

THE P. D. JAMES MEMORIAL FUND
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE
YEAR ENDED 31 DECEMBER 2021

CHARITY No. 212401

THE P. D. JAMES MEMORIAL FUND

Charity Information

Trustees	The Management Committee of The Society of Authors
Charity Number	212401
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

THE P. D. JAMES MEMORIAL FUND

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REPORT OF THE TRUSTEES OF
THE P. D. JAMES MEMORIAL FUND
YEAR ENDED 31 DECEMBER 2021

The name of the Fund was changed on 25th November 2015 to The P. D. James Memorial Fund from its original name, The Society of Authors Pension Fund.

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 appointment of Trustees is governed by the Trust Deed of the charity. From 25th November 2015, by a change in the trust deed, The Society of Authors is now the sole Corporate Trustee and the previous Trustees retired from office.

Investment powers and Risk Management

The Trust Deed authorises the Trustees to make and hold investments using the Capital Funds of the charity. These are shown in detail in the notes to the financial statements. The principal area of risk concerns the management of the investments, the income from which provides the main source of funds from which the awards are paid. The investments are therefore kept under constant review by the investment managers.

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.

Constitution, objects and policies

This charity was originally constituted under a Trust Deed dated 18th October 1900 and amended in 1980 and 2015. The Fund is in the nature of a benevolent fund to provide pensions to members of the Society of Authors over 60 years of age or totally incapacitated for work, who have been members for at least ten years, and whose circumstances warrant such a benefit. Benefits are paid at the discretion of the Trustees for life or until the recipient's circumstances change such that he or she no longer qualifies for the benefit. The policy of The P.D. James Memorial Fund continues to be to pay benefits in accordance with the terms of the Trust Deed out of the income generated by the investments, subscriptions and donations.

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 decrease in funds of £26,674 (2020: £44,200 decrease) before adding the realised gains on sale of investments of £5,822 (2020: £923 loss) and unrealised increase in market value of investments amounting to £76,379 (2020: £3,227). Benefits were paid during the year to 25 beneficiaries (2020: 24) and amounted to £47,300 (2020: £51,150), and other expenditure totalled £18,517 (2020: £19,500). The investments appear in the Balance Sheet at their market value of £1,022,306 (2020: £993,951). The Accumulated Fund carried forward at the year-end stands at £1,061,150 (2020: £1,005,622) and 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 value of the charity's investment portfolio has recovered the losses suffered in March/April 2020 and has increased in value over the course of the whole year before disposals as set out in the notes to the financial statements. The charity anticipates being able to maintain its existing support for writers.

**REPORT OF THE TRUSTEES OF
THE P. D. JAMES MEMORIAL FUND
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;
- 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 trust deed. 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 26 May 2022 and signed on their behalf by:



Joanne Harris – Chair of the Management Committee, The Society of Authors

THE P. D. JAMES MEMORIAL FUND
YEAR ENDED 31st DECEMBER 2021

Independent Examiner's Report to the Trustees of The P. D. James Memorial Fund.

I report to the trustees on my examination of the accounts of The P. D. James Memorial Fund for the year ended 31st December 2021.

Responsibilities and basis of report

As the charity trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 (the Act).

I report in respect of my examination of the Trust'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 Trust 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

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

Date: 30 May 2022

THE P. D. JAMES MEMORIAL FUND
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31st DECEMBER 2021

		-----Unrestricted Funds-----	
	Notes	2021	2020
		£	£
Income			
Investment Income - Dividends	2	25,195	22,777
- Bank Interest		-	6
Other income	4	13,948	3,667
Total		39,143	26,450
Expenditure			
Raising funds:			
Investment Management Fees		5,103	6,347
Charitable activities	3	60,714	64,303
Total		65,817	70,650
Net income/(expenditure) before Investment gains/(losses)		(26,674)	(44,200)
Net gains/(losses) on investments	7	82,202	2,304
Net income/(expenditure)		55,528	(41,896)
Reconciliation of funds:			
Total funds brought forward		1,005,622	1,047,518
Total funds carried forward		<u>£1,061,150</u>	<u>£1,005,622</u>

THE P. D. JAMES MEMORIAL FUND

BALANCE SHEET

31st DECEMBER 2021

	Notes	2021		2020	
		£	£	£	£
FIXED ASSETS					
Quoted Investments	5		1,022,306		993,951
CURRENT ASSETS					
Debtors	8	89		873	
Cash held by Investment Managers		18,912		2,113	
Cash at bank		<u>22,769</u>		<u>13,507</u>	
		41,770		16,493	
CURRENT LIABILITIES					
Amounts due within one year	9	<u>(2,926)</u>		<u>(4,822)</u>	
Net Current Assets			38,844		11,671
TOTAL NET ASSETS			<u>1,061,150</u>		<u>1,005,622</u>
Represented by:					
ACCUMULATED FUND					
Total Unrestricted Funds			1,061,150		1,005,622
TOTAL UNRESTRICTED FUNDS			<u>£1,061,150</u>		<u>£1,005,622</u>

Approved by the Trustees on 26 May 2022 and signed on their behalf by:



Joanne Harris – Chair of the Management Committee, The Society of Authors

The notes form part of these Financial Statements

THE P. D. JAMES MEMORIAL FUND
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 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) The income from investments and bank interest received represent the actual income receivable in the year.
- c) Awards paid include all amounts payable in the year in accordance with the terms of the Trust Deed.
- d) Other expenditure is included on the basis of amounts payable for the year.
- e) The quoted investments are included in the Financial Statements at market value to comply with the Statement of Recommended Practice.
- f) The UK economy has been seriously affected by the Covid-19 pandemic. The charity's income is derived from its investment portfolio whose value has recovered the losses suffered in March/April 2020. The trustees believe that its investments will continue to 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. INCOME FROM INVESTMENTS

	Gross Income 2021	Gross Income 2020
NON GOVERNMENT BOND FUNDS	£	£
ASC (Offshore) Global Fixed Interest Fund Z Income	4,159	3,958
ASC (Offshore) Sterling Fixed Interest Fund Z Income	2,703	2,937
MULTI ASSET CHARITY INVESTMENT FUNDS		
BNY Mellon Funds	6,728	15,882
ASC Income Fund Z	11,605	-
TOTAL	<u>£25,195</u>	<u>£22,777</u>

THE P. D. JAMES MEMORIAL FUND
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

3. CHARITABLE ACTIVITIES

	2021	2020
	£	£
DIRECT		
Awards paid	47,300	51,150
Vouchers for pensioners	1,440	1,320
INDIRECT		
Administration costs	8,585	8,335
Other expenses	1,769	1,890
GOVERNANCE		
Independent Examination Fee	1,620	1,608
	<u>£60,714</u>	<u>£64,303</u>

4. OTHER INCOME

Royalties	<u>13,948</u>	<u>3,667</u>
	<u>£13,948</u>	<u>£3,667</u>

5. INVESTMENTS

	Cost	Market Value
	£	£
NON GOVERNMENT BOND FUNDS		
ASC (Offshore) Global Fixed Interest Fund Z Income	91,250	92,005
ASC (Offshore) Sterling Fixed Interest Fund Z Income	<u>83,908</u>	<u>92,125</u>
	175,158	184,130
MULTI ASSET CHARITY INVESTMENT FUNDS		
ASC Income Fund Z	<u>752,704</u>	<u>838,176</u>
TOTALS at – 31st December 2021	<u>£927,862</u>	<u>£1,022,306</u>
31 st December 2020	<u>£671,780</u>	<u>£993,951</u>

THE P. D. JAMES MEMORIAL FUND
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

6. MOVEMENT IN COST OF INVESTMENTS

		2021 £	2020 £
Cost at 1 January 2021		671,780	692,563
Additions			
ASC Income Fund Z	776,202	776,202	-
Disposals			
ASC (Overseas) Global Fixed Interest Fund Z Income	(982)	(5,120)	
ASC (Overseas) Sterling Fixed Interest Fund Z Income	(1,162)	(7,165)	
BNY Mellon Funds	(494,478)	(8,498)	
ASC Income Fund Z	(23,498)	-	
		(520,120)	(20,783)
Cost at 31 December 2021		<u>£927,862</u>	<u>£671,780</u>

7. MOVEMENT IN MARKET VALUES OF INVESTMENTS

		2021 £	2020 £
Market Value at the beginning of the year		993,951	1,017,152
Additions	776,202		-
Disposal Proceeds	(830,049)	(25,505)	
Investment Gains/(losses)	82,202	2,304	
		28,355	(23,201)
Market Value at End of Year		<u>£1,022,306</u>	<u>£993,951</u>
Realised gains/(losses)		5,822	(923)
Unrealised gains/(losses)		76,380	3,227
		<u>£82,202</u>	<u>£2,304</u>

8. DEBTORS

	2021 £	2020 £
Debtors	89	813
Prepayments	-	60
	<u>£89</u>	<u>£873</u>

THE P. D. JAMES MEMORIAL FUND
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

9. CREDITORS AND ACCRUALS

	2021	2020
	£	£
Investment Managers' Fees	1,306	1,445
Professional Fees	1,620	1,560
The Society of Authors	-	1,817
	<u>£2,926</u>	<u>£4,822</u>

10. RELATED PARTY DISCLOSURES

The Society of Authors, which is the corporate Trustee of the charity, carried out management services for the charity and charged a management fee for the year amounting to £8,585 (2020: £8,335). There were no other related party transactions in the year.