

THE PALI TEXT SOCIETY LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2020

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Company number: 770074

Charity number: 262216

THE PALI TEXT SOCIETY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT

1 REFERENCE AND ADMINSTRATIVE DETAILS

The Pali Text Society Limited ("The Society") is a company limited by guarantee. It was established in 1881 and is a registered charity. The Society's charity registration number is 262216 and its company number is 770074.

Registered Office

The registered office of the Society is

Old Market Studios
68 Old Market Street
Bristol
Avon
BS2 0EJ

Trustees/Directors

Directors of the Society for the purposes of company law and who served during the year were:

Dr E G Kahrs
Dr R M L Gethin

Professional advisors

Auditors

Critchleys Audit LLP
Beaver House
23-38 Hythe Bridge Street
Oxford
OX1 2EP

Bankers

Barclays
Oxford Cornmarket Street Branch
P O Box 333
54 Cornmarket Street
Oxford
OX1 3HS

Investment managers

Quilter Cheviot Limited
Senator House
85 Victoria Street
London
EC4V 4AB

2 STRUCTURE, GOVERANCE AND MANAGEMENT

The charity is governed by its Memorandum and Articles of Association.

Directors are appointed by the Council of The Pali Text Society Limited and must agree to any such appointment in writing.

There is no special induction and training of Trustees. New Trustees are accomplished scholars who are familiar with the aims of the Society and are already qualified to assess the worth of the Society's publications and determine the degree of academic ability required to complete successfully the research projects for which grants are sought from the Society.

THE PALI TEXT SOCIETY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT (CONTINUED)

2 STRUCTURE, GOVERNANCE AND MANAGEMENT (CONTINUED)

There are two levels of direction: (1) The Pali Text Society Limited which includes as Members (Trustees) all the Directors of the Pali Text Society Limited who agree in writing to become Members, and (2) Members of Council. The Council and Directors meet twice a year in March and September in concurrent meetings. Important decisions concerning grants to scholars preparing texts for the Society and publications are taken at these meetings. Election of the officers is made by the general membership at the annual AGM held in September.

Day-to-day running of the office includes filling orders for books, collecting dues of members, giving general information concerning Pali and Buddhism, preparing the List of Issues, and preparing books for publication. The office administrator, publications administrator, and accountant work in collaboration with the officers of the Society, asking for guidance and approval for all major decisions. Approval is requested for any expenditure greater than fifty pounds.

Risk Review

The major risks to which the Society is exposed, as identified by the council, have been reviewed and systems have been established to mitigate those risks.

3 OBJECTS AND ACTIVITIES

The objects of the Society are to foster and promote the study of Pali texts by editing and publishing the same and for the purpose aforesaid

- a to edit or translate and publish ancillary works for the study of Pali;
- b to translate Pali works into any language;
- c to reprint or re-edit and republish from time to time such previous publications of the Society as are out of print;
- d generally to edit or translate and publish such other works as may be necessary for or conducive to the study of Pali.

This is achieved by ensuring scarce publications are available to the general public. The Society also makes grants to individuals engaged in studying and promoting the Pali texts.

One of the policies to further the Society's objects is to maintain a publishing office which carries out its objects directly. All four objects are pursued every year. Profits made by publishing and income from investments are ploughed back into producing more publications.

There is a small amount of expenditure on such ancillary items as publicity, maintaining a small library of Pali books for the use of researchers, and providing information through our List of Issues and our Web site.

None of these policies has changed in recent years and we foresee no change.

All investments held by the Society have been acquired in accordance with the powers vested in the Trustees.

Grant making policy

The Society invites applications for research grants from suitably qualified persons working in the field of Pali studies. Applicants research will normally be expected to lead towards material suitable for publication by the Society and a condition of any grant is that the Society has first options on publication rights and holds the copyright of any material it publishes. Grants may be awarded to cover a period of research up to a maximum of one year, but with a possibility of renewal.

THE PALI TEXT SOCIETY LIMITED**REPORT OF THE COUNCIL OF MANAGEMENT (CONTINUED)****3 OBJECTS AND ACTIVITIES (CONTINUED)****Public Benefit**

The Trustees have complied with the duty in Section 17(5) of the Charities Act 2011 to have due regard to public benefit guidance issued by the Charity Commission.

4 ACHIEVEMENTS AND PERFORMANCE**Publication of Pali Texts**

The sales of publications in terms of numbers of publications sold was slightly lower in the current year compared with last year: 5,367 books were sold in the year compared with 6,016 sold in 2019.

The following new works appeared during 2020:

The Book of Pairs vol II
A Dictionary of Pali vol. III

The following books were reprinted in 2020:

Milinda's Questions II
Samyutta-nikaya vol. I (reprinted with corrections)
Digha-nikaya vol. I (reprinted with corrections)

THE PALI TEXT SOCIETY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT (CONTINUED)

Pali Research Grants

In keeping with the aims of the Society, income from investments continues to be used to help finance scholars working on various projects which will feed into future publications.

The single major long-term commitment continues to be funding work on *A Dictionary of Pali* (vol. 1 of which was published by the Society in 2001, vol. 2 in 2010, and vol. 3 in 2020)). From 1984 until 2013 the Society funded Dr Margaret Cone's position at the University of Cambridge; following her retirement, in 2013 the Society awarded her an annual grant to allow her to complete volume 3; this grant came to an end in 2018. Since January 2018 the Society has awarded Dr Straube an annual grant of £60,000 to continue Dr Cone's work on the Dictionary by working on volume 4, the final volume. In September 2020 the Society agreed to renew Dr Straube's grant for twelve months (from January 2021), with an increase of 2%, making the value of the grant £61,200.

The Society awarded Dr Peter Masefield's a further grant (£8,000) for 12 months from 1 April 2020 to support his preparation of an English translation of Dhammapala's commentary on the *Cariyapitaka*. Sadly Dr Masefield died in September 2020. He had been working on this project with support from the PTS for six years and was nearing completion of his work; the Society still hopes to be able to publish his translation.

Investment performance

The PTS portfolio had a closing value of £3,715,223 on 31 December 2020. This was an increase of £68,795 on the 31 December 2019 value of £3,646,428. In total return terms there was an increase of 1.9%. The portfolio paid income of £91,257 to the PTS bank in calendar year 2020. Quilter Cheviot management fees and VAT came to £10,263 in the period.

5 FINANCIAL REVIEW

The unrestricted surplus for the year before investment gains and losses amounted to £3,788 (2019: deficit of £71,256) as detailed on page 8.

The Committee consider the result for the year and the position at the year end to be satisfactory and that the Society has sufficient assets to fulfil its obligations.

The level of our reserves is consistent with the level of income-providing assets sufficient to maintain the Society at its present level of activities.

Our investment policy is consistent with our needs to acquire income in order for the Society to meet its objects.

6 PLANS FOR THE FUTURE

Funding work on the new the new Pali-English dictionary is likely to continue to be a priority for at least a further ten years.

Other new grants will be made as funds allow when qualified scholars apply for them.

When editions of Pali texts come up for reprinting, whenever possible, the text will be newly typeset and corrections made.

Apart from those projects already mentioned, a number of other books are in preparation: the Society expects to publish the translation of the third of the three volumes of the *Yamaka* in 2021, the second volume of the translation of the *Kankhavitarani* in 2021, an English translation of the *Nikayasangraha* in 2021, and an edition of the *Vajirasaratthasangaha*, a sixteenth century Pali text from northern Thailand.

THE PALI TEXT SOCIETY LIMITED**REPORT OF THE COUNCIL OF MANAGEMENT (CONTINUED)****7 STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Council of Management and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied they give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the net income or expenditure, of the charity for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company'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.

So far as the directors are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware; and

Each director has taken all steps that he ought to have taken as a director in order to make himself aware of relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the Small Companies Regime under Section 419(2) of the Companies Act 2006.

The report was approved by the Directors on 4 August 2021 and signed on its behalf by:



Dr R M L Gethin
Director

THE PALI TEXT SOCIETY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE PALI TEXT SOCIETY LIMITED

Opinion

We have audited the financial statements of The Pali Text Society Limited ("the charitable company") for the year ended 31 December 2020 which comprise the statement of Financial Activities, the Balance sheet, the statement of cash flows 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 Financial Reporting Standard 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 for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 the provisions available to small entities in the circumstances set out in note 1 to the financial statements, 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 entity's ability to continue as a going concern for a period of at least 12 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 relevant sections of this report.

Other information

The other information comprises the information included in the annual report, including the trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion 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 trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

THE PALI TEXT SOCIETY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE PALI TEXT SOCIETY LIMITED (CONTINUED)

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 trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate and proper 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; or
- the trustees were not entitled to take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees 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 they 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 the 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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with trustees and other management, and from our knowledge and experience of the client's business sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the terms of grant agreements and Charity Commission regulation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

THE PALI TEXT SOCIETY LIMITED

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE PALI TEXT SOCIETY LIMITED (CONTINUED)**

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing any correspondence with the regulators; and
- reviewing the terms of grant agreements.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors/trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities.

This description forms part of our auditor's report.

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 charitable 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 anyone other than the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



4 August 2021

Colin Mills (Senior Statutory Auditor)
for and on behalf of Critchleys Audit LLP, Statutory Auditor

Beaver House
23-38 Hythe Bridge Street
Oxford, OX1 2EP

THE PALI TEXT SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
(including the Income and Expenditure Account)
FOR THE YEAR ENDED 31 DECEMBER 2020

| | Note | 2020 Unrestricted Funds £ | 2020 Restricted Funds £ | 2020 Total £ | 2019 Total £ |
|--|------|------------------------------------|----------------------------------|--------------------|--------------------|
| Income and endowments from: | | | | | |
| Donations and legacies | 2 | 44,275 | - | 44,275 | 16,782 |
| Charitable activities | | 105,020 | - | 105,020 | 81,839 |
| Sale of Pali Texts | | | | | |
| Investments | 3 | <u>91,257</u> | <u>-</u> | <u>91,257</u> | <u>113,790</u> |
| Total income | | <u>240,552</u> | <u>-</u> | <u>240,552</u> | <u>212,411</u> |
| Expenditure on: | | | | | |
| Raising funds | | | | | |
| Investment management costs | | 10,263 | - | 10,263 | 10,201 |
| Charitable activities | | | | | |
| Publication of Pali Texts | 4 | 117,921 | - | 117,921 | 190,236 |
| Pali Research Grants | 4 | <u>108,580</u> | <u>-</u> | <u>108,580</u> | <u>93,250</u> |
| Total expenditure | | <u>236,764</u> | <u>-</u> | <u>236,764</u> | <u>293,687</u> |
| | | 3,788 | - | 3,788 | (81,276) |
| Net gains/(losses) on investments | 9 | <u>87,327</u> | <u>-</u> | <u>87,327</u> | <u>493,169</u> |
| Net income | | 91,115 | - | 91,115 | 411,893 |
| Reconciliation of funds: | | | | | |
| Fund balance brought forward | | <u>3,919,488</u> | <u>5,500</u> | <u>3,924,988</u> | <u>3,513,095</u> |
| Fund balance carried forward | | <u>4,010,603</u> | <u>5,500</u> | <u>4,016,103</u> | <u>3,924,988</u> |

THE PALI TEXT SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
(including the Income and Expenditure Account)
FOR THE YEAR ENDED 31 DECEMBER 2019 (COMPARATIVES)

| | Note | 2019 Unrestricted Funds £ | 2019 Restricted Funds £ | 2019 Total £ |
|--|-------------|--|--|-----------------------------|
| Income and endowments from: | | | | |
| Donations and legacies | 2 | 16,782 | - | 16,782 |
| Charitable activities | | 81,839 | - | 81,839 |
| Sale of Pali Texts | | | | |
| Investments | 3 | <u>113,790</u> | <u>-</u> | <u>113,790</u> |
| Total income | | <u>212,411</u> | <u>-</u> | <u>212,411</u> |
| Expenditure on: | | | | |
| Raising funds | | | | |
| Investment management costs | | 10,201 | - | 10,201 |
| Charitable activities | | | | |
| Publication of Pali Texts | 4 | 190,236 | - | 190,236 |
| Pali Research Grants | 4 | <u>83,230</u> | <u>10,020</u> | <u>93,250</u> |
| Total expenditure | | <u>283,667</u> | <u>10,020</u> | <u>293,687</u> |
| | | (71,256) | (10,020) | (81,276) |
| Net gains/(losses) on investments | 9 | <u>493,169</u> | <u>-</u> | <u>493,169</u> |
| Net income | | 421,913 | (10,020) | 411,893 |
| Reconciliation of funds: | | | | |
| Fund balance brought forward | | <u>3,497,575</u> | <u>15,520</u> | <u>3,513,095</u> |
| Fund balance carried forward | | <u>3,919,488</u> | <u>5,500</u> | <u>3,924,988</u> |

THE PALI TEXT SOCIETY LIMITED
(Company No: 770074)

BALANCE SHEET
AS AT 31 DECEMBER 2020

| | Note | 2020 £ | 2019 £ |
|---|------|------------------|------------------|
| FIXED ASSETS | | | |
| Tangible assets | 8 | 1,239 | 1,561 |
| Investments | 9 | <u>3,715,223</u> | <u>3,646,428</u> |
| | | <u>3,716,462</u> | <u>3,647,989</u> |
| CURRENT ASSETS | | | |
| Stocks | 10 | 321,147 | 290,441 |
| Debtors: amounts due within one year | 11 | 17,029 | 9,540 |
| Cash at bank and in hand | | <u>73,549</u> | <u>66,176</u> |
| | | 411,725 | 366,157 |
| CREDITORS: amounts falling due within one year | 12 | <u>(112,084)</u> | <u>(89,158)</u> |
| NET CURRENT ASSETS | | <u>299,641</u> | <u>276,999</u> |
| TOTAL NET ASSETS | | <u>4,016,103</u> | <u>3,924,988</u> |
| FUNDS | | | |
| RESTRICTED FUNDS | 13 | 5,500 | 5,500 |
| UNRESTRICTED FUNDS | | <u>4,010,603</u> | <u>3,919,488</u> |
| | | <u>4,016,103</u> | <u>3,924,988</u> |

The financial statements were approved and authorised for issue by the Directors on 4 August 2021 and signed on their behalf by:



..... Director
Dr R M L Gethin

THE PALI TEXT SOCIETY LIMITED

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

1 ACCOUNTING POLICIES

In common with many other businesses of our size and nature, we use our auditors to assist with the preparation of financial statements.

a) Statement of Recommended Practice

The financial statements have been prepared under the historical cost convention (as modified by the revaluation of investments). The financial statements of the public benefit entity have been prepared in accordance with all applicable accounting standards, FRS 102, the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" (FRS 102) and the Companies Act.

b) Income

Income is accounted for on a receivable basis. Membership subscriptions relating to future years are included in deferred income.

c) Expenditure

Costs are accounted for on an accruals basis and are included under the appropriate category. Support costs are allocated to the charitable activities based on an estimate of staff time spent on each activity.

Grants are recognised in resources expended when a commitment has been made and this has been communicated and agreed with the beneficiary.

d) Tangible Fixed Assets

Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset on the following basis:

Computer equipment - 25% straight line

e) Restricted funds

These funds can only be used for specific purposes according to the wishes of the donors.

f) Unrestricted funds

These monies can be used in accordance with the general objects of the charity.

g) Stocks

Stocks are held at the lower of cost and net realisable value with provision made for obsolete and slow moving stock. Provisions are estimated based on stocks held and current level of sales. The level of provision is the main judgement made in the preparation of the financial statements.

h) Investments

Investments are included in the balance sheet at market value. All investment gains and losses are reflected in the Statement of Financial Activities.

i) Going concern

There are no uncertainties about the charity's ability to continue as a going concern.

2 DONATIONS AND LEGACIES

| | Unrestricted £ | Restricted £ | 2020 £ | 2019 £ |
|----------------------------------|-------------------|-----------------|---------------|---------------|
| Coronavirus Small Business Grant | 10,000 | - | 10,000 | - |
| Legacy | 21,548 | - | 21,548 | - |
| Other | <u>12,727</u> | <u>-</u> | <u>12,727</u> | <u>16,782</u> |
| | <u>44,275</u> | <u>-</u> | <u>44,275</u> | <u>16,782</u> |

THE PALI TEXT SOCIETY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)**

3 INCOME FROM INVESTMENTS

| | 2020 | 2019 |
|---|---------------|----------------|
| | £ | £ |
| Income receivable on securities: Quoted on UK Stock Exchange | <u>91,257</u> | <u>113,790</u> |

4 CHARITABLE ACTIVITIES

| 2020 | Activities Undertaken Directly | Grant Funding of Activities | Support Costs (Note 5) | 2020 |
|---------------------------|---|--|---------------------------------------|----------------|
| | £ | £ | £ | £ |
| Publication of Pali Texts | 88,426 | - | 29,495 | 117,921 |
| Pali Research Grants | <u>633</u> | <u>93,200</u> | <u>14,747</u> | <u>108,580</u> |
| | <u>89,059</u> | <u>93,200</u> | <u>44,242</u> | <u>226,501</u> |
| 2019 | Activities Undertaken Directly | Grant Funding of Activities | Support Costs (Note 5) | 2019 |
| | £ | £ | £ | £ |
| Publication of Pali Texts | 159,777 | - | 30,459 | 190,236 |
| Pali Research Grants | <u>20</u> | <u>78,000</u> | <u>15,230</u> | <u>93,250</u> |
| | <u>159,797</u> | <u>78,000</u> | <u>45,689</u> | <u>283,486</u> |

For publication of Pali Texts activities undertaken directly are:

| | 2020 | 2019 |
|--|---------------|----------------|
| | £ | £ |
| Cost of sales, publishing and distribution costs | 80,127 | 70,408 |
| Stock impairment provision | (49,608) | 31,714 |
| Staff costs | <u>57,908</u> | <u>57,655</u> |
| | <u>88,427</u> | <u>159,777</u> |

The society approved 4 grants during the year totalling £93,200 (2019: 3 totalling £78,000).

All grants in 2020 and 2019 were to individuals.

In addition, there were grant commitments totalling £nil (2019: £60,000) which have not been included as a liability in the financial statements due to the fact that payments for future years are dependent upon detailed performance reviews.

THE PALI TEXT SOCIETY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)**

5 SUPPORT COSTS

| | Publication Of Pali Texts £ | Pali Research Grants £ | Total 2020 £ | Total 2019 £ |
|-------------------------------|--------------------------------------|---------------------------------|--------------------|--------------------|
| Administration staff costs | 19,138 | 9,568 | 28,706 | 28,602 |
| Office expenses | 7,257 | 3,629 | 10,886 | 9,829 |
| Governance costs: | | | | |
| Auditors' remuneration | 3,100 | 1,550 | 4,650 | 4,600 |
| Trustee meetings and expenses | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,892</u> |
| | <u>29,495</u> | <u>14,747</u> | <u>44,242</u> | <u>45,689</u> |

Support costs are allocated to the charitable activities based on estimate of the staff time spent on each activity.

6 EMPLOYEE EMOLUMENTS

| | 2020 £ | 2019 £ |
|---|---------------|---------------|
| Wages and salaries | 78,371 | 81,153 |
| Employer's NI | 7,747 | 7,648 |
| Employer's pension contributions | <u>744</u> | <u>671</u> |
| Total remuneration for the year amounted to | <u>86,862</u> | <u>89,472</u> |

The average number of employees during the year was

| | | |
|---------------------------|----------|----------|
| Publication of Pali Texts | 2 | 2 |
| Administration | <u>1</u> | <u>1</u> |
| | <u>3</u> | <u>3</u> |

No employee earned more than £60,000 during the year. There was no key management personnel remuneration.

7 COUNCIL OF MANAGEMENT EMOLUMENTS AND RELATED PARTY TRANSACTIONS

No council member is or has been entitled to any fee or salary. During the year no council members were reimbursed for travel expenses amounting to £Nil (2019: one council member reimbursed £200).

There are no other related party transactions to disclose.

THE PALI TEXT SOCIETY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)**

8 TANGIBLE FIXED ASSETS

| | Office Equipment |
|-----------------------|-------------------------|
| | £ |
| Cost | |
| At 1 January 2020 | 40,342 |
| Additions | 375 |
| Disposals | <u>(735)</u> |
| At 31 December 2020 | <u>39,982</u> |
| Depreciation | |
| At 1 January 2020 | 38,781 |
| Charge for the year | 590 |
| Released on disposals | <u>(628)</u> |
| At 31 December 2020 | <u>38,743</u> |
| Net book value | |
| At 31 December 2020 | <u>1,239</u> |
| At 31 December 2019 | <u>1,561</u> |

9 FIXED ASSET INVESTMENTS

| | 2020 | 2019 |
|--|------------------|------------------|
| | £ | £ |
| Fixed income | 472,828 | 428,087 |
| Alternative investments | 238,917 | 214,338 |
| Equities | <u>2,873,398</u> | <u>2,915,438</u> |
| Total investment in securities (UK) | 3,585,143 | 3,557,863 |
| Cash held for investment purposes | <u>130,080</u> | <u>88,565</u> |
| | <u>3,715,223</u> | <u>3,646,428</u> |
| Opening market value of investment in securities | 3,557,863 | 3,087,189 |
| Additions | 843,596 | 348,639 |
| Disposal proceeds | (903,643) | (371,134) |
| Gain/(loss) on investment assets | <u>87,327</u> | <u>493,169</u> |
| Closing market value of investment in securities | <u>3,585,143</u> | <u>3,557,863</u> |

THE PALI TEXT SOCIETY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)**

10 STOCK

| | 2020 | 2019 |
|---|----------------|----------------|
| | £ | £ |
| Stocks of books and publications for resale | <u>321,147</u> | <u>290,441</u> |

11 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2020 | 2019 |
|--------------------------------|---------------|--------------|
| | £ | £ |
| Trade debtors | 8,450 | 5,855 |
| Other debtors | 8,029 | 3,209 |
| Prepayments and accrued income | <u>550</u> | <u>476</u> |
| | <u>17,029</u> | <u>9,540</u> |

12 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2020 | 2019 |
|---|----------------|---------------|
| | £ | £ |
| Trade creditors | 14,527 | 5,507 |
| Grant liabilities | 76,200 | 62,000 |
| Accruals | 7,901 | 7,739 |
| Other creditors | 1,907 | 1,844 |
| Deferred income | <u>11,549</u> | <u>12,068</u> |
| | <u>112,084</u> | <u>89,158</u> |
| Deferred income – membership subscriptions | | |
| At 1 January | 12,068 | 12,570 |
| Released in the year | (5,599) | (6,917) |
| Deferred in the year | <u>5,080</u> | <u>6,415</u> |
| At 31 December | <u>11,549</u> | <u>12,068</u> |

THE PALI TEXT SOCIETY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)**

13 RESTRICTED FUNDS

| | Projects (see below) £ | Other Restricted Donations £ | Total £ |
|-----------------------------|---------------------------------------|---|--------------------|
| Balance at 1 January 2019 | 10,020 | 5,500 | 15,520 |
| Income | - | - | - |
| Expenditure | <u>(10,020)</u> | <u>-</u> | <u>(10,020)</u> |
| Balance at 1 January 2020 | - | 5,500 | 5,500 |
| Income | - | - | - |
| Expenditure | <u>-</u> | <u>-</u> | <u>-</u> |
| Balance at 31 December 2020 | <u>-</u> | <u>5,500</u> | <u>5,500</u> |

During 2012 the charity received a legacy of which £10,000 is to be used by the charity for projects that have some relationship with SE Asian Pali manuscripts.

14 ANALYSIS OF NET ASSETS BY FUND

| | Restricted £ | Unrestricted £ | Total £ |
|-----------------------|-------------------------|---------------------------|--------------------|
| 2020 | | | |
| Tangible fixed assets | - | 1,239 | 1,239 |
| Investments | - | 3,715,223 | 3,715,223 |
| Net current assets | <u>5,500</u> | <u>294,141</u> | <u>299,641</u> |
| | <u>5,500</u> | <u>4,010,603</u> | <u>4,016,103</u> |
| 2019 | | | |
| Tangible fixed assets | - | 1,561 | 1,561 |
| Investments | - | 3,646,428 | 3,646,428 |
| Net current assets | <u>5,500</u> | <u>271,499</u> | <u>276,999</u> |
| | <u>5,500</u> | <u>3,919,488</u> | <u>3,924,988</u> |

15 CHARITY INFORMATION

The charity is a UK company limited by guarantee. Its registered office is Old Market Studios, 68 Old Market Street, Bristol, BS2 0EJ