice President, he has also had

the additional task of steering the Editorial Board over the past year. The Society is indeed fortunate to have such a committed incoming President.

Finally, my gratitude also goes to all of my fellow Council Members for their enthusiasm and support during the year and to the Publications team for their dedication in continuing the high standards of the Society's publications.

Dr Ken Burgess, August 2014

Membership – Dr Liz Whitley, Executive Director

Membership at the close of the SDT year on 30th June 2014 stood at 425, which was a slight decrease on the previous year. This was largely due to deleting a large number of members who had not paid for two years and it is hoped that the database is now much more accurate in its reflection of paid up members. Three cohorts of Project Eden Foundation Degree Science (Dairy Technology) have graduated and reached the end of their company paid membership. These have been invited to continue their membership at a special graduate rate of £25 per year for two years with a further discount of £3 if paying by direct debit. Sadly, we lost former President of the Society, Gordon Coton, this year along with other long time members. Tributes were paid to them in the Newsletters.

New Members

The following 61 members consisting of 32 students and 29 full members applied to join the Society and were duly approved during Council meetings in 2013/14:

J	Hempenstall	Wicklow Farmhouse Cheese	C	Dodd	University of Nottingham
C	Alston	ILS	M	Flood	Wexford Creamery
P	Sankhesara	Ecolab	C	Warrington	Student Duchy College
T	Jaali	Dairy Crest	T	Green	Student Duchy College
P	Clark	Dairy Crest	A	Stratton	Student Duchy College
M	Reid	Dairy Crest	K	Havill	Student Duchy College
P	Morriss	A E Rodda and Son	M	Szczesniak	Student Duchy College
T	Barry	Arla foods	L	Maud	Student Duchy College
O	Adams	Arla Foods Westbury	S	Watson	Student Duchy College
J	Parini	Arla Foods	C	Mason	Student Duchy College
M	Dawson	Arla Foods	D	Kellett	David Kellett and Partners
L	Graham	Arla Foods	V	Simpson	Dale Farm
L	Morland	Arla Foods Lockerbie	C	McAlinden	Dale Farm
M	Bycio	Arla Foods	K	Downey	Moorepark Technology
C	Hay	Arla Foods Lockerbie	M	Burwood	QCL
D	Barkunas	Arla Foods	C	Flynn	Kerry Ingredients
J	Allott	Arla Foods	P	O'Keefe	St Helens
C	Mayhew	Arla Foods Aylesbury	M	Alison	Dairy Crest
M	Robertson	Arla Foods Lockerbie	L	Candido	Dairy UK
D	McCubbin	Arla Foods Lockerbie	D	Sheehan	Teagasc
D	Plumb	Arla Foods Leeds	R	Elliot	Meadow Foods
J	Wainwright	Muller-Wiseman	M	Joseph	Inopor
J	Baker	Muller-Wiseman	K	Goodby	Tetra Pak

S	McKenzie	Muller-Wiseman		A	Juriaanse	NIZO
B	Szaliszno	Muller-Wiseman		P	Ross	Teagasc
S	Hinchliffe	Muller-Wiseman		E	Donnelly	Dale Farm
S	Roberts	Muller-Wiseman		J	Brody	Sargento
R	Reynolds	Cornwall Council		B	Cotter	Dairygold
M	Pinches	DuPont		E	Dunlea	Dairygold
R	Cohen	Deshen Dairy		C	O'Donovan	Glanbia Cheese
R	Rushton	Student Duchy College				

Financial Position – Alan Stack, Honorary Treasurer

The Society continues to manage its finances prudently. For several years we have achieved a small surplus despite the steady decline in membership subscription income. Our main income is from membership subscriptions, journal royalties, property rental and event fees. Our cash reserves are such that we can continue to invest in developing the Society for the future.

Review of the Publications Committee activities– Andrew Wilbey, Chairman

In the year to July 2014, the Society continued to meet its major charitable objective – the provision of technical information.

The flagship publication, the *International Journal of Dairy Technology* met the target of 608 pages in 2013 for Volume 66, the target remaining at 608 for 2014. The number of papers being submitted has yet again increased and has required more demanding acceptance standards for publication. Despite this, there was a small dip in our impact factor for the journal, from 1.179 to 1.099. The shift from paper-based to electronic subscriptions has continued.

This has been a very difficult year for our editorial team, with Dr Ian McDougall suffering a long-term critical illness. We are extremely grateful to Dr John Tuohy for stepping into the editorial role and to Bhavbhutti Mehta for taking on an increased workload. Andrew Wilbey has also taken on an associate editorial role.

Milk and Dairy Products as Functional Foods, edited by Dr Ara Karekianian, was published in May 2014 as an extension to the Technical Series. It is also available as an E-book.

Cutting cheese by wire, written by Ian Mc Donald, is in the last stages of editing and will be added to the members' section of the website to complement the *Dairy Technology Handbook* and *A History of the Development & Application of Whey Protein Concentrates*. On-line publishing has kept costs down and will aid both updating and expansion of the information available to members.

Liz Whitley has also continued to edit our fourth publication strand, the Newsletter, providing members with additional news and information in a mix of paper and electronic publications. Thanks go to John Sumner, who has kept us informed about topics relating to milk production. We still need more short articles please.

Overall, this has been another successful year and I would like to record my thanks to all those involved, who have made our publications possible.

Andrew Wilbey,
Chairman, Publications Committee

THE SOCIETY OF DAIRY TECHNOLOGY
(A charitable company limited by guarantee not
having a share capital)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

INDEX

Page

11-14 Report of the directors

15-16 Independent auditors' report

17 Statement of financial activities

18 Balance sheet

19-22 Notes to the financial statements

Charity Number: 1081615

Company Number: 3965383

THE SOCIETY OF DAIRY TECHNOLOGY

REPORT OF THE DIRECTORS

LEGAL AND ADMINISTRATIVE DETAILS

COMPANY NUMBER: 03965383

CHARITY NUMBER: 1081615

The directors present their report together with the audited financial statements of the incorporated company for the year 1 July 2013 to 30 June 2014.

ADDRESS

The Society of Dairy Technology
Larnick Park
Higher Larrick
Launceston
PL15 9QH

DIRECTORS (who are Trustees of the Charity)

The directors who held office during the year are given below:

A Stack	K J Burgess
R A Wilbey	I McDougall
T D A Brigstocke	S J Walker
I R Gordon	M F Hickey (resigned 22 August 2013)
C E Askew	R G Sheard
B D Peacock	J H A Hambly (resigned 29 January 2014)
J Tuohy	

OFFICERS

E J Whitley

AUDITORS

Critchleys LLP
Greyfriars Court
Paradise Square
Oxford
OX1 1BE

SOLICITORS

Wright Hassall
Olympus Avenue
Leamington Spa
Warwickshire
CV34 6BF

BANKERS

Lloyds Bank plc
Victoria House
Southampton Row
London
WC1B 5HR

THE SOCIETY OF DAIRY TECHNOLOGY

REPORT OF THE DIRECTORS (continued)

STRUCTURE, GOVERNANCE AND MANAGEMENT

The company was incorporated on 5 April 2000 and is limited by guarantee with no share capital. The company is governed in accordance with its Memorandum and Articles of Association.

All directors must be members of the Society. Directors are initially appointed by an election amongst the members. In addition, certain directors are appointed/co-opted by the existing directors.

The directors have examined the major strategic, business and operational risks that the Charity faces and confirm that systems have been established to mitigate those risks.

OBJECTIVES AND ACTIVITIES

The charity's objects, as set out in its Memorandum and Articles of Association are the advancement of education in dairy science and technology, food technology and management of resources in all branches of the industry by the dissemination and application of knowledge gained from experience and experiment.

In pursuance of these objectives, the Society has hosted a number of activities during the year, which have been attended by members and non-members alike. In October a study tour to the Midlands was held and was attended by cohort 5 of the Eden Foundation Degree. This was followed, in November, by the Autumn Symposium and AGM and the Spring Conference was held in the University of Reading in June.

Public Benefit

The Trustees of the charity have complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

ACHIEVEMENTS AND PERFORMANCE

The Society has seen another increase in new members during the period and this is again partly due to students from Project Eden at Reaseheath College along with increased uptake from others involved in the industry. The continued and expanding interest being shown in the Society within the industry results from the positive exposure gained from hosting a number of events during the year. The Spring Conference on Innovation in the Dairy Industry attracted a large number of delegates, some of whom were new members. Additionally, the Society held a very successful one-day symposium in November 2013, in conjunction with the University of Nottingham. Over 50 delegates registered and a number of non-members joined the Society as a consequence. The Society has also been involved much more in public relations activities such as formal press releases, with the objective of raising the international profile of the Society. This has resulted in regular articles in the *Dairy Industries International*. For the first time for many years we had a presence at the Nantwich

International Cheese show on a stand shared with Appleby Creamery. This gave us much more exposure to the industry and created a great deal of interest.

The *International Journal of Dairy Technology* continues to make its presence felt in the academic arena, the Impact Factor, an assessment of the citations made to papers published, remained just over 1 at 1.099, and the ranking was 66 out of 124 journals in Food Science and Technology.

The technical publications continue to help fulfil our charitable objective concerning the dissemination of information. A new publication in the Technical Series, ***Milk and Dairy Products as Functional Foods*** was launched during this period.

The Society continued to maintain links, for the benefit of its members and the public good, with other organisations including: Dairy UK; International Dairy Federation (UK-IDF); DairyCo; The Dairy Council; Institute of Food Science & Technology (IFST); Brewing Food & Beverage suppliers industry association (BFBi) and the European Dairy Technology Diploma Holders Association (EDTDHA or AEDIL) along with the Dairy UK Learning & Skills Committee.

FINANCIAL REVIEW

The Society has generated a small profit this year, through prudent use of resources and increased income from events and royalties. This is being recycled back into the Society in the forthcoming year in order to make improvements to our website and member resources in pursuance of the Society's objectives.

Reserves policy

The Society holds cash reserves to cover immediate needs, equivalent at the year-end to six months' expenditure. The former office at Huntingdon continues to provide an income for the Society and a reserve against major unforeseen costs. On 24 January 2005 the property was valued at £125,000 by Carter Jonas, Property Consultants.

THE SOCIETY OF DAIRY TECHNOLOGY

DIRECTORS' REPORT

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with the Financial Reporting Standard for Smaller Entities and applicable law (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the income and expenditure of the company for that period. In preparing these financial statements, the directors are required to:

select suitable accounting policies and then apply them consistently;
make judgments 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 company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the directors are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware and each director has taken all the steps that he/she ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the exemptions available to companies subject to the small companies' regime within Part 15 of the Companies Act 2006.

.....
R G Sheard
Secretary

.....

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE SOCIETY OF DAIRY TECHNOLOGY

We have audited the financial statements of The Society of Dairy Technology for the year ended 30 June 2014 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditors' 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Directors and Auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 14, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including APB Ethical Standard – Provisions Available for Small Entities (Revised), in the circumstances set out in note 1(a) to the financial statements.

Scope of the audit of the Financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion of Financial Statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2014 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;

- have properly been prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you, if in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the Report of the Directors and take advantage of the small companies' exemption from the requirement to prepare a strategic report.

Colin Mills (Senior Statutory Auditor)
for and on behalf of Critchleys LLP, Oxford

Statutory Auditor

THE SOCIETY OF DAIRY TECHNOLOGY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2014

	Note	Unrestricted Funds £	Restricted Funds £	2014 Total £	2013 Total £
INCOMING RESOURCES					
Incoming resources from generated funds:					
Investment income	2	10,496	-	10,496	10,237
Incoming resources from charitable activities:					
Subscription income		14,009	-	14,009	14,900
Journal royalties		23,865	-	23,865	21,686
Sponsorship		1,700	-	1,700	1,200
Symposium		<u>9,582</u>	<u>-</u>	<u>9,582</u>	<u>13,783</u>
Total incoming resources		<u>59,652</u>	<u>-</u>	<u>59,652</u>	<u>61,806</u>
RESOURCES EXPENDED					
Charitable activities:					
Support for the advancement of dairy science and technology	3	55,106	-	55,106	58,534
Governance costs	4	<u>1,600</u>	<u>-</u>	<u>1,600</u>	<u>1,525</u>
Total resources expended		<u>56,706</u>	<u>-</u>	<u>56,706</u>	<u>60,059</u>
Net incoming resources		2,946	-	2,946	1,747
Net movement of funds					
Total funds brought forward		<u>160,777</u>	<u>1,309</u>	<u>162,086</u>	<u>160,339</u>
Total funds carried forward	11	<u>163,723</u>	<u>1,309</u>	<u>165,032</u>	<u>162,086</u>

**THE SOCIETY OF DAIRY TECHNOLOGY
COMPANY NUMBER – 03965383**

**BALANCE SHEET
AT 30 JUNE 2014**

	Note	2014 £	£	2013 £	£
Fixed assets					
Investment property	5		125,000		125,000
Current assets					
Debtors	6	1,680		6,229	
Cash at bank and in hand		<u>47,034</u>		<u>37,773</u>	
		48,714		44,002	
Creditors: amounts falling due within one year	7	<u>(7,915)</u>		<u>(6,016)</u>	
Net current assets			<u>40,799</u>		<u>37,986</u>
Total assets less current liabilities			165,799		162,986
Creditors: amounts falling due after more than one year	8		<u>(767)</u>		<u>(900)</u>
Net assets			<u>165,032</u>		<u>162,086</u>
Represented by:					
Unrestricted income funds	11		163,723		160,777
Restricted income funds	10		<u>1,309</u>		<u>1,309</u>
Total funds			<u>165,032</u>		<u>162,086</u>

These financial statements have been prepared in accordance with the special provisions within Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved and authorised for issue by the Board of Directors on and signed on its behalf.

..... K J Burgess (Director) A Stack (Director)

THE SOCIETY OF DAIRY TECHNOLOGY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

I ACCOUNTING POLICIES

a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention except for the revaluation of investments, and include the results of the company's operations which are described in the directors' report and all of which are continuing and in accordance with the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' published in 2005 and the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Companies Act 2006.

In common with many charities of our size and nature we use our auditors to assist with the preparation of the statutory accounts.

b) Incoming resources

Income is recorded on a receivable basis with any amount being received in advance included in deferred income. Subscription income represents the amounts to be considered to be recoverable for the year. Life subscriptions are written off by equal instalments over a 12 year period from the date of commencement of life membership.

c) Resources expended

Resources expended are included on an accruals basis. Costs directly attributable to managing investments and governance of the charity are included in costs of generating funds and governance costs. All other costs relate to the charity's sole activity and hence are included in charitable activities.

d) Investment property

Investment property is included at valuation. No depreciation is provided.

e) Fund accounting

Restricted funds are monies received for specific purposes. Unrestricted funds are available for the Trustees to use, at their discretion, in accordance with the objects of the charity.

2 INVESTMENT INCOME

	2014	2013
	£	£
Rental income	10,000	10,000
Interest receivable	<u>496</u>	<u>237</u>
	<u>10,496</u>	<u>10,237</u>

THE SOCIETY OF DAIRY TECHNOLOGY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014 (continued)

3 SUPPORT FOR THE ADVANCEMENT OF DAIRY SCIENCE AND TECHNOLOGY

Awards paid - individuals £	Activities undertaken directly £	Total 2014 £	Total 2013 £
<u>-</u>	<u>55,106</u>	<u>55,106</u>	<u>58,534</u>

4 GOVERNANCE COSTS

	2014 £	2013 £
Auditors' remuneration	<u>1,600</u>	<u>1,525</u>

5 INVESTMENT PROPERTY

Valuation	£
At 1 July 2013	125,000
Change in valuation	<u>-</u>
At 30 June 2014	<u>125,000</u>

This property had been valued by the Trustees on the basis of its open market value.

On the 24 January 2005 the property was valued at £125,000 by Carter Jonas, Property Consultants. The directors are not aware of any significant change in value since the last valuation.

6 DEBTORS

	2014 £	2013 £
Trade debtors	-	5,400
Prepayments	436	-
Other debtors – VAT	<u>1,244</u>	<u>829</u>
	<u>1,680</u>	<u>6,229</u>

THE SOCIETY OF DAIRY TECHNOLOGY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014 (continued)

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014	2013
	£	£
Trade creditors	3,528	4,358
Life membership fund	133	133
Rent received in advance	2,500	-
Accruals	1,600	1,525
Income in advance	<u>154</u>	<u>-</u>
	<u>7,915</u>	<u>6,016</u>

8 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2014	2013
	£	£
Life membership fund	<u>767</u>	<u>900</u>

9 TRUSTEES' REMUNERATION AND RELATED PARTIES

E J Whitley, who is the Executive Director of the Society and classed as key management person is a director and 33% shareholder of Doverbeck Ltd. Doverbeck Ltd charged the Society £31,671 (2013: £15,525) for services provided and £2,202 (2013: £1,488) for reimbursed expenses in the year. As at 30 June 2014 the Society owed Doverbeck Ltd £3,528 (2013: £4,358).

No Trustees received any remuneration in the year. Travel and subsistence expenses incurred of £997 (2013: £1,115) were, however, reimbursed to five (2013: five) Trustees.

10 RESTRICTED FUNDS

	Memorial Fund
	£
Balance brought forward	1,309
Incoming resources	-
Resources expended	-
Balance carried forward	<u>1,309</u>

The Memorial Fund represents a fund set up in memory of deceased members. This is to be used to make awards for travelling to international symposia.

THE SOCIETY OF DAIRY TECHNOLOGY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014 (continued)

II ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted £	Restricted £	Total £
Investments	125,000	-	125,000
Net current assets	39,490	1,309	40,799
Creditors: amounts falling due after more than one year	<u>(767)</u>	=	<u>(767)</u>
	<u>163,723</u>	<u>1,309</u>	<u>165,032</u>