

AUTHORS' AWARDS AND ADVANCEMENT
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE
YEAR ENDED 31 DECEMBER 2022

CHARITY No. 1182586

AUTHORS' AWARDS AND ADVANCEMENT

Charity Information

Trustees	The Management Committee of The Society of Authors Naresh Shah (Chair) Sarah Molloy James Marsh (resigned 1/12/2022) Zoey Forbes (appointed 10/05/2022) Owen Atkinson (appointed 1/12/2022)
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 280 Bishopsgate London EC2M 4AG

AUTHORS' AWARDS AND ADVANCEMENT

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REPORT OF THE TRUSTEES OF THE AUTHORS' AWARDS AND ADVANCEMENT

YEAR ENDED 31 DECEMBER 2022

The Trustees present their report and financial statements for the year ended 31st December 2022. 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
James Marsh (resigned 1/12/2022)
Zoey Forbes (appointed 10/05/2022)
Owen Atkinson (appointed 1/12/2022)

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 the provision of advice, training, coaching and mentoring to new authors, unpublished authors, literary executors and beneficiaries and by engaging in or supporting relevant research and ensuring that the useful results of such research are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 2022 are attached and show a Net increase in funds of £340,407 (2021: £103,371 increase). The grants and awards paid during the year were £5,750 (2021: £2,000) and other expenditure amounted to £62,084 (2021: £16,316). The capital movements on Unrestricted investments consisted of unrealised losses in market value was £56,441 (2021: £12,247 increase).

Total Funds carried forward at the year-end stand at £817,778 (2021: £477,371) including Restricted funds amounting to £269,104 (2021: £2,473) and Designated funds amounting to £356,159 (2021: £393,238). The Trustees consider that the charity has sufficient income and capital to meet its obligations in the foreseeable future.

REPORT OF THE TRUSTEES OF THE AUTHORS' AWARDS AND ADVANCEMENT

YEAR ENDED 31 DECEMBER 2022

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 18 May 2023 and signed on their behalf by:



Naresh Shah
Signed on 14/08/23 @ 13:30

Naresh Shah – Chair of Trustees

AUTHORS' AWARDS AND ADVANCEMENT

YEAR ENDED 31st DECEMBER 2022

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 2022.

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

Since the Trust's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I can confirm that I am qualified to undertake the examination because I am a registered member of the Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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.



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

Date: 14 August 2023

AUTHORS' AWARDS AND ADVANCEMENT

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31st DECEMBER 2022

		Unrestricted General Funds	Designated Funds	Restricted Funds	Total 2022	Total 2021
	Notes	£	£	£	£	£
Income from						
Grants, donations and legacies	2	123,000	27,150	302,651	452,801	106,008
Investment income	3	3,819	8,062	-	11,881	3,432
Total incoming resources		126,819	35,212	302,651	464,682	109,440
Expenditure on						
<i>Cost of generating funds</i>						
Investment Management Fees		909	2,068	-	2,977	1,161
<i>Charitable activities</i>	4	1,145	27,692	36,020	64,857	17,155
Total resources expended		2,054	29,760	36,020	67,834	18,316
Net income/(expenditure) before investment gains/(losses)		124,765	5,452	266,631	396,848	91,124
Net gains/(losses) on Investments	7	(13,910)	(42,531)	-	(56,441)	12,247
Net income/(expenditure)		110,855	(37,079)	266,631	340,407	103,371
Reconciliation of funds:						
Total funds brought forward		81,660	393,238	2,473	477,371	374,000
Total funds carried forward		<u>£192,515</u>	<u>£356,159</u>	<u>£269,104</u>	<u>£817,778</u>	<u>£477,371</u>

The notes form part of these Financial Statements

AUTHORS' AWARDS AND ADVANCEMENT

BALANCE SHEET

31st DECEMBER 2022

	Notes	£	2022	£	£	2021	£
FIXED ASSETS							
Quoted Investments at Market Value	5			497,940			308,206
CURRENT ASSETS							
Cash held by investment managers			19,824			106,967	
Cash at bank			<u>310,697</u>			<u>67,473</u>	
			330,521			174,440	
CURRENT LIABILITIES							
Amounts due within one year	8		<u>(10,683)</u>			<u>(5,275)</u>	
Net Current Assets				319,838			169,165
TOTAL NET ASSETS	11			<u>£817,778</u>			<u>£477,371</u>
Represented by:							
ACCUMULATED FUNDS							
Unrestricted Funds							
General	10		192,515			81,660	
Designated funds	10		<u>356,159</u>			<u>393,238</u>	
				548,674			474,898
Restricted Funds	9			269,104			2,473
TOTAL FUNDS				<u>£817,778</u>			<u>£477,371</u>

Approved by the Trustees on 18 May 2023 and signed on their behalf by:



Naresh Shah
Signed on 14/08/23 @ 13:30

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 2022

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 Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events and conditions that might cast significant doubt on the ability of the charity to continue as a going concern for a period of at least twelve months from the date of approval of these financial statements.

The Trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

2. GRANTS AND DONATIONS

	2022 General £	2022 Designated £	2022 Restricted £	Total 2022 £	Total 2021 £
TA First Translation	-	-	2,500	2,500	3,500
Gift aid for TA First Translation	-	-	625	625	2,508
Hawthornden Literary Retreat	-	-	259,821	259,821	-
Arts Council	-	-	24,705	24,705	-
Amazon	-	-	15,000	15,000	-
Drusilla Hervey	123,000	27,150	-	150,150	100,000
	<u>£123,000</u>	<u>£27,150</u>	<u>£302,651</u>	<u>£452,801</u>	<u>£106,008</u>

AUTHORS' AWARDS AND ADVANCEMENT

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2022

3. INVESTMENT INCOME

	2022 Unrestricted £	2022 Designated £	2022 Restricted £	Total 2022 £	Total 2021 £
NON GOVERNMENT BOND FUNDS					
ASC (Offshore) Global Fixed Interest Fund Z Income	599	1,062	-	1,661	523
ASC (Offshore) Sterling Fixed Interest Fund Z Income	366	742	-	1,108	290
MULTI ASSET CHARITY INVESTMENT FUNDS					
ASC Income Fund Z	2,849	6,238	-	9,087	2,619
Bank interest	5	20	-	25	-
	<u>£3,819</u>	<u>£8,062</u>	<u>£-</u>	<u>£11,881</u>	<u>£3,432</u>

4. CHARITABLE ACTIVITIES

	Unrestricted £	Designated £	Restricted £	Total 2022 £	Total 2021 £
Direct					
Awards paid	-	2,750	3,000	5,750	2,000
Indirect					
Administration costs	-	18,030	17,700	35,730	13,500
Accessibility Costs	-	-	970	970	-
Project fees (including judges, freelancers)	-	3,000	11,950	14,950	-
Awards ceremony	-	2,400	2,400	4,800	-
Other Expenses	257	-	-	257	35
Governance					
Independent examination fee	888	1,512	-	2,400	1,620
	<u>£1,145</u>	<u>£27,692</u>	<u>£36,020</u>	<u>£64,857</u>	<u>£17,155</u>

	Unrestricted £	Designated £	Restricted £	Total 2021 £
Direct				
Awards paid	-		2,000	2,000
Indirect				
Administration costs	340	11,660	1,500	13,500
Other Expenses	-	-	35	35
Governance				
Independent examination fee	-	1,620	-	1,620
	<u>£340</u>	<u>£13,280</u>	<u>£3,535</u>	<u>£17,155</u>

AUTHORS' AWARDS AND ADVANCEMENT

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2022

5. INVESTMENTS

	Cost	2022 Market value
	£	£
NON GOVERNMENT BOND FUNDS		
ASC (Offshore) Global Fixed Interest Fund Z Income		
ASC (Offshore) Sterling Fixed Interest Fund Z Income	56,262	47,992
	55,295	45,442
MULTI ASSET CHARITY INVESTMENT FUNDS		
ASC Income Fund Z	430,577	404,506
Totals at – 31 December 2022	<u>£542,134</u>	<u>£497,940</u>
31 December 2021	<u>£295,959</u>	<u>£308,206</u>

6. MOVEMENT ON COST OF INVESTMENTS

	2022	2021
	£	£
Cost at 1 January 2022	295,959	-
Additions		
ASC Income Fund Z	191,389	239,189
ASC (Offshore) Global Fixed Interest Fund Z Income	27,875	28,387
ASC (Offshore) Sterling Fixed Interest Fund Z Income	<u>26,911</u>	<u>28,383</u>
	246,175	295,959
Cost at 31 December 2022	<u>£542,134</u>	<u>£295,959</u>

7. MOVEMENT IN MARKET VALUES OF INVESTMENTS

	2022	2021
	£	£
Market Value at the beginning of the year	308,206	-
Additions	246,175	295,959
Investment Gains/(losses)	<u>(56,441)</u>	<u>12,247</u>
	189,734	308,206
Market Value at End of Year	<u>£497,940</u>	<u>£308,206</u>
Unrealised gains/(losses)	(56,441)	12,247
	<u>£(56,441)</u>	<u>£12,247</u>

AUTHORS' AWARDS AND ADVANCEMENT

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2022

8. CREDITORS AND ACCRUALS

	2022	2021
	£	£
Investment Management Fees	783	655
Professional Fees	2,400	1,620
Accruals	7,500	3,000
	<u>£10,683</u>	<u>£5,275</u>

9. RESTRICTED FUNDS

	Balance at 1 January 2022	Income	Expenditure	Balance at 31 December 2022
	£	£	£	£
TA Translation Prize	2,473	3,125	(3,500)	2,098
The Hawthornden Literary Retreat	-	259,821	(31,550)	228,271
Arts Council (ADCI Prize)	-	24,705	(970)	23,735
Amazon (Translation Prize)	-	15,000	-	15,000
Total	<u>£2,473</u>	<u>£302,651</u>	<u>£(36,020)</u>	<u>£269,104</u>

The Hawthornden Literary Retreat restricted funds are to support the Paul Torday Memorial Prize, the Translation Prizes and the Imison Award for the next three years as well as a number of other projects. Expenditure commenced on the Paul Torday Memorial Prize and the Mental Health and Resilience Comic in the current year and expenditure will commence on the other Prizes and projects in 2023.

<i>Prior year</i>	Balance at 1 January 2021	Income	Expenditure	Balance at 31 December 2021
	£	£	£	£
TA Translation Prize	-	6,008	(3,535)	2,473
Total	<u>£-</u>	<u>£6,008</u>	<u>£(3,535)</u>	<u>£2,473</u>

AUTHORS' AWARDS AND ADVANCEMENT

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2022

10. UNRESTRICTED FUNDS

	Balance at 1 January 2022 £	Income £	Expenditure £	Investment Gains/ (Losses) £	Transfers £	Balance at 31 December 2022 £
<i>Designated Funds</i>						
Volcano Prize	375,238	8,062	(24,930)	(42,531)	-	315,839
ADCI Prize	18,000	-	(4,830)	-	-	13,170
Drusilla Hervey	-	27,150	-	-	-	27,150
	393,238	35,212	(29,760)	(42,531)	-	356,159
General Fund	81,660	126,819	(2,054)	(13,910)	-	192,515
	£474,898	£162,031	£(31,814)	£(56,441)	£-	£548,675

<i>Prior year</i>	Balance at 1 January 2021 £	Income £	Expenditure £	Investment Gains/ (Losses) £	Transfers £	Balance at 31 December 2021 £
<i>Designated Funds</i>						
Volcano Prize	-	3,432	(14,441)	12,247	374,000	375,238
ADCI Prize	-	18,000	-	-	-	18,000
		21,432	(14,441)	12,247	374,000	393,238
General Fund	374,000	82,000	(340)	-	(374,000)	81,660
	£374,000	£103,432	£(14,781)	£12,247	£-	£474,898

11. NET ASSETS

	Unrestricted General £	Designated £	Restricted £	2022 Total £
Fixed investments	183,533	314,407	-	497,940
Net current assets	8,982	41,752	269,104	319,838
	£192,515	£356,159	£269,104	£817,778

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

12. TRUSTEES REMUNERATION

No Trustee received any remuneration in respect of their services as trustees during the year (2021: £0).
No Trustees were reimbursed for our of pocket travelling expenses in the year (2021: none).

AUTHORS' AWARDS AND ADVANCEMENT

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2022

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 £35,730 (2021: £13,500). There were no other related party transactions in the year.

The Hawthornden Literary Retreat grants totalling £259,821 were received by The Society of Authors from CAF America and regranting to the charity.

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted General Funds £	Unrestricted Designated Funds £	Restricted Funds £	Total 2021 £
Income from:				
Grants and donations	82,000	18,000	6,008	106,008
Investment income	-	3,432	-	3,432
Total Income	82,000	21,432	6,008	109,440
Expenditure on:				
Cost of generating funds	-	1,161	-	1,161
Charitable activities	340	13,280	3,535	17,155
Total Expenditure	340	14,441	3,535	18,316
Net Income before investment gains/(losses)	81,660	6,991	2,473	91,124
Net gains/(losses) on investments	-	12,247	-	12,247
Net income/(expenditure)	81,660	19,238	2,473	103,371
Transfers between funds	(374,000)	374,000	-	-
Net Movement in Funds	(292,340)	393,238	2,473	103,371
Total funds brought forward	374,000	-	-	374,000
Total Funds Carried Forward	£81,660	£393,238	£2,473	£477,371