

# **International Psychoanalytical Association**

**Charity No. 1071752  
Company No. 03496765**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2020**

# International Psychoanalytical Association

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# **International Psychoanalytical Association**

## **Board, Advisers, Legal and Administrative Information**

### **Board Members - Officers**

Dra. Virginia Ungar - **President**  
Dr Sergio Nick - **Vice President**  
Dr Henk Jan Dalewijk- **Treasurer**

### **Board members**

Dr Franziska Ylander  
Dr Gunther Perdigao  
Magister Jorge Kantor  
Lic. Silvia Resnizky  
Dr Serge Frisch  
Dr. Abbot Bronstein  
Lic. (Maria) Alejandra Rey  
Dra Anette Blaya Luz  
Dr Bernard Chervet  
Lic. Gleda Araujo  
Dr Ingo Focke  
Dra. Jani Santamaria  
Psicologo Laura Verissimo de Posadas  
Professor Louis Brunet  
Dr Luisa Masina  
Dr Mark Smaller  
Dr Maureen Murphy  
Dr Professor Rachel Blass  
Dr Ralph Fishkin  
Dr Sue Kolod  
Dr Vic Sedlak

### **Senior management team**

P A Crake	Executive Director
N J Allen	Deputy Executive Director
Andrew Twynam	Head of Finance and IT, Company Secretary

# **International Psychoanalytical Association**

## **Board, Advisers, Legal and Administrative Information**

### **Registered Office**

Lexicon, Unit B, Book House  
261a City Road  
London  
EC1V 1AH

### **Independent Auditor**

Moore Kingston Smith LLP  
Chartered Accountants  
Devonshire House, 60 Goswell Road, London EC1M 7AD

### **Bankers**

HSBC  
67 George Street, Richmond, Surrey TW9 1HG

HSBC  
452 Fifth Avenue, New York NY 10021

Signature Bank  
565 Fifth Avenue, 12th Floor, New York, NY10017

### **Solicitors**

Bates Wells Braithwaite  
2-6 Cannon Street, London EC4M 6YH

Goodman Derrick  
10 St Bride Street, London EC4A 4AD

K&L Gates LLP  
One New Change, London, EC4M 9AF

# International Psychoanalytical Association

## Board Report for the year ended 31 December 2020

The Board is pleased to present their report together with the financial statements of the International Psychoanalytical Association ('the IPA') for the year ended 31 December 2020.

### Structure, Governance and Management

The legal and administrative information set out on pages 1 and 2 forms part of this report.

#### Governing document

The IPA:

- Is incorporated in England and Wales as a company limited by guarantee without a share capital.
- Is registered as a charity with The Charity Commission for England and Wales.
- Is governed by the Memorandum and Articles of Association dated 21 January 1998 and last updated in January 2018.

The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice – Accounting and Reporting by Charities.

#### Organisational Structure

The organisational structure consists of:

- **The Board of Directors** which is also known as the Board. The members of the Board are also the Trustees for charity purposes.  
The voting members of the Board are the Officers and 21 representatives, 7 from each Geographical Area. All these people are IPA members and are elected by IPA membership ballot. The Geographical Areas are Europe, North America and Latin America.
- **The Organisational Officers** ('The Officers') are Board members and consist of the President, the Vice President and the Treasurer.  
The President is the IPA's Chief Executive Officer and spokesperson and is responsible for the execution of the Board's orders. In consultation with the Board the President appoints the personnel of IPA Committees, task forces and other special IPA bodies.
- **The Executive Committee** which is made up of the Officers and three of the Board representatives – one from each Geographical Area. The Executive Committee acts on the Board's behalf between Board meetings.
- **Committees:** A great deal of the IPA's work is carried out by committees of IPA members. Many committee members are not Board members. Each committee has a mandate which has been agreed by the Board.
- **The paid staff** led by The Executive Director. The Executive Director is the IPA's Chief Operating Officer

# **International Psychoanalytical Association**

## **Board Report for the year ended 31 December 2020**

The IPA is managed by the Board and, under the Board's and its Executive Committee's supervision, by the Officers. Implementation of policies set by the Board is delegated to individual committees (and other similar bodies) of the IPA, or the Executive Director and his staff.

The committees and staff execute policy decisions in close consultation with the Board. Staff are delegated authority for the day-to-day management of IPA programmes, publications, congresses and the website in consultation with the committees related to such activities.

IPA members who serve on the Board or on IPA committees are not paid for their work – but they are reimbursed for expenses incurred in the course of their work for the IPA.

### **Appointment to the Board**

The IPA members named on page 1 have served and have been appointed during the period. Appointment to the Board is governed by the IPA's Articles of Association. The President, working with the Vice President and the Board, is authorised to appoint new board members to fill vacancies arising through resignation or death of a board member.

### **Induction and Training of Board Members**

All new Board Members are given a formal induction during the first Board meeting after their appointment. Thereafter, staff provide continuous support to Board members on their charitable responsibilities.

### **Related Parties**

The IPA works in close co-operation with an independent US charity – IPA Fund Inc (a 501(c) (3) company) – which has similar objectives. For details of other related parties, please see note 12.

### **Statement on the COVID-19 pandemic**

The Board have considered possible events or conditions that might cast significant doubt on the ability of the IPA to continue as a going concern and in particular the effects of the COVID-19 pandemic on these financial statements. The Board has made this assessment for a period of at least one year from the date of approval of the financial statements. The Board have considered the impact of COVID-19 and have reforecast budgets taking account of pressure on membership, congress and other event income. The Board have taken mitigating actions to reduce operational costs, renegotiate supplier contracts and restructure working practices. The IPA has the flexibility to significantly reduce costs by adopting new working practices such as working from home and the use of internet-based video conferencing software. After making enquiries the Board has concluded that there is a reasonable expectation that the IPA has adequate resources and unrestricted reserves to continue in operational existence for the foreseeable future. The IPA therefore continues to adopt the going concern basis in preparing its financial statements.

### **Risk Management**

The Officers conduct a thorough risk review each year, which is considered and adopted by the Board. This lists all the significant identified risks to which the IPA is exposed, the severity and likely impact of those risks, and

# **International Psychoanalytical Association**

## **Board Report for the year ended 31 December 2020**

the plan to manage or mitigate them. The two most significant risks by severity and likely impact are related and as follows:

- COVID-19 poses financial, membership and operating model challenges to the IPA that may result in membership losses, appeals for lower Dues and the need to deliver membership benefits differently (also see Statement on the COVID-19 pandemic above). During the year, the IPA set up an Extraordinary 2020 COVID-19 Dues Relief Programme to provide in-year Dues relief to those members most affected by the pandemic (see financial review below).
- Regional or Global economic crises impact the ability of many or all IPA Societies to collect and pay member Dues to the IPA resulting in the IPA suffering lower than anticipated income to fund its activities.

Both risks continue to be carefully monitored by the Officers and staff with plans to mitigate and manage as follows:

- Dues collection rates are being monitored with forecasts updated to balance potential income gaps with savings on in-person meetings.
- Staff are collecting in-year data to assess membership losses that will inform Dues forecast figures for 2022 and beyond.
- Officers and staff are focused on introducing new on-line resources to keep IPA members connected and supported.
- The IPA's operating model is being adapted for use in the current & post-COVID-19 environment.

Other identified risks:

- Damage to the IPA's reputation,
- Loss of stature of the organisation
- Breaches of regulations or litigation risks in one or more of the 50 countries in which the IPA is active. These risks include including extra-territorial regulations such as the US government's economic sanctions against regimes and groups in different countries and litigation costs in enforcing the IPA's code of ethics),
- Investment and currency fluctuations and imposition of governmental controls to prevent the IPA accessing its own money,
- Operational risks, including those related to congresses, publications and staff.

In all cases, procedures are in place to manage or mitigate such risks.

### **Board member indemnity insurance**

IPA purchases indemnity insurance which seeks to protect board members against personal liability if legal claims are made against them in their capacity as IPA board members.

### **IPA Remuneration Policy**

The Executive Director's pay is set by the Officers who take advice from external experts.

# International Psychoanalytical Association

## Board Report for the year ended 31 December 2020

The Executive Director sets the pay of key management personnel and staff within overall guidelines agreed with Officers and after getting benchmarking information from external experts.

### Summary of Objects

The IPA's objects are to promote and develop the science of psychoanalysis.

The Board furthers this objective by promoting education and training in psychoanalytic theory and practice, promoting high standards of psychoanalytic treatment and practice, organising lectures, seminars and international symposia, and instituting research and disseminating the results.

### Strategies, Aims, Main Objectives and Outcomes for the Year

The Charity's mission is:

*'To assure the continued vigour and development of psychoanalysis'*

This year was the final full year for the current Administration. They will continue in office until July 2021 when a new Administration will take over. The current Administration has used this final period in office to continue advancing the IPA's mission with specific focus on the following strategic activities:

- The IPA's connection with and presence in the community
- The focus on child psychoanalysis
- The creation of new groups
- The role of analysts in training
- Communication between the IPA and constituent organisations, and between the IPA and its membership

### The IPA's connection with and presence in the community

The IPA will expand the field of psychoanalysis so that we can make the most of its potential. Training is focused on private practise and the analytic method is a very useful tool that has been tested and honed.

The primary goal is to give IPA psychoanalysis the wider place it deserves. The discipline has had a great impact on different spheres of social life: medicine (paediatrics in particular), education and the legal system, to name a few.

To bolster these effects, the IPA will reach out to the places where young professionals are working hard to tackle complex issues such as addiction, family violence, abuse, migration and eating disorders.

### Child psychoanalysis and wider analytic training

The previous administration made a lot of progress in ensuring that child analysis had a space of its own in the IPA structure and it is important that the IPA maintains this progress. In particular, that the benefits of integrated training are fully realised. On the wider issue of analytic training, during the current administration, the IPA will delve more deeply into all aspects of analytic training, including personal analysis, supervision, and the content of education programmes. The IPA will continue to develop and promote spaces for debate and discussion on education in the various contexts where it occurs, as well as on the different approaches adopted in different latitudes.



# **International Psychoanalytical Association**

## **Board Report for the year ended 31 December 2020**

### **The creation of new groups**

Incorporating new societies into the IPA brings new ideas and perspectives to the Association. The incorporation process will remain thorough and demanding but can be improved so that all the groups that want to join experience it as a learning and enriching opportunity that both parties will benefit from. The New Groups Committee will continue to work closely with ILAP, EPI and the Asia Pacific Planning Committee.

### **The role of analysts in training**

It is crucial to nurture the strong relationship with IPSO and the regional candidate organisations to ensure that candidates receive the best possible training. Analysts in training are not the future but the present of our institutions. The IPA must be a container for difference and diversity and must create a climate of harmony and growth that will foster ongoing debates that respect members' various customs, traditions and preferences.

### **Communication between the IPA and constituent organisations, and between the IPA and its membership**

The IPA will continue to support and strengthen the relationships with regional federations. Enhancing communication among the regions is essential as it will enrich psychoanalytic practice and create a space for production and implementation of new ideas. Interregional meetings will be implemented by the current administration.

### **Public Benefits**

The Trustees have considered the Charity Commission guidance on public benefit including the guidance "public benefit: running a charity".

The primary public benefit provided by the IPA is the development and monitoring of training standards for the clinical practise of psychoanalysis which assure the public of the quality of the mental healthcare provided by psychoanalysts trained to IPA standards, in IPA component organisations. The IPA continues to devote most of its resources to this work, and to the spread of psychoanalysis into new areas (in particular eastern Europe, Asia-Pacific and Latin America). The IPA has provided funding during the year to institutes formed in each of those territories with the specific purpose of growing understanding of the benefits of psychoanalytic treatment, and of training as a practitioner to the very highest standards mandated by the IPA.

The IPA has continued to provide support to psychoanalysts practising in the profession, including through our programme of scientific congresses, funding support to provide research grants, and supporting the publication of specialist books through a partnership with Routledge. During 2020, in response to the COVID-19 pandemic, the IPA developed and delivered a series of webinars to support analysts' work treating the trauma of the COVID-19 pandemic.

Finally, the IPA has continued to support a related organisation - IPA Fund, incorporated in the USA - which has provided financial support to people around the world who require help to complete their training. That support scheme was established many years ago and the IPA has invested more than US\$1 million into such support.

## **Events update**

### **Asia-Pacific Conference 2020**

The COVID-19 pandemic regrettably led to the cancelation of the IPA's Asia-Pacific Conference that was scheduled to commence in April 2020. The event was originally planned to take place in Sydney, Australia. There was not enough time to move the event online.

# International Psychoanalytical Association

## Board Report for the year ended 31 December 2020

### IPA Congress 2021

The 52<sup>nd</sup> IPA Congress was scheduled to take place in Vancouver, Canada in July 2021. However, due to the COVID-19 pandemic, the Board decided to move the event online. The event will still take place in July 2021 with the same programme. The new Congress format presents an opportunity for the IPA to reach a new and wider audience.

### Financial Review

During 2020 there was a net increase in reserves carried forward of \$595,503 (2019: decrease \$339,223).

Key contributors to the 2020 surplus were:

- Membership income ('Dues') decreased in the year. The total Dues received in 2020 was \$2,390,048 against \$2,502,666 received in 2019. Dues income represents the dues from a total membership of 12,594 (2019: 12,723).

During the year and in response to the COVID-19 pandemic, the IPA set up an Extraordinary 2020 COVID-19 Dues Relief Programme to provide in-year Dues relief to those members most affected by the pandemic. The Programme granted \$129,308 of additional Dues relief and was the main reason for the reduction in overall Dues income in the year.

- Expenditure on charitable activities decreased significantly in the year. Total expenditure in 2020 was \$1,820,705 against \$4,277,603 in 2019. Most of the decrease was expected and because 2020 is not a Congress year (Congress expenditure in 2020 was \$0 against \$1,465,891 in 2019).

However, travel restrictions caused by the COVID-19 pandemic resulted in most IPA committee meetings moving online in 2020. This resulted in a large decrease in travel, accommodation and other related meeting expenditure of \$983,264 against expectation in 2020.

- The COVID-19 pandemic also resulted in the cancellation of the 2020 Asia-Pacific Conference resulting in net costs of \$106,962 expensed or written off in the 2020 (the Asia-Pacific Conference is a biennial event hence there is no 2019 comparative).
- Expenditure out of a \$300,000 designated fund for a multi-year programme of governance and reorganisation reviews (see note 10) continued with \$5,970 spent in 2020 (2019: \$110,095).

The IPA held cash reserves at the end of the year of \$3,231,910 (2019: \$2,668,025). In 2020 57% of these cash reserves were held in \$US (2019: 72%). The increase in cash reserves is a direct result of the reduction in expenditure on charitable activities due to the COVID-19 pandemic.

Total Reserves are 2% higher than those outlined in the Reserves Policy (below) and hence the Board believes the IPA's reserves remain adequate to meet future challenges. The immediate impact of the COVID-19

# International Psychoanalytical Association

## Board Report for the year ended 31 December 2020

pandemic has been to increase the IPA's reserves. However, the long-term economic effects of the pandemic are still unknown and have the potential to adversely affect Dues income and hence reserves in the future.

### Reserves Policy

Total reserves at year end were \$5,870,483 (2019: \$5,274,980).

The Trustees have reviewed the reserves policy and believe:

- A designated property fund is required for the long leasehold property (including leasehold improvements) owned by the IPA (2020: \$2,643,307, 2019: \$2,676,867). This fund was created as the funds relating to the property do not form part of the free reserves of the IPA.
- A designated fund was approved during 2018 to provide for the costs of the multi-year programme of governance and reorganisation reviews to take place over the next three years. Expenditure of \$5,970 was incurred during the year (2019: \$110,095) leaving a carried forward fund of \$124,909 (2019: \$130,879). A number of reviews are still in progress and delayed due to the COVID-19 pandemic hence the programme period has been extended with expected completion over the next 2 years.
- About \$1 million must be held for self-insurance of IPA Congresses. The environment for the financial management of Congresses has changed over the years. Both the occurrence of public health crises (such as SARS, Bird Flu and now COVID-19) and terrorism mean that it is no longer possible, at reasonable premiums, to insure for cancellation and recover costs. The maximum financial exposure occurs in the weeks leading up to a Congress when commitments could reach over \$1 million. No income would be forthcoming in the event of cancellation therefore the reserves figure seems prudent.
- That between \$1 million and \$2 million must be held to cover income and expenditure risks in IPA operations. The organisation faces greater volatility risks, including currency risks, than a charity which operates solely in the UK. The sum represents 4 to 8 months' normal activity and is thus deemed to be a prudent figure.

Almost all income for the IPA is in the form of Dues that are subject to considerable financial volatility around the world. The COVID-19 pandemic crisis will affect the income of members around the world and put downward pressure on Dues income for the IPA in the future. This crisis demonstrates the need for significant reserves to cover income risk.

Access to these reserves gives the Board sufficient time to plan for significant income shortfalls, provide for exceptional payments and to cope with the consequences of unforeseen disruptions to operations.

# **International Psychoanalytical Association**

## **Board Report for the year ended 31 December 2020**

### **Statement of the Board's Responsibilities**

The Board Members (who are also directors of IPA for the purposes of company law) are responsible for preparing the Board Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

Company law requires the Board to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the IPA and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that period. In preparing those financial statements, the Board is required to:

- select suitable accounting policies and then apply them consistently;
- state whether a Statement of Recommended Practice (SORP) applies and has been followed, subject to any material departures which are explained in the financial statements;
- make judgements and estimates that are reasonable and prudent;
- comply with applicable accounting standards, including FRS 102, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Board is responsible for keeping proper accounting records which 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. The Board is also responsible for safeguarding the assets of the IPA and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **Disclosure of Information to Auditor**

In so far as the Board Members are aware, there is no relevant audit information of which the IPA's auditor is unaware. The Board Members have taken all the steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

# International Psychoanalytical Association

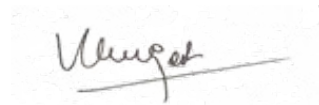
## Board Report for the year ended 31 December 2020

### Auditor

Moore Kingston Smith LLP have indicated their willingness to continue in office and it is proposed that they be re-appointed as auditor for the ensuing year.

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the Directors



..... Dra. Virginia Ungar, President and Director



..... Dr Henk Jan Dalewijk, Treasurer and Director

Date: 16<sup>th</sup> July 2021

# **Independent Auditor's Report to the Board of International Psychoanalytical Association**

## **Opinion**

We have audited the financial statements of International Psychoanalytical Association for the year ended 31 December 2020 which comprise of the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. 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 charitable company 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 trustees' 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 charitable company'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 trustees with respect to going concern are described in the

## **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 trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 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 or a material misstatement of the other

We have nothing to report in this regard.

# **Independent Auditor's Report to the Board of International Psychoanalytical Association**

## **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustee's annual report has been prepared in accordance with applicable legal requirements.

## **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustee's annual report.

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.

## **Responsibilities of the trustees**

As explained more fully in the trustee's responsibilities statement set out on page 10, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees 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 trustees are responsible for assessing the charitable company'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 trustees either intend to liquidate the charitable company 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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.

# **Independent Auditor's Report to the Board of International Psychoanalytical Association**

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

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council
- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.



# Independent Auditor's Report to the Board of International Psychoanalytical Association

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

- Conclude on the appropriateness of the trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

## Use of our report

This report is made solely to the charitable company'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 company'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 any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



**Andrew Stickland**  
Senior Statutory Auditor  
for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

Date: 29 October 2021

Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

**International Psychoanalytical Association**  
**Statement of Financial Activities**  
**(including an income and expenditure account)**  
**For the year ended 31 December 2020**

	Note	2020 \$	2019 \$
<b>Income</b>			
Income from charitable activities:			
Congress Income		-	1,378,856
Membership income		2,390,048	2,502,666
Regional conference income		-	-
Investment income	2	8,285	23,699
Other income		17,875	33,159
<b>Total income</b>		<u>2,416,208</u>	<u>3,938,380</u>
<b>Expenditure</b>			
Charitable activities	3(a)	<u>1,820,705</u>	<u>4,277,603</u>
<b>Total expenditure</b>		<u>1,820,705</u>	<u>4,277,603</u>
<b>Net movement in funds</b>		595,503	(339,223)
Funds brought forward at 1st January 2020	9	5,274,980	5,614,203
<b>Funds carried forward at 31st December 2020</b>	9	<u>5,870,483</u>	<u>5,274,980</u>

There are no other recognised gains or losses for the period other than that included in the SOFA

All amounts relate to continuing activities and are unrestricted.

The notes on pages 19 to 27 form part of these accounts.

# International Psychoanalytical Association

## Balance Sheet

As at 31 December 2020

	Note	2020 \$	2019 \$
<b>Fixed assets</b>			
Intangible assets	5	8,335	16,987
Tangible assets	6	<u>2,684,876</u>	<u>2,726,381</u>
		<u>2,693,211</u>	<u>2,743,368</u>
<b>Current assets</b>			
Debtors	7	467,495	435,790
Short term investments		708,809	701,453
Cash at bank and in hand		<u>2,523,101</u>	<u>1,966,572</u>
		3,699,404	3,103,815
<b>Liabilities: amounts falling due within one year</b>	8	<u>(522,132)</u>	<u>(572,203)</u>
<b>Net current assets</b>		<u>3,177,272</u>	<u>2,531,612</u>
<b>Total assets</b>		<u><u>5,870,483</u></u>	<u><u>5,274,980</u></u>
<b>Funds</b>			
Unrestricted funds:			
General	9	3,102,267	2,467,234
Designated funds	9	<u>2,768,216</u>	<u>2,807,746</u>
<b>Total funds</b>		<u><u>5,870,483</u></u>	<u><u>5,274,980</u></u>

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved and authorised for issue by the Board on 16th July 2021

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Dra. Virginia Ungar, President

.....

Dr Henk Jan Dalewijk, Treasurer

The notes on pages 19 to 27 form part of these financial statements.

Companies House Number: 3496765

# International Psychoanalytical Association

## Statement of Cash Flows

### For the year ended 31 December 2020

	Note	2020 \$	2019 \$
<b>Cash flow from operating activities</b>			
Net cash provided by operating activities	14	<u>558,355</u>	<u>15,389</u>
<b>Cash flow from investing activities</b>			
Investment income - bank interest		8,285	23,699
Purchase of intangible fixed assets		-	(10,688)
Purchase of tangible fixed assets		(2,755)	(24,586)
Transfer to short term cash deposits		(7,356)	(701,453)
<b>Net cash provided (used in) investing activities</b>		<u>(1,826)</u>	<u>(713,028)</u>
<b>Change in cash and cash equivalents</b>		556,529	(697,639)
<b>Cash and cash equivalents at the beginning of the year</b>		<u>1,966,572</u>	<u>2,664,211</u>
<b>Cash and cash equivalents at the end of the year</b>		<u><b>2,523,101</b></u>	<u><b>1,966,572</b></u>

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<b>Analysis of cash and cash equivalents</b>	<b>2020 \$</b>	<b>2019 \$</b>
Cash at bank and in hand	1,713,230	1,164,100
Deposits	809,871	802,472
<b>Total cash and cash equivalents</b>	<u><b>2,523,101</b></u>	<u><b>1,966,572</b></u>

<b>Analysis of changes in net debt</b>	<b>01-Jan-20 \$</b>	<b>Cash Flows \$</b>	<b>31-Dec-20 \$</b>
Cash	1,966,572	556,529	<b>2,523,101</b>
Loans falling due within one year	-	-	-
Loans falling due after more than one year	-	-	-
<b>Total</b>	<u><b>1,966,572</b></u>	<u><b>556,529</b></u>	<u><b>2,523,101</b></u>

# International Psychoanalytical Association

## Notes to the Financial Statements

### For the year ended 31 December 2020

#### 1 Principal Accounting Policies

International Psychoanalytical Association is a registered charity (number 1071752) and a company limited by guarantee, registered in England and Wales (number 03496765). The registered office is Lexicon, Unit B, Book House, 261a City Road, London, EC1V 1AH.

##### (a) Basis of preparation

These financial statements are prepared on a going concern basis, under the historical cost convention, as modified by the investments being measured at fair value through income and expenditure within the Statement of Financial Activities.

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The IPA is a public benefit company for the purposes of FRS 102 and therefore the IPA also prepares its financial statements in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (The FRS 102 Charities SORP) published on 16 July 2014, the Companies Act 2006 and the Charities Act 2011.

The directors has assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the IPA to continue as a going concern. The directors have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the directors have considered the impact on the Coronavirus on its membership income and conference income. Whilst substantially all of 2020 Dues income was received prior to approval of these accounts, there is likely to be pressure on 2021 Dues income. The 2020 Asia-Pacific Conference was cancelled however the 2021 Congress will proceed as planned albeit online. Overhead costs have reduced significantly mainly due to no international travel. On this basis and the level of reserves held the directors have concluded that the charitable company has adequate resources to continue in operational existence for at least twelve months from the approval of the financial statements. The charitable company therefore continues to adopt the going concern basis in preparing its financial statements.

The financial statements are prepared in US dollars and the functional currency of the company is the US dollar. Monetary amounts in these financial statements are rounded to the nearest dollar.

##### (b) Depreciation

Depreciation on the cost of fixed assets is provided at the following rates to write off the assets over their estimated lives, on a straight line basis:

Long leasehold property	1% per annum
Leasehold improvements	2.5% per annum
Equipment and fittings	25% per annum
Computer equipment	25% per annum
Artwork	No depreciation is charged
Assets with a value in excess of \$1,500 have been capitalised.	

At the end of each reporting period, the residual values and useful lives of assets are reviewed and adjusted if necessary. In addition, if events or change in circumstances indicate that the carrying value may not be recoverable then the carrying values of tangible fixed assets are reviewed for impairment. No depreciation has been provided on the artwork as the Board consider the net realisable value of the artwork is not less than cost.

# **International Psychoanalytical Association**

## **Notes to the Financial Statements**

### **For the year ended 31 December 2020**

**(c) Intangible fixed assets**

Intangible fixed assets comprise website and software costs. Intangible fixed assets are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised so as to write off the cost or valuation of the assets less their residual values over their useful lives on the following basis:

Website and software costs	25% per annum
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Intangible assets with a value in excess of \$1,500 have been capitalised.

**(d) Fixed assets**

Fixed assets are recorded at cost or, in cases where fixed assets have been donated to the Association, at valuation at the time of donation.

**(e) Recognition of income**

All income is included when the Association has entitlement to the income, there is probability of receipt and the amount can be measured reliably. Bank interest and investment income is recognised on receipt. 98% (2019: 62%) of turnover originates from outside of the UK.

**(f) Resources expended**

Resources expended are included in the Statement of Financial Activities on an accruals basis. Support costs and governance costs have been allocated against direct charitable expenditure on estimated staff time. Governance costs include audit and legal and professional costs and an estimated proportion of staff and other costs.

**(g) Fund accounting**

Unrestricted funds comprise general funds and designated funds. General funds are available for use at the Board's discretion in furtherance of the general objectives of the IPA and have not been designated for other purposes.

Designated funds represent unrestricted funds which have been designated by the Board for specific purposes in furtherance of the general objects of the IPA. The charity has two designated funds as detailed in note 9. The long leasehold property and leasehold improvements are separately designated and the trustees have approved a designated Governance & Reorganisation Initiative fund.

**(h) Financial instruments**

The IPA has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

With the exceptions of prepayments and deferred income all other debtor and creditor balances are considered to be basic financial instruments under FRS 102 measured at amortised cost. See notes 7 and 8 for the debtor and creditor notes.

**(j) Hire Purchase and Leasing Commitments**

Assets held under hire purchase contracts and finance leases are capitalised in the balance sheet and are

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

# **International Psychoanalytical Association**

## **Notes to the Financial Statements**

### **For the year ended 31 December 2020**

**(k) Pension contributions**

The IPA makes contributions to a defined contribution pension scheme which are held in funds completely independent of the IPA. The contributions made by the IPA are charged as expenditure on an accruals basis.

**(l) Legal status of the IPA**

The IPA is a company limited by guarantee and has no share capital. The members of the IPA are the Board members listed on page 1. In the event of the IPA being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

**(m) Foreign currency**

Assets and liabilities in foreign currencies are translated into dollars at the balance sheet date. Transactions in foreign currencies are translated into US dollars at the rate of exchange ruling at the date of the transactions. All realised foreign exchange differences are taken to the statement of financial activities.

**(n) Cash and cash equivalents**

Cash and cash equivalents are represented by cash in hand and cash deposits held with financial institutions with a maturity date of less than three months. Short term investments under current assets are cash deposits with a maturity date greater than three months and less than twelve months.

**(o) Critical accounting estimates and areas of judgement**

In the application of the IPA's accounting policies, the Board is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting The most significant estimates and assumptions which affect the carrying amount of assets and liabilities in the accounts relate to:

**(i)** The annual depreciation charge for property, plant and equipment which is sensitive to change in the estimated useful economic lives and residual value of assets. These are reassessed annually and amended where necessary to reflect current circumstances.

**(ii)** The IPA makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience. See note 7 for the net carrying amount of the debtors and associated impairment provision.

**International Psychoanalytical Association**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2020**

**2 Investment Income**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Bank interest on cash deposits	8,285	23,699
	<u>8,285</u>	<u>23,699</u>

**3(a) Direct Charitable Expenditure**

	<b>Direct</b>	<b>Support</b>	<b>Governance Costs (3b)</b>	<b>2020 \$</b>
Congress/Asia-Pacific conference	106,962	186,504	31,711	325,177
Management and committee costs	167,387	122,265	19,819	309,471
Promotion	81,017	366,794	59,458	507,268
Participation	12,331	122,265	19,819	154,415
Professionalism	98,123	366,794	59,458	524,374
	<u>465,819</u>	<u>1,164,620</u>	<u>190,265</u>	<u>1,820,705</u>
	<b>Direct</b>	<b>Support</b>	<b>Governance Costs (3b)</b>	<b>2019 \$</b>
Congress/Asia-Pacific conference	1,505,970	246,766	58,378	1,811,114
Management and committee costs	288,841	154,228	36,486	479,555
Promotion	106,567	462,685	109,459	678,711
Participation	53,663	154,228	36,486	244,377
Professionalism	491,702	462,685	109,459	1,063,846
	<u>2,446,743</u>	<u>1,480,592</u>	<u>350,268</u>	<u>4,277,603</u>

**(b) Governance Costs**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Staff and Other Costs	48,906	61,691
Audit fees - current year	22,086	20,986
- prior year under provision	1,276	5,139
International costs for board meetings	117,998	262,452
	<u>190,265</u>	<u>350,268</u>

**4 Staff Costs**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Wages and salaries	854,221	860,027
Social security costs	86,292	98,462
Pension costs	122,010	143,083
Other costs (including casual labour)	7,805	86,072
	<u>1,070,328</u>	<u>1,187,644</u>

Included in the above figures are termination costs in the year amounting to \$nil (2019: \$57,993).



# International Psychoanalytical Association

## Notes to the Financial Statements

### For the year ended 31 December 2020

#### 4 Staff Costs (continued)

	2020	2019
Average number of employees:	14	14
The number of higher paid employees is:	<b>2020</b>	<b>2019</b>
£60,001 - £70,000	1	-
£80,001 - £90,000	1	-
£90,001 - £100,000	-	1
£100,001 - £110,000	-	1
£110,001 - £120,000	1	1

In accordance with the requirements of the Charities SORP the above disclosure concerning higher earning employees has been provided in pounds sterling.

The number of employees earning more than £60,000 for whom pension contributions have been paid in the year is 3 (2019: 3). The total pension contributions paid by the charity for employees earning more than £60,000 was £53,117 (2019: £61,242).

#### Pensions

The IPA runs a defined contribution group private pension scheme for eligible employees. Contributions payable for the year are charged in the profit and loss account. At the year end pension contributions were outstanding of £1,264 (2019: £28,540).

#### Directors and key management personnel

The Board of IPA received remuneration during the year of \$Nil (2019: \$Nil). During the year 24 (2019: 38) Board members received reimbursement of expenses totalling \$172,541 (2019: \$353,544).

The key management personnel of the IPA comprise of three (2019: three) individuals. Total remuneration of key management personnel during the year was £316,634 including no termination payments (2019: £395,142 including £44,215 in termination payments and related employer's national insurance contributions).

#### 5 Intangible Fixed Assets

	<b>Software and website \$</b>
<b>Cost</b>	
At 1st January 2020	343,848
Additions	-
At 31st December 2020	343,848
<b>Amortisation</b>	
At 1st January 2020	326,861
Charge for the year	8,652
At 31st December 2020	335,513
<b>Net Book Value</b>	
At 31st December 2020	8,335
At 31st December 2019	16,987

**International Psychoanalytical Association**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2020**

**6 Tangible Fixed Assets**

	Long Leasehold Property \$	Leasehold Improvements \$	Computer Equipment \$	Fixtures & Fittings \$	Artwork \$	Total \$
<b>Cost</b>						
At 1st January 2020	2,745,734	427,331	79,214	52,920	28,467	3,333,666
Additions	-	-	2,755	-	-	2,755
Disposals	-	-	-	-	-	-
At 31st December 2020	<u>2,745,734</u>	<u>427,331</u>	<u>81,969</u>	<u>52,920</u>	<u>28,467</u>	<u>3,336,421</u>
<b>Depreciation</b>						
At 1st January 2020	417,762	78,436	62,965	48,122	-	607,285
Charge for the year	24,139	9,421	7,512	3,188	-	44,260
Eliminated on disposal	-	-	-	-	-	-
At 31st December 2020	<u>441,901</u>	<u>87,857</u>	<u>70,477</u>	<u>51,310</u>	<u>-</u>	<u>651,545</u>
<b>Net Book Value</b>						
At 31st December 2020	<u>2,303,833</u>	<u>339,474</u>	<u>11,492</u>	<u>1,610</u>	<u>28,467</u>	<u>2,684,876</u>
At 31st December 2019	<u>2,327,972</u>	<u>348,895</u>	<u>16,249</u>	<u>4,798</u>	<u>28,467</u>	<u>2,726,381</u>

# International Psychoanalytical Association

## Notes to the Financial Statements

### For the year ended 31 December 2020

#### 7 Debtors

	2020	2019
	\$	\$
Trade debtors	127,771	114,527
Prepayments	300,330	320,292
Other debtors	39,394	-
Amounts owed by related undertakings	-	971
	<u>467,495</u>	<u>435,790</u>

Trade debtors are stated after provisions for impairment of \$32,549 (2019: \$31,449).

#### 8 Liabilities: Amounts falling due within one year

	2020	2019
	\$	\$
Trade creditors	158,993	201,383
Accruals	69,844	189,895
Taxation and social security	52,547	27,043
Other creditors	200,870	153,882
Amounts due to related undertakings	39,878	-
	<u>522,132</u>	<u>572,203</u>

HSBC has a first fixed charge over a deposit of \$100K for the company use of credit cards.

#### 9 Funds - Unrestricted

	Governance & Reorganisation Initiatives	General	Designated Property	2020
	\$	\$	\$	\$
Balance at 1st January 2020	130,879	2,467,234	2,676,867	5,274,980
Income	-	2,416,208	-	2,416,208
Expenditure	(5,970)	(1,814,735)	-	(1,820,705)
Transfers	-	33,559	(33,559)	-
	<u>124,909</u>	<u>3,102,267</u>	<u>2,643,307</u>	<u>5,870,484</u>

	Governance & Reorganisation Initiatives	General	Designated	2019
	\$	\$	\$	\$
Balance at 1st January 2019	240,974	2,663,167	2,710,062	5,614,203
Income	-	3,938,380	-	3,938,380
Expenditure	(110,095)	(4,167,508)	-	(4,277,603)
Transfers	-	33,195	(33,195)	-
	<u>130,879</u>	<u>2,467,234</u>	<u>2,676,867</u>	<u>5,274,980</u>

# International Psychoanalytical Association

## Notes to the Financial Statements

### For the year ended 31 December 2020

#### *Designated Funds*

The designated property fund represents the value of the long leasehold property (including leasehold improvements) owned by the IPA (see note 6). This fund was created as the funds relating to the property do not form part of the free reserves of the IPA. The transfer in the year is to align the fund to the net book value of the central London property owing to depreciation charged in the year.

A new designated fund was established during 2018 to set aside the costs of the multi-year programme of the governance and reorganisation review. This review was expected to take place over three years from mid 2018, however a number of reviews are still in progress and delayed due to the COVID-19 pandemic hence the programme period has been extended with expected completion over the next 2 years. Costs of £5,970 (2019: £110,095) were incurred during the year.

#### **10 Analysis of net assets between funds**

	<b>Tangible and intangible assets</b>	<b>Other net current assets</b>	<b>Total 2020</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Unrestricted funds			
General Fund	49,904	3,052,363	3,102,267
Designated Fund			
- Property	2,643,307	-	2,643,307
- Governance & Reorganisation Initiatives	-	124,909	124,909
	<u>2,693,211</u>	<u>3,177,272</u>	<u>5,870,483</u>
<b>Total Funds</b>	<b><u>2,693,211</u></b>	<b><u>3,177,272</u></b>	<b><u>5,870,483</u></b>
	<b>Tangible and intangible assets</b>	<b>Other net current assets</b>	<b>Total 2019</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Unrestricted funds			
General Fund	66,501	2,400,733	2,467,234
Designated Fund			
- Property	2,676,867	-	2,676,867
- Governance & Reorganisation Initiatives	-	130,879	130,879
	<u>2,743,368</u>	<u>2,531,612</u>	<u>5,274,980</u>
<b>Total Funds</b>	<b><u>2,743,368</u></b>	<b><u>2,531,612</u></b>	<b><u>5,274,980</u></b>

# International Psychoanalytical Association

## Notes to the Financial Statements

### For the year ended 31 December 2020

#### 11 Future financial commitments - lease obligations

At the reporting end date the charity had the following future minimum lease payments under non-cancellable operating leases which fall due as follows:

	Other 2020 \$	Other 2019 \$
Within 1 year	1,507	1,460
Two - 5 years	1,342	2,764
	<u>2,849</u>	<u>4,224</u>

Lease expenses recognised in the year totalled \$1,507 (2019: \$1,460).

#### 12 Connected organisations IPA Fund

The IPA works in close co-operation with an independent US - charity - IPA Fund Inc. (a 501(c)(3) company) - which has similar objectives with the IPA. IPA Fund is a related party to IPA as each Board has a number of common directors. No donations were made from the IPA to the IPA Fund (Delaware) during the year ended 31 December 2020 nor in the preceding year. At the 31 December 2020 International Psychoanalytical Association owed the IPA Fund (Delaware) amounts totalling \$39,878 (2019: amounts due from the IPA Fund (Delaware) to International Psychoanalytical Association of \$971).

#### International Psychoanalytical Studies Organisation (IPSO)

IPSO is a special body independent of the International Psychoanalytical Association (IPA), however in order to provide cover for the IPSO Executive Committee against liability to IPA or any third party for any act or omission in a corporate capacity, IPSO required a legal framework within which it could operate. This was provided by IPA under the Liability and Indemnification provisions within IPA's Rules.

IPA provide accounting services to IPSO and its bank accounts are held in the name of IPA despite this balances belonging to IPSO. As part of the mandate setting out of the terms of this arrangement IPA are required to maintain a regularly updated balance sheet of IPSO assets held by IPA, the balances due to and from IPSO at the balance sheet date were as follows:

	2020 \$	2019 \$
Bank accounts held on behalf of IPSO and included in cash at bank	<u>198,398</u>	<u>139,834</u>
Owed by IPA to IPSO and included in other creditors	<u>198,398</u>	<u>139,834</u>

#### E Journal

E Journal is a Uruguayan incorporated entity, which is jointly controlled by IPA and 3 other parties, each holding a 25% stake. E Journal has been established to more easily settle liabilities with South American countries.

# International Psychoanalytical Association

## Notes to the Financial Statements

### For the year ended 31 December 2020

#### E Journal (continued)

E Journal has not yet been able to open its own bank account so IPA collects its income and pays its expenses through the IPA bank accounts. The balance owed to E Journal at the year end of \$626 (2019: \$829) sits in other creditors.

#### 13 Capital Commitments

The charity has no capital commitments as at 31 December 2020 (2019: \$Nil).

#### 14 Reconciliation of net expenditure to net cash flow from operating activities

	2020 \$	2019 \$
<b>Net expenditure</b>	595,503	(339,223)
<b>Adjustments for:</b>		
Depreciation charges	44,260	64,414
Amortisation charges	8,652	14,957
Investment income	(8,285)	(23,699)
Impairment of property	-	-
Profit on sale of assets held for sale	-	1,512
Decrease/(increase) in debtors	(31,705)	349,011
(Decrease)/increase in creditors	(50,071)	(51,583)
<b>Net cash provided by/(used in) operating activities</b>	<u>558,355</u>	<u>15,389</u>