

AUTHORS' AWARDS AND ADVANCEMENT
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE
YEAR ENDED 31 DECEMBER 2021

CHARITY No. 1182586

AUTHORS' AWARDS AND ADVANCEMENT

Charity Information

Trustees	The Management Committee of The Society of Authors Naresh Shah (Chair) Sarah Molloy Sarah Davis (resigned 27/9/21) James Marsh
Charity Number	1182586
Charity Offices	c/o The Society of Authors 24 Bedford Row London WC1R 4EH
Independent Examiner	Simon Goodridge FCA Knox Cropper LLP Chartered Accountants 65 Leadenhall Street London EC3A 2AD
Bankers	HSBC The Peak 333 Vauxhall Bridge Road Victoria London SW1V 1EJ
Investment Managers	abrdn Bow Bells House 1 Bread Street London EC4M 9HH

AUTHORS’ AWARDS AND ADVANCEMENT

Contents

	Page
Trustees' Report	1 - 2
Independent Examiner’s Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 – 10

REPORT OF THE TRUSTEES OF THE AUTHORS' AWARDS AND ADVANCEMENT

YEAR ENDED 31 DECEMBER 2021

The Trustees present their report and financial statements for the year ended 31st December 2021. The Trustees have adopted the provisions of the 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) (second edition effective 1 January 2019).

Trustees

The Trustees of the charity throughout the year and up to the date of approval of these financial statements were:

The Management Committee of The Society of Authors
Naresh Shah
Sarah Molloy
Sarah Davis (resigned 27/9/21)
James Marsh

Constitution, objects and policies

The charity is a charitable incorporated organisation (CIO) that was registered as a charity on 21 March 2019. The charity's objects are restricted specifically to promote the art of literature for the benefit of the public by:

1. the establishment, support, maintenance and award of prizes;
2. the provision of advice, training, coaching and mentoring to new authors, unpublished authors, literary executors and beneficiaries and by engaging in or supporting relevant research and ensuring that the useful results of such research are disseminated to the public; and
3. the relief of authors suffering financial hardship.

Public Benefit

In reviewing the charity's aims and objectives and in planning future activities, the Trustees refer to the Charity Commission's general guidance on public benefit.

Reserves Policy

The Trustees policy is to operate on the basis of being able to continue to generate sufficient incoming resources to use toward meeting their charitable objectives and to accord with their principal terms. The Trustees are of the opinion that the funds remain sufficient to enable them to continue this ongoing objective. The charity has sufficient but not excessive funds to service its objective of making future charitable distributions.

Financial Review

The results for the year ended 31st December 2021 are attached and show a Net increase in funds of £103,371 (2020: £366,000 increase). The grants and awards paid during the year were £2,000 (2020: £8,000) and other expenditure amounted to £16,316 (2020: £2,500). Funds brought forward totalling £374,000 were designated, and additional funds were added during the year. Designated funds amounting to £295,959 were invested with abrdn and there were unrealised investment gains of £12,247 by the year end.

Total Funds carried forward at the year-end stand at £477,371 (2020: £374,000) including Restricted funds amounting to £2,473 (2020: £nil). The Trustees consider that the charity has sufficient income and capital to meet its obligations in the foreseeable future.

The Covid-19 pandemic has affected the way the charity and the Society of Authors works. The charity anticipates being able to maintain its existing support for writers.

REPORT OF THE TRUSTEES OF THE AUTHORS' AWARDS AND ADVANCEMENT

YEAR ENDED 31 DECEMBER 2021

Statement of Trustees' Responsibilities


The Trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The law applicable to charities in England and Wales, the Charities Act 2011, requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and the principles of the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue to operate.

The Trustees are responsible for keeping proper accounting records which 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the governing document of the CIO. 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.

Approved by the board of Trustees on 10 May 2022 and signed on their behalf by:

DocuSigned by:

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Naresh Shah – Chair of Trustees

AUTHORS' AWARDS AND ADVANCEMENT

YEAR ENDED 31st DECEMBER 2021

Independent Examiner's Report to the Trustees of Authors' Awards and Advancement

I report to the trustees on my examination of the accounts of the CIO for the year ended 31st December 2021.

Responsibilities and basis of report

As the trustees of the CIO you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 (the Act). The Trustees are satisfied that that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and have chosen instead to have an independent examination.

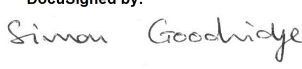
I report in respect of my examination of the CIO's accounts as required under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent Examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which give me cause to believe that in any material aspect:

- a) accounting records were not kept in respect of the CIO as required by section 130 of the Act; or
- b) the accounts do not accord with those records; or
- c) the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than the requirement that the accounts give a "true and fair view" which is not a matter considered as part of an independent examination.

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.

DocuSigned by:

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Simon Goodridge FCA
Knox Cropper LLP
Chartered Accountants
65 Leadenhall Street
London
EC3A 2AD

Date: 7/13/2022 2022

AUTHORS' AWARDS AND ADVANCEMENT**STATEMENT OF FINANCIAL ACTIVITIES****YEAR ENDED 31st DECEMBER 2021**

		Unrestricted General Funds	Designated Funds	Restricted Funds	Total 2021	Total 2020
	Notes	£	£	£	£	£
Income from						
Grants, donations and legacies	2	82,000	18,000	6,008	106,008	376,500
Investment income	3	-	3,432	-	3,432	-
Total incoming resources		82,000	21,432	6,008	109,440	376,500
Expenditure on						
<i>Cost of generating funds</i>						
Investment Management Fees		-	1,161	-	1,161	-
<i>Charitable activities</i>	4	340	13,280	3,535	17,155	10,500
Total resources expended		340	14,441	3,535	18,316	10,500
Net income/(expenditure) before investment gains/(losses)		81,660	6,991	2,473	91,124	366,000
Net gains/losses on Investments	7	-	12,247	-	12,247	-
Net income/(expenditure)		81,660	19,238	2,473	103,371	366,000
Transfers between funds	10	(374,000)	374,000	-	-	-
Net movement in funds		(292,340)	393,238	2,473	103,371	366,000
Reconciliation of funds:						
Total funds brought forward		374,000	-	-	374,000	8,000
Total funds carried forward		£81,660	£393,238	£2,473	£477,371	£374,000

The notes form part of these Financial Statements

AUTHORS' AWARDS AND ADVANCEMENT**BALANCE SHEET****31st DECEMBER 2021**

	Notes	£	2021	£	2020	£
FIXED ASSETS						
Quoted Investments at Market Value	5		308,206			-
CURRENT ASSETS						
Cash held by investment managers		106,967			-	
Cash at bank		<u>67,473</u>			<u>380,500</u>	
		174,440			380,500	
CURRENT LIABILITIES						
Amounts due within one year	8	<u>(5,275)</u>			<u>(6,500)</u>	
Net Current Assets			169,165			374,000
TOTAL NET ASSETS			<u><u>£477,371</u></u>		<u><u>£374,000</u></u>	
Represented by:						
ACCUMULATED FUNDS						
Unrestricted Funds						
General	10	81,660			374,000	
Designated funds	10	<u>393,238</u>			-	
			474,898			374,000
Restricted Funds	9		<u>2,473</u>			-
TOTAL FUNDS			<u><u>£477,371</u></u>		<u><u>£374,000</u></u>	

Approved by the Trustees on 10 May 2022 and signed on their behalf by:

DocuSigned by:



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Naresh Shah – Chair of Trustees

The notes form part of these Financial Statements

AUTHORS' AWARDS AND ADVANCEMENT**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31st DECEMBER 2021****1. ACCOUNTING POLICIES**

- a) These financial statements have been prepared in accordance with the Financial Reporting Standard 102 and the Charities SORP (FRS102 second edition) and in compliance with the Charities Act 2011.

The charity is a public benefit entity under FRS102.

- b) Grants and donations are credited to incoming resources on the earlier date of when they are received or when they are receivable, unless they relate to a specific future period, in which case they are deferred. All other incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount is quantified with reasonable accuracy.
- c) Awards paid include all amounts payable in the year in accordance with the terms of the CIO's governing document.
- d) Other expenditure is included on the basis of amounts payable for the year.
- e) General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objects of the charity.

Designated funds are unrestricted funds set aside by Trustees for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the charity for particular purpose.

- f) The quoted investments are included in the Financial Statements at market value to comply with the Statement of Recommended Practice.
- g) The UK economy has been seriously affected by the Covid-19 pandemic. The charity's income is derived from donations. The trustees believe that its existing funds will provide sufficient resources in the foreseeable future to enable the charity to maintain its activities and that there are no other material uncertainties about the charity's ability to continue as a going concern.

2. GRANTS AND DONATIONS

	Unrestricted	Restricted	Total 2021	Total 2020
	£	£	£	£
Donations and legacies	100,000	3,500	103,500	301,500
Gift aid	-	2,508	2,508	75,000
	<u>£100,000</u>	<u>£6,008</u>	<u>£106,008</u>	<u>£376,500</u>

AUTHORS' AWARDS AND ADVANCEMENT**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31st DECEMBER 2021****3. INVESTMENT INCOME**

	Unrestricted	Restricted	Total 2021	Total 2020
	£	£	£	£
NON GOVERNMENT BOND FUNDS				
ASC (Offshore) Global Fixed Interest Fund Z Income	523	-	523	-
ASC (Offshore) Sterling Fixed Interest Fund Z Income	290	-	290	-
MULTI ASSET CHARITY INVESTMENT FUNDS				
ASC Income Fund Z	2,619	-	2,619	-
	<u>£3,432</u>	<u>£-</u>	<u>£3,432</u>	<u>£-</u>

4. CHARITABLE ACTIVITIES

	Unrestricted	Restricted	Total 2021	Total 2020
	£	£	£	£
Direct				
Awards paid	-	2,000	2,000	8,000
Indirect				
Administration costs	12,000	1,500	13,500	1,500
Other Expenses	-	35	35	-
Governance				
Independent examination fee	1,620	-	1,620	1,000
	<u>£13,620</u>	<u>£3,535</u>	<u>£17,155</u>	<u>£10,500</u>

5. INVESTMENTS

	Cost	2021 Market value
	£	£
NON GOVERNMENT BOND FUNDS		
ASC (Offshore) Global Fixed Interest Fund Z Income	28,387	27,656
ASC (Offshore) Sterling Fixed Interest Fund Z Income	28,383	28,051
MULTI ASSET CHARITY INVESTMENT FUNDS		
ASC Income Fund Z	239,189	252,499
	<u>£295,959</u>	<u>£308,206</u>

AUTHORS' AWARDS AND ADVANCEMENT**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31st DECEMBER 2021****6. MOVEMENT ON COST OF INVESTMENTS**

	2021		2020
	£	£	£
Cost at 1 January 2021		-	-
Additions			
ASC Income Fund Z	239,189		-
ASC (Offshore) Global Fixed Interest Fund Z Income	28,387		-
ASC (Offshore) Sterling Fixed Interest Fund Z Income	<u>28,383</u>		<u>-</u>
		295,959	-
Cost at 31 December 2021		<u><u>£295,959</u></u>	<u><u>£-</u></u>

7. MOVEMENT IN MARKET VALUES OF INVESTMENTS

	2021		2020
	£		£
Market Value at the beginning of the year	-		-
Additions	295,959		-
Investment Gains/(losses)	<u>12,247</u>		<u>-</u>
		308,206	-
Market Value at End of Year		<u><u>£308,206</u></u>	<u><u>£-</u></u>
Unrealised gains/(losses)		12,247	-
		<u><u>£12,247</u></u>	<u><u>£-</u></u>

8. CREDITORS AND ACCRUALS

	2021	2020
	£	£
Investment Management Fees	655	-
Professional Fees	1,620	1,000
Other creditors – deferred income	<u>3,000</u>	<u>5,500</u>
	<u><u>£5,275</u></u>	<u><u>£6,500</u></u>

AUTHORS' AWARDS AND ADVANCEMENT**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31st DECEMBER 2021****9. RESTRICTED FUNDS**

	Balance at 1 January 2021 £	Income £	Expenditure £	Balance at 31 December 2021 £
TA Translation Prize	-	6,008	(3,535)	2,473
Total	£-	£6,008	£(3,535)	£2,473

<i>Prior year</i>	Balance at 1 January 2020 £	Income £	Expenditure £	Balance at 31 December 2020 £
Queen's Knickers Prize	6,000	-	(6,000)	-
TA Translation Prize	2,000	1,500	(3,500)	-
Total	£8,000	£1,500	£(9,500)	£-

10. UNRESTRICTED FUNDS

	Balance at 1 January 2021 £	Income £	Expenditure £	Transfers	Balance at 31 December 2021 £
<i>Designated Funds</i>					
Volcano Prize	-	15,679	(14,441)	374,000	375,238
ADCI Prize	-	18,000	-	-	18,000
	-	33,679	(14,441)	374,000	393,238
General Fund	374,000	82,000	(340)	(374,000)	81,660
	£374,000	£115,679	£(14,781)	£-	£474,898

<i>Prior year</i>	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers	Balance at 31 December 2020 £
General Fund	-	375,000	(1,000)	-	374,000
	£-	£375,000	£(1,000)	£-	£374,000

AUTHORS' AWARDS AND ADVANCEMENT**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31st DECEMBER 2021****11. NET ASSETS**

	Unrestricted General £	Designated £	Restricted £	2021 Total £
Fixed investments	-	308,206	-	308,206
Net current assets	81,660	85,032	2,473	169,165
	<u>£81,660</u>	<u>£393,238</u>	<u>£2,473</u>	<u>£477,371</u>
Prior year	Unrestricted General £	Designated £	Restricted £	2020 Total £
Net current assets	374,000	-	-	374,000
	<u>£374,000</u>	<u>£-</u>	<u>£-</u>	<u>£374,000</u>

12. TRUSTEES REMUNERATION

No Trustee received any remuneration in respect of their services as trustees during the year (2020: £0).
No Trustees were reimbursed for our of pocket travelling expenses in the year (2020: none).

13. RELATED PARTY DISCLOSURES

The Society of Authors, which is a corporate Trustee of the charity, carried out management services for the charity and charged a management fee for the year amounting to £13,500 (2020: £1,500). There were no other related party transactions in the year.

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted General Funds £	Restricted Funds £	Total 2020 £
Income from:			
Grants and donations	375,000	1,500	376,500
Total Income	<u>375,000</u>	<u>1,500</u>	<u>376,500</u>
Expenditure on:			
Charitable activities	1,000	9,500	10,500
Total Expenditure	<u>1,000</u>	<u>9,500</u>	<u>10,500</u>
Net Income	<u>374,000</u>	<u>(8,000)</u>	<u>366,000</u>
Net Movement in Funds	<u>374,000</u>	<u>(8,000)</u>	<u>366,000</u>
Total Funds Carried Forward	<u>374,000</u>	<u>£ -</u>	<u>£374,000</u>