
INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
(A Company Limited by Guarantee)

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2023

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
(A Company Limited by Guarantee)

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INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

Trustees	Prof H M Anderson Prof M Chauvet Ms S Goncalves Prof B Hansen Prof S Holly Prof T Magnac Prof B Rossi Prof J Wright
Company registered number	07783813
Charity registered number	1146741
Registered office	279 Wellbrook Way Girton Cambridge Cambridgeshire CB3 0GL
Company secretary	Prof M Chauvet
Accountants	Michael Hewett FCA DChA Chartered Accountants Salisbury House Station Road Cambridge CB1 2LA
Bankers	HSBC Bank plc 63-64 St Andrews Street Cambridge CB2 3BZ

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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TRUSTEES' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2023

The Trustees present their annual report together with the financial statements of the Charity for the 1 October 2022 to 30 September 2023. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Charity qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

OBJECTIVES AND ACTIVITIES

a. Policies and objectives

The principal object of the charity is to advance the education of the public in the subject of econometrics and its applications to a variety of fields in economics, in particular, but not exclusively, by advancing and supporting research in that field and disseminating the results of such useful research to the public.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Activities undertaken to achieve objectives

In order to fulfil the charity's objectives the Trustees have the power to undertake the following activities:

- Hold, promote or support conferences, seminars, meetings, symposia and lectures, both in the UK and worldwide;
- Arrange for the publication and dissemination of the records and reports of the proceedings of the charity, or associated activities, in the form of books, journals, pamphlets and bulletins or any other form of record which would promote the objects of the charity;
- To encourage the study and understanding of the subject of econometrics by the provision of grants or scholarships or other financial assistance to any charitable organisation or persons undertaking such studies, both in the UK and worldwide;
- To provide advice or information.

ACHIEVEMENTS AND PERFORMANCE

a. Review of Activities

The IAAE runs a very successful annual conference that receives submissions of over 1,100 papers, and a total of around 600 papers are accepted for presentation. It is becoming one of the largest conferences in the Economics profession.

The IAAE strongly supports junior economists, including PhD students and assistant professors. The IAAE has annual prizes for the best paper presented by graduate students at the IAAE conference. We also provide travel assistantship/grant to both graduate students and teaching assistants to attend the IAAE conference.

IAAE also supports dissemination of applied econometric research by supporting conferences and workshops around the world. We also support an IAAE annual lecturer who presents at the IAAE conference. The 9th

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

ACHIEVEMENTS AND PERFORMANCE (CONTINUED)

annual conference was held at BI Norwegian Business School in Oslo, Norway. The conference chairs were Monica Costa-Dias (University of Bristol) and Michael McCracken (Federal Reserve Bank of Saint Louis). Keynote speakers were Tim Bollerslev (IAAE lecture, Duke University), Lars Peter Hansen (JAE lecture, University of Chicago), Hilde Bjornland (BI Norwegian Business School), Todd Clark (Federal Reserve Bank of Cleveland), Ana Maria Herrera (University of Kentucky) and Magne Mogstad (University of Chicago).

FINANCIAL REVIEW

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Summary of year

During the year the charity received donations of £30,823 (2022: £30,000), membership fees of £17,997 (2022: £21,353) and investment income of £3,599 (2022: £65). The Charity also made a £25,846 surplus on the IAAE 2022 Annual Conference. Expenditure on charitable activities comprised grants payable to institutions and individuals of £16,858 (2022: £nil) and various other support and governance costs. Total expenditure (excluding the movement in foreign exchange) for the year was £23,172 (2022: £9,928). Net income for the year of £39,935 (2022: £54,875) has been added to the brought forward unrestricted funds of £366,174, bringing the total unrestricted funds and free reserves carried forward to £406,109.

c. Reserves policy

The IAAE Trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately six months of unrestricted charitable expenditure, which amounts to around £15,000 - £20,000. The Trustees consider that this level will provide sufficient funds to finance the main IAAE activities such as the Annual IAAE Conference, applications for grants, and to ensure that support and governance costs are covered. IAAE is expected to receive donations from Wiley over the next two years. The free reserves are currently in excess of this figure and these excess reserves are to be dedicated to workshops, grants and conferences.

d. Principal funding

The charity's main source of income is an annual donation from John Wiley & Sons Ltd (publishers of the Journal of Applied Econometrics).

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. Constitution

The charity is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 22 September 2011.

The principal object of the charity is to advance the education of the public in the subject of econometrics and its applications to a variety of fields in economics, in particular, but not exclusively, by advancing and supporting research in that field and disseminating the results of such useful research to the public.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT (CONTINUED)

b. Methods of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

The following Trustees were in office during the period:

Prof M Chauvet
Ms S Goncalves
Prof B Rossi
Prof T Magnac
Prof B Hansen
Prof H Anderson
Prof S Holly
Prof J Wright

c. Organisational structure and decision-making policies

The day to day running of the charity is overseen by the Trustees, who are supported by an administrative assistant.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' 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 Trustees to prepare financial statements for each financial . Under company law, the Trustees 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 Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, 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 Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity 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 Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

Approved by order of the members of the board of Trustees and signed on their behalf by:

Sean Holly

Prof S Holly
Trustee

Date: 02 April 2025

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2023

Independent Examiner's Report to the Trustees of International Association for Applied Econometrics ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 30 September 2023.

Responsibilities and Basis of Report

As the Trustees of the Charity (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Charity as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Signed: 

Dated: 02 April 2025

Michael Hewett

FCA DChA

Peters Elworthy & Moore
Salisbury House, Station Road, Cambridge, CB1 2LA

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	Note	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
INCOME FROM:				
Donations and membership fees	3	48,820	48,820	51,353
Charitable activities	4	25,846	25,846	-
Investments	5	3,599	3,599	65
TOTAL INCOME		78,265	78,265	51,418
EXPENDITURE ON:				
Charitable activities	6	38,330	38,330	(3,457)
TOTAL EXPENDITURE		38,330	38,330	(3,457)
NET MOVEMENT IN FUNDS		39,935	39,935	54,875
RECONCILIATION OF FUNDS:				
Total funds brought forward		366,174	366,174	311,299
Net movement in funds		39,935	39,935	54,875
TOTAL FUNDS CARRIED FORWARD		406,109	406,109	366,174

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 9 to 15 form part of these financial statements.

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
(A Company Limited by Guarantee)
REGISTERED NUMBER: 07783813

BALANCE SHEET
AS AT 30 SEPTEMBER 2023

	Note	2023 £	2022 £
CURRENT ASSETS			
Cash at bank and in hand		525,533	378,896
Creditors: amounts falling due within one year	10	(119,424)	(12,722)
NET CURRENT ASSETS		406,109	366,174
TOTAL NET ASSETS		406,109	366,174
CHARITY FUNDS			
Unrestricted funds		406,109	366,174
TOTAL FUNDS		406,109	366,174

The Charity was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Sean Holly

Prof S Holly
Trustee

Date: 02 April 2025

The notes on pages 9 to 15 form part of these financial statements.

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

1. GENERAL INFORMATION

The Charity is a company limited by guarantee. The members of the company are the Trustees, who are named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The registered office is Faculty of Economics, University of Cambridge, Cambridge, Cambridgeshire, CB3 9DD.

The financial statements are presented in GBP.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: 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 (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

International Association for Applied Econometrics meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

There were no significant estimates or judgements made by management in preparing these financial statements.

2.2 GOING CONCERN

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

2.3 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

2.4 INCOME

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

Membership fee income is recognised in the period in which it is received.

Donations are recognised in the period in which they are received.

Conference income is recognised in the period in which the conference took place.

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

2. ACCOUNTING POLICIES (CONTINUED)

2.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated to the applicable expenditure headings.

Support costs including governance costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.7 FOREIGN CURRENCIES

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities.

2.8 CASH AT BANK AND IN HAND

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.9 LIABILITIES

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

2. ACCOUNTING POLICIES (CONTINUED)

2.10 FINANCIAL INSTRUMENTS

The Charity only has financial assets and financial 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 exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

3. INCOME FROM DONATIONS AND MEMBERSHIP FEES

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Donations	30,823	30,823	30,000
Membership fees	17,997	17,997	21,353
	<u>48,820</u>	<u>48,820</u>	<u>51,353</u>
	<u>51,353</u>	<u>51,353</u>	
TOTAL 2022			

4. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
IAAE Annual Conference surplus	25,846	25,846	-

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

5. INVESTMENT INCOME

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Interest received	3,599	3,599	65
	<u> </u>	<u> </u>	<u> </u>
TOTAL 2022	<u> 65 </u>	<u> 65 </u>	

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Grant funding of activities (See Note 7) 2023 £	Support costs 2023 £	Total funds 2023 £	Total funds 2022 £
Expenditure on charitable activities	16,858	21,472	38,330	(3,457)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL 2022	<u> - </u>	<u> (3,457) </u>	<u> (3,457) </u>	

INTERNATIONAL ASSOCIATION FOR APPLIED ECONOMETRICS
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES (CONTINUED)

ANALYSIS OF SUPPORT COSTS

	Total funds 2023 £	Total funds 2022 £
Bank and card charges	885	676
Website costs	1,991	2,070
Administration support costs	1,158	4,710
Foreign exchange loss/(gain)	15,158	(13,385)
Independent examination fee (governance cost)	2,280	2,472
	21,472	(3,457)

7. ANALYSIS OF GRANTS

	Grants to Institutions 2023 £	Grants to Individuals 2023 £	Total funds 2023 £	Total funds 2022 £
Expenditure on charitable activities	(2,159)	19,017	16,858	-

In 2022 and 2023 all expenditure was unrestricted.

All of the grant funding activities related to grants to institutions as detailed overleaf.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	2023 £	2022 £
Name of Institution		
University of St Andrews, Scotland - European Seminar on Bayesian Econometrics	(915)	-
Vilnius, Lithuania - International Panel Data Conference	(1,372)	-
14th Conference Real-Time Data analysis Methods and Application, Belgian National Bank	(1,372)	-
36th Canadian Econometrics Study Group Conference CESG, UQAM Montreal	(1,372)	-
29th annual meeting of the Midwest Econometrics Group, Ohio State University, USA	(915)	-
EC2 Conference "Identification in Macroeconomics" University of Oxford	(1,372)	-
2020 SNDE Society for Nonlinear Dynamics and Econometrics (Uni Zagreb, Croatia)	(915)	-
2020 International Symposium on Forecasting (Pontifical Catholic University, Brazil) July 2020	(457)	-
CIREQ	2,449	-
CEF Association	1,634	-
The Remini Centre for Economic Analysis	816	-
Società Italiana di Econometria	816	-
UK Econometrics Study Group	816	-
	<u>(2,159)</u>	<u>-</u>

8. INDEPENDENT EXAMINER'S REMUNERATION

The independent examiner's remuneration amounts to an independent examiner fee of £1,545 (2022 - £1,430), and accountancy fees of £735 (2022 - £682).

9. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 30 September 2023, no expenses were reimbursed or paid directly to Trustees (2022 - £596 to 1 Trustee). The reimbursement last year comprised a £500 honorarium paid to the Treasurer (Prof Sean Holly) and a refund of Dropbox subscription fees.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Accruals	118,606	4,032
Grants accrued	818	8,690
	<u>119,424</u>	<u>12,722</u>

11. RELATED PARTY TRANSACTIONS

During the year there were no related party transactions (2022 - £Nil) other than those disclosed in the Trustees' Remuneration and Expenses note.