

COMPANY REGISTRATION NUMBER: 01808488
CHARITY REGISTRATION NUMBER: 289294

Academy of St Martin in the Fields
Company Limited by Guarantee
Financial Statements
31 August 2021

Westlake Clark Audit LLP
7 Lynwood Court
Priestlands Place
Lymington
Hampshire
SO41 9GA

Academy of St Martin in the Fields

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2021

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Academy of St Martin in the Fields

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 August 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2021.

REFERENCE and ADMINISTRATIVE DETAILS

Registered charity name Academy of St Martin in the Fields

Charity registration number 289294

Company registration number 01808488

Registered Office 7 Bell Yard
London
WC2A 2JR

The trustees

The Trustees serving during the year and since the year end were as follows:

MA Aymerich	(Appointed 5 October 2021)
F Bonds	
S Boyes	(Appointed 5 October 2021)
The Rt. Hon. Lord Justice Coulson	
R Dow	
E Dubé	(Retired 5 October 2021)
M Fraenkel	(Appointed 14 September 2021, Chair of the Finance Committee)
S Haslam	(Chairman)
R Ingleton	(Retired 5 October 2021)
A Kerr	
T Lessels	(Appointed 5 October 2021)
A Marriner	
A O'Carroll	(Retired 5 October 2021)
W O'Sullivan	
B Oppetit	
G Powell	(Appointed 5 October 2021)
W Schofield	

Company secretary David Hills

Auditor Westlake Clark Audit LLP
7 Lynwood Court
Priestlands Place
Lymington
Hampshire
SO41 9GA

Bankers National Westminster Bank plc
PO Box No. 305
Spring Gardens
Manchester
M60 2DB

Academy of St Martin in the Fields

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The company is an incorporated company with charitable status and is limited by guarantee. The company and its activities are governed by its articles of association.

Governing Bodies

The Charity is governed by a Board of Trustees.

Recruitment and Training of Trustees

The trustees (also known as the directors) comprise player directors, elected by the player members from amongst their number, and non-player directors, who are recruited from a variety of backgrounds. During the year, the trustees appointed Nurole to work with them on the recruitment of a trustee to become chair of the finance committee and one other trustee, but due to the very high quality of the candidates that emerged through that process, the board decided that as well as appointing a new trustee who has become chair of the finance committee, three additional trustees would be recruited to bring the board up to its maximum permitted number. Non-player directors must always comprise the majority of Trustees. Trustees may be appointed mid-year to fill a vacancy and if so, are subsequently elected at the Company's Annual General Meeting by simple majority. Election at the Annual General Meeting is for a three-year initial term, which can be extended for a second term of three years, after which the trustee must stand down from the board. All the current members of the Board have experience as Trustees and Directors. All members of the Board have been provided with a summary of the duties of Trustees of charitable companies and furnished with copies of Charity Commission guidance on risk management, together with copies of the Company's policies on equal opportunity, discrimination and child protection.

On election to the Board, new Trustees are provided with copies of these documents and receive a thorough introduction to the organisation, including induction and briefing meetings with the Chairman of the Board and the Chief Executive.

Organisational Management

The Board meets regularly to oversee the affairs of the Charity. The day-to-day operations of the Charity are undertaken by its management team, led by the Chief Executive.

Risk Management

The Trustees examine the major risks that the Charity faces regularly, and the Charity has developed systems to monitor and control these risks to mitigate any impact that they may have on the Charity in the future.

Related Parties

The directors F Bonds, R Ingleton, W Schofield and W O' Sullivan, who held office during the year as the player-directors, had interests in contracts with the Charity as players in the orchestra.

Transactions with related parties are disclosed in note 24 in accordance with Section 33 of FRS 102.

Academy of St Martin in the Fields

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2021

OBJECTIVES and ACTIVITIES

Charitable Objectives

The objectives of the Charity are to:

- advance the performance of classical music of the highest possible standard and to advance the appreciation and education of the general public in all aspects of the art of classical music, primarily through performing concerts in the United Kingdom and abroad;
- to provide and support teaching and community initiatives with people of all ages in all aspects of the art of music through performance, coaching and music workshops in schools and in local community establishments; and

The major areas of activity are:

- UK concerts
- overseas concerts
- outreach and educational projects (which are mainly carried out in the UK)

Objectives and principal activities for the year

Planning for the year took place soon after the start of the global Covid pandemic – at a time when it was very unclear how soon (if at all) we would be able to return to making live music and there was little availability of any financial support for an orchestra such as the Academy from central government in the UK other than the furlough scheme for the paid staff. The board therefore set the main objectives and activities for the year as:

- to ensure the survival of the Academy, and to emerge at the end of Covid with sufficient financial reserves available to enable the orchestra to resume activities
- subject to that over-riding goal, to present as many concerts as possible – whether in person, or online – of the highest artistic standard

The cancellation of concerts and tours has had a significant (and continuing) impact on the livelihood of our musicians, all of whom are freelance. The orchestra's friends and supporters have been very generous – not just with the digital campaign in the previous year, but also with continued donations in this financial year which have been directed by donors towards supporting recordings and other performances at a time when the Orchestra's player members have been hard hit. Securing work for our musicians continues to be a key priority for the board and management.

ACHIEVEMENTS and PERFORMANCE

Operational and Fundraising Performance of the Charity

As reported in the previous financial statements, the board and management had taken prompt action as soon as the UK government imposed the first Covid restrictions to ensure that the Charity was not spending money that was not required, and to ensure that where possible the Charity was able to avail itself of UK government support (e.g. through the HMRC Job Retention Scheme Grants or 'Furlough Scheme'). The orchestra had surrendered its lease on office space in central London at the expiry of that lease in June and operated throughout the financial year with no office space. Two members of staff were made redundant, and most other members of staff moved to part time work (with the Furlough Scheme making up most of the balance of their salaries). All members of staff moved to working from home as soon as the UK moved into lockdown and that continued throughout the financial year, and the Board is most grateful for the way in which all staff have responded in these unprecedented times.

Academy of St Martin in the Fields

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Year ended 31 August 2021

Many of the Orchestra's regular overseas touring commitments had to be postponed because of the on-going pandemic. However, the Orchestra were able to carry on playing through various new initiatives:

CONCERTS: The Orchestra committed to a series of concerts at St Martin in Fields Church. Although it was not possible for these to be in person Concerts, we were able to record these performances for streaming. The Orchestra not only collaborated with guest solo artists but it also enabled musicians within the orchestra to taking a leading role in the performances. The Orchestra also worked with St Martin in the Fields Church and Nina Dunn to create a Projection and Lighting Design for The Messiah Concert. All concerts were streamed and were accessible to regular and new audiences to enjoy for a small viewing price.

RECORDINGS: The Orchestra were able to secure a £110,000 grant via the Culture Recovery Fund from the Arts Council to create three film works by three female composers: Alberga, Wallen and Beamish. These ensemble works were audio and visually recorded and we also collaborated with an Education specialist to create three films around the music for primary schools to access and use in their music lessons. This also provided the Orchestra with audio content for Spotify.

FILM: Supported by a generous donation from one of our key sponsors, the Orchestra also began to make a film of Midsummer Nights' Dream. The Orchestra recorded the Audio in April 2021 and filmed the visuals in October 2021. The film is due for release in June 2022.

OTHER UK VENUES: The Orchestra also repeated two regional concerts, one in St Andrews Hall Norwich and another in Saffron Walden.

The Orchestra also held its first ever 'digital only' fund-raising event in March 2021 with an online quiz based around music, and also an online charity auction. In aggregate this raised well over £30,000 net of costs.

FINANCIAL REVIEW

The financial results for the year are set out in the Statement of Financial Activities on Page 10 and the financial position at the end of the year is shown in the Balance Sheet on Page 11.

The results for the year are a deficit of £51,519 – which was significantly better than budgeted.

The Charity continues to receive no on-going public subsidy, although the Orchestra did receive a one-off grant from the Cultural Recovery Fund of Arts Council England. The majority of funding has to be generated by the Orchestra's concert and recording activities and from the support of individual donors, Trusts and Foundations and from corporate sponsorship – this was particularly impacted during this financial year by total grants from the American Friends of the Academy of £396,823. The Charity benefited from an orchestral tax relief claim of £63,774.

At the year-end the Charity had reserves of £736,375, all of which is held in unrestricted funds.

Reserve Funds

The Charity accounts for two types of funds:

- Restricted funds consist of donations either earmarked by the donor for specific defined or limited use or donations or other income arising from appeals for funding particular projects or for supporting specific charitable objectives;
- Unrestricted funds are funds which can be used without restriction, at the discretion of the Board, in the furtherance of the Charity's objectives.

Academy of St Martin in the Fields

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2021

Reserves Policy

It is the Board's intention to maintain reserves in a way to preserve a balance between financial prudence and investment in the future. The Board's current reserves policy is to hold a minimum of £250,000, which represents roughly six months of overhead expenditure, together with sufficient funds for the Orchestra's working capital needs.

PLANS FOR THE FUTURE

With vaccine roll-out across the UK and in many of the countries to which the orchestra regularly tours, the new year should see some return to 'normality' – but there are still significant risks. The arrival of the Omicron variant at the end of 2021 saw the tour to Germany cancelled at very short notice. However, the board is optimistic that we are on the road to normal times – even if that won't always be progress in a straight line. Our first tour with Joshua Bell since before the pandemic took place in the US in February and March 2022 – and was a huge success artistically, although inevitably we played to smaller audiences than we might have expected pre-pandemic. Tours are also planned for Germany, Spain, and South America – and the first tour of our chamber ensemble as a wind quintet with piano is planned for the USA in April.

The first 'in person' fund raising events took place in February 2022, with the kind support of Sir Ian McKellan – and further events are planned later in the year.

Sadly, Alan Watt, Chief Executive of the orchestra since 2016 resigned at the end of 2021 – we are grateful to him for everything that he did for the Academy in his six years as Chief Executive. The board is now in the process of recruiting a new Chief Executive – in the meantime the board are incredibly grateful to Alison Tedbury, Director of Concerts, who agreed to step up as interim Chief Executive in addition to her usual responsibilities.

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

The Trustees, who are also Directors for the purposes of the Companies Act, are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law, the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 company and of the profit or loss of the Charity for that period.

In preparing those 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;
- 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 the going concern basis unless it is inappropriate to presume the company will continue its activities.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities Act 2011 and the Charities (Accounts and Reports) Regulation 2008. The Trustees 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.

Academy of St Martin in the Fields

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2021

In accordance with company law, as the Charity Trustees, we certify that:

- so far as we are aware, there is no relevant audit information of which the Charity's auditors are unaware; and
- as the Trustees of the Charity, we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

AUDITORS

A resolution to appoint Westlake Clark Audit LLP. as auditors for the ensuring year will be proposed at the annual general meeting in accordance with section 487(2) of the Companies Act 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provision for small companies under Part 15 of the Companies Act 2006.

The trustees' annual report was approved on 22 June 2022 and signed on behalf of the board of trustees by:



.....
S Haslam
Chairman

Academy of St Martin in the Fields

Company Limited by Guarantee

Independent Auditor's Report to the Members of Academy Concerts Society

Year ended 31 August 2020

Opinion

We have audited the financial statements of Academy of St Martin in the Fields (the 'charity') for the year ended 31 August 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity'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 charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2021 and of its incoming resources and application of resources, including its income and expenditure, 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 charity 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 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

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

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Academy of St Martin in the Fields

Company Limited by Guarantee

Independent Auditor's Report to the Members of Academy Concerts Society *(continued)*

Year ended 31 August 2021

Opinions 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 for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity 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 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.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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 the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

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 through discussions with the trustees, and from our understanding and experience of audit issues which are relevant to charity;
- 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 charity;
- we assessed the extent of compliance with the laws and regulations through making enquiries of the management team and inspecting legal 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.
- We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

Academy of St Martin in the Fields**Company Limited by Guarantee****Independent Auditor's Report to the Members of Academy Concerts Society (continued)****Year ended 31 August 2021**

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) which comprised inquiries of management and the Board of Trustees as to whether the charity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud; documentation and review of the internal controls over funds received and expenditure paid out; sampling and testing both income and expenditure transactions for accuracy and completeness; review and audit based analysis of the underlying accounting records; checking and sampling accounting data back to original source documents.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.



Fabrice Legris BEng FCA (Senior Statutory Auditor)
For and on behalf of Westlake Clark Audit LLP

Unit 1, West Links
Tollgate Business Park
Chandlers Ford
Hampshire
SO53 3TG

Date: 22 June 2022

Academy of St Martin in the Fields
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)

31 August 2021

			2021		2020
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	582,176	189,449	771,625	521,749
Charitable activities	6	95,565	5,215	100,780	1,944,534
Other trading activities	7	31,907	—	31,907	146,621
Other income	8	119,519	—	119,519	197,586
Total income		<u>829,167</u>	<u>194,664</u>	<u>1,023,831</u>	<u>2,810,490</u>
Expenditure					
Expenditure on raising funds	9	107,412	27,972	135,384	176,368
Expenditure on charitable activities	10,11	671,465	268,501	939,966	2,631,845
Total expenditure		<u>778,877</u>	<u>296,473</u>	<u>1,075,350</u>	<u>2,808,213</u>
Net income / (expenditure)		<u>50,290</u>	<u>(101,809)</u>	<u>(51,519)</u>	<u>2,277</u>
Transfers between funds		(38,562)	38,562	—	—
Net movement in funds		<u>11,728</u>	<u>(63,247)</u>	<u>(51,519)</u>	<u>2,277</u>
Reconciliation of funds					
Total funds brought forward		724,647	63,247	787,894	785,617
Total funds carried forward		<u>736,375</u>	<u>—</u>	<u>736,375</u>	<u>787,894</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

Academy of St Martin in the Fields

Company Limited by Guarantee

Statement of Financial Position

31 August 2021

		2021 £	2020 £
Fixed assets			
Tangible fixed assets	17	2,468	4,742
Current assets			
Debtors	18	235,227	382,747
Cash at bank and in hand		616,456	461,866
		<u>851,683</u>	<u>844,613</u>
Creditors: Amounts falling due within one year	19	117,776	61,461
Net current assets		<u>733,907</u>	<u>783,152</u>
Total assets less current liabilities		<u>736,375</u>	<u>787,894</u>
Net assets		<u>736,375</u>	<u>787,894</u>
Funds of the charity			
Restricted funds		—	63,247
Unrestricted funds		<u>736,375</u>	<u>724,647</u>
Total charity funds	22	<u>736,375</u>	<u>787,894</u>

These financial statements were approved by the board of trustees and authorised for issue on 22 June 2022, and are signed on behalf of the board by:



 S Haslam
 Chairman

Academy of St Martin in the Fields

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2021

	2021 £	2020 £
Cash flows from operating activities		
Net (expenditure) / income	(51,519)	2,277
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	2,274	2,279
Accrued expenses	28,706	34,330
<i>Changes in:</i>		
Trade and other debtors	147,520	5,586
Trade and other creditors	27,609	(123,363)
Cash consumed by operations	154,590	(78,891)
Net cash from operating activities	154,590	(78,891)
Cash flows from investing activities		
Purchase of tangible assets	—	(827)
Net cash used in investing activities	—	(827)
Net increase/(decrease) in cash and cash equivalents	154,590	(79,718)
Cash and cash equivalents at beginning of year	461,866	541,584
Cash and cash equivalents at end of year	616,456	461,866

The notes on pages 13 to 24 form part of these financial statements.

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2021

3. Accounting policies

1. General information

The charity is a private company limited by guarantee, registered in England and Wales, and a registered charity in England and Wales.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities. The financial statements are prepared in sterling, which is the functional currency of the entity.

Going Concern

The impact of the COVID-19 pandemic means that no organisation can plan with confidence and the charity incorporated various scenarios into its 2021-2022 budgets. The orchestra ended the 2021 financial year with a strong reserves position, and the Trustees are confident that these reserves should enable the charity to survive the current crisis and be able to take advantage of the opportunities to tour again in winter 2021/22 and beyond. There are accordingly no material uncertainties about the charity's ability to continue as a going concern for at least twelve months from the date these accounts are approved by the Board, although decisions will need to be made as governments continue to assess the protection offered by vaccinations against the risk of new variants emerging. Based on the above and with other corrective measures adopted, the trustees consider it appropriate for these financial statements to be prepared on a Going Concern basis.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Academy of St Martin in the Fields**Company Limited by Guarantee****Notes to the Financial Statements****Year ended 31 August 2021**

3. Accounting policies**Income tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period.

Current tax is recognised on taxable income or expenditure for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future projects or commitments.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of a fund-raising appeal.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity. It is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income derived from donated goods is measured at the auction value attained at the associated fund-raising event. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised net of VAT, and is recognised on delivery of the contracted service. Such income is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and any impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Office equipment	-	15% straight line
Computer equipment	-	25% straight line
Orchestral & Theatrical Equipment	-	15% straight line

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Defined contribution plans

Contributions to defined contribution pension plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The society is a registered Charity limited by guarantee and having no share capital. Each member of the society undertakes to contribute to the assets of the society, in the event of the same being wound up while he is a member, for payment of the debts and liabilities of the society contracted before he ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves, such amount as may be required not exceeding £5.

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

5. Donations and legacies

2021	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Trusts and foundations	12,000	17,500	29,500
General donations	147,130	67,836	214,966
Donations from American friends of the Academy	396,183	—	396,183
Gift aid	26,863	—	26,863
Grants			
Grants	—	104,113	104,113
	<u>582,176</u>	<u>189,449</u>	<u>771,625</u>
2020	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Trusts and foundations	2,000	11,000	13,000
Donations	360,625	125,449	486,074
Gift aid	22,675	—	22,675
Grants			
Grants	—	—	—
	<u>385,300</u>	<u>136,449</u>	<u>521,749</u>

The charity did not have any services of volunteers during the period to assist with concert and tour planning and with learning and participation projects and therefore they had no value. Similarly, in 2020 the charity did not have any services of volunteers during the period to assist with concert and tour planning and with learning and participation projects and therefore they had no value.

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
UK Concerts & Tours	18,157	—	18,157
Discretionary receipts from overseas promoters	12,540	—	12,540
Learning & participation	—	5,215	5,215
Self-Promoted concerts (UK)	39,841	—	39,841
Recordings	25,027	—	25,027
	<u>95,565</u>	<u>5,215</u>	<u>100,780</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
UK Concerts & Tours	77,102	—	77,102
Overseas Tours	1,773,884	—	1,773,884
Learning & participation	—	2,020	2,020
Self-Promoted concerts (UK)	75,125	—	75,125
Recordings	16,403	—	16,403
	<u>1,942,514</u>	<u>2,020</u>	<u>1,944,534</u>

Of the total income of the Charity from charitable activities for the year, 12% (2020 - 91%) was attributable to exports, comprising discretionary fees received from promoters relating to tour postponement due to Covid-19.

7. Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Fundraising events	19,840	19,840	131,554	131,554
Royalties and other income	12,067	12,067	15,067	15,067
	<u>31,907</u>	<u>31,907</u>	<u>50,966</u>	<u>146,621</u>

8. Other income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Orchestral tax relief	63,774	63,774	143,960	143,960
HMRC – Job Retention Scheme Grants	55,745	55,745	53,626	53,626
	<u>119,519</u>	<u>119,519</u>	<u>197,586</u>	<u>197,586</u>

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

9. Expenditure on raising funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Raising funds - direct costs	21,455	—	21,455
Raising funds - support costs	85,957	27,972	113,929
Raising funds - marketing & publicity	—	—	—
	<u>107,412</u>	<u>27,972</u>	<u>135,384</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Raising funds - direct costs	55,939	—	55,939
Raising funds - support costs	100,930	19,424	120,354
Raising funds - marketing & publicity	75	—	75
	<u>154,944</u>	<u>19,424</u>	<u>176,368</u>

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
UK concerts and tours	22,383	—	22,383
Cancelled overseas concerts and tours	1,434	—	1,434
Learning & participation	—	8,820	8,820
Recordings and commissions	67,870	163,492	231,362
Self-promoted concerts	159,032	86,704	245,736
Support costs	398,379	9,485	407,864
Marketing & Publicity	22,367	—	22,367
	<u>671,465</u>	<u>268,501</u>	<u>939,966</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
UK concerts and tours	114,855	—	114,855
Overseas concerts and tours	1,764,435	—	1,764,435
Learning & participation	—	6,834	6,834
Recordings and commissions	14,512	46,889	61,401
Self-promoted concerts	95,151	—	95,151
Support costs	510,476	23,729	534,205
Marketing & Publicity	54,964	—	54,964
	<u>2,554,393</u>	<u>77,452</u>	<u>2,631,845</u>

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

11. Expenditure on charitable activities by activity type

	Artistic Fees	Support costs	Marketing & Publicity	Total funds 2021	Total funds 2020
	£	£	£	£	£
UK concerts and tours	22,383	64,343	984	87,710	146,868
Cancelled overseas concerts	1,434	—	—	1,434	2,256,223
Learning & participation	8,820	15,549	388	24,757	32,305
Recordings and commissions	231,362	159,046	10,181	400,589	77,049
Self-promoted concerts	245,736	168,927	10,813	425,476	119,400
	<u>509,735</u>	<u>407,865</u>	<u>22,366</u>	<u>939,966</u>	<u>2,631,845</u>

12. Analysis of support costs

The charity allocates its support costs as shown in the table below and then further apports those costs between charitable activities undertaken and voluntary income (see notes 9, 10 and 11). Support costs, where ever possible, are allocated directly to the main types of income resources, then the remaining items are apportioned on the basis of unrestricted income to total unrestricted income received for charitable activities and fundraising events. Staff costs are allocated on the basis of time spent on the types of incoming resources.

	Unrestricted Funds	Restricted Funds	Total Funds 2021	Total Funds 2020
	£	£	£	£
General office	22,305	—	22,305	44,945
Finance costs	5,130	—	5,130	58,157
Information technology	9,558	—	9,558	18,035
Staff costs	391,995	37,457	429,452	469,407
Communication costs	2,642	—	2,642	7,487
Governance	50,433	—	50,433	54,249
Depreciation	2,274	—	2,274	2,279
Total	<u>484,337</u>	<u>37,457</u>	<u>521,794</u>	<u>654,559</u>

Governance Costs

	Unrestricted Funds	Restricted Funds	Total Funds 2021	Total Funds 2020
	£	£	£	£
Audit	10,250	—	10,250	10,100
Legal & professional	15,705	—	15,705	21,721
Staff costs	24,478	—	24,478	22,428
	<u>50,433</u>	<u>—</u>	<u>50,433</u>	<u>54,249</u>

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

13. Net expenditure

Net expenditure is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	<u>2,274</u>	<u>2,279</u>

14. Auditors remuneration

	2021	2020
	£	£
Fees payable for the audit of the financial statements	<u>11,000</u>	<u>11,000</u>

15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	350,339	376,723
Social security costs	36,995	38,332
Employer contributions to pension plans	9,051	9,623
	<u>396,385</u>	<u>424,678</u>

The average head count of employees during the year was 9 (2020: 9). The average number of full-time equivalent employees during the year is analysed as follows:

	2021	2020
	No.	No.
Fundraising	2	2
Governance	1	1
Charitable activities	6	6
	<u>9</u>	<u>9</u>

The number of employees whose remuneration for the year fell within the following bands, was:

	2021	2020
	No.	No.
£70,000 to £79,999	—	1
£80,000 to £89,000	<u>1</u>	<u>—</u>

16. Trustee remuneration and expenses

No Trustee received any remuneration or expenses for acting as a Trustee. During the year to 31st August 2021. Four trustees, namely W Schofield, W O'Sullivan, R Ingleton and F Bonds were paid fees as players of the Orchestra – See note 24 for more details.

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

17. Tangible fixed assets

	Office equipment £	Computer equipment £	Orchestral & Theatrical equipment £	Total £
Cost				
At 1 September 2020	9,137	42,887	3,636	55,660
Additions	—	—	—	—
At 31 August 2021	<u>9,137</u>	<u>42,887</u>	<u>3,636</u>	<u>55,660</u>
Depreciation				
At 1 September 2020	7,893	39,389	3,636	50,918
Charge for the year	449	1,825	—	2,274
At 31 August 2021	<u>8,342</u>	<u>41,214</u>	<u>3,636</u>	<u>53,192</u>
Carrying amount				
At 31 August 2021	<u>795</u>	<u>1,673</u>	<u>—</u>	<u>2,468</u>
At 31 August 2020	<u>1,244</u>	<u>3,498</u>	<u>—</u>	<u>4,742</u>

18. Debtors

	2021 £	2020 £
Trade debtors	26,148	29,997
Prepayments and accrued income	99,265	2,591
Other debtors	109,814	350,159
	<u>235,227</u>	<u>382,747</u>

19. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	43,163	5,624
Accruals and deferred income	55,128	44,516
Social security and other taxes	11,952	9,533
Other creditors	7,533	1,788
	<u>117,776</u>	<u>61,461</u>

Accruals and deferred income include deferred income amounting to £Nil (2020 - £NIL) in respect of donations received for scheduled future activities.

20. Pensions and other post-retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £9,051 (2020: £9,623).

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

21. Analysis of charitable funds

Unrestricted funds

	At 1 September 2020 £	Income £	Expenditure £	Transfers £	At 31 August 2021 £
General funds	<u>724,647</u>	<u>829,167</u>	<u>(778,877)</u>	<u>(38,562)</u>	<u>736,375</u>

Incoming resources includes income from charitable activities and donations and grants and other trading activities.

Outgoing resources relates to charitable activities and raising funds.

Restricted funds

	At 1 September 2020 £	Income £	Expenditure £	Transfers £	At 31 August 2021 £
Learning and Participation Fund	–	7,715	(9,244)	1,529	–
Digital Campaign Fund	63,247	38,395	(109,247)	7,605	–
Arts Council England Grant - Culture Recovery Fund 2	–	104,113	(124,737)	20,624	–
Concert Specific Donations	–	44,441	(53,245)	8,804	–
Total Restricted funds	<u>63,247</u>	<u>194,664</u>	<u>(296,473)</u>	<u>38,562</u>	<u>–</u>

The "Learning and Participation" Fund was established after appeals were made to support educational projects, both actual workshops and the training of musicians to take part in these and future workshops and for the purchase of new musical instruments for educational work.

The "Digital Campaign Fund" was established to fund digital musical content for both the audience and the orchestral players during the Covid Pandemic. The brought forward balance at 1 September 2020 of £63,247 represents donations received last Season that were utilised for digital activity during this Season.

The Culture Recovery Fund 2 Grant from the Arts Council England was received and utilised during the Season in relation to specific projects as specified in the grant application. These included supporting regional concerts in the UK, the recording of compositions by female composers for distribution over the internet, and also the creation of educational material for use in schools.

Generous donations were also received during the year to support our series of concerts at the St Martin in the Fields Church. Some of these concerts were recorded for on-line sharing only due to Covid 19 restrictions.

The transfer from unrestricted funds represents a contribution in respect of overhead costs incurred in fulfilling the various activities.

Academy of St Martin in the Fields

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

22. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Tangible fixed assets	2,468	—	2,468	4,742
Current assets	851,683	—	851,683	844,613
Creditors less than 1 year	(117,776)	—	(117,776)	(61,461)
Net assets	<u>736,375</u>	<u>—</u>	<u>736,375</u>	<u>787,894</u>

23. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021 £	2020 £
Within 1 year	2,640	4,460
Between 2 and 5 years	7,543	6,611
	<u>10,183</u>	<u>11,071</u>

24. Related parties

Of the Trustees who held office during the year, F Bonds, R Ingleton, W O'Sullivan and W Schofield were players in concerts performed by the orchestra, and accordingly had interest in contracts with the Charity.

Included in the Charity's charitable expenditure are payments to these related parties of £28,325 (2020 - £51,466).

The contracts of the directors as players are individually negotiated on an arms-length basis on similar terms to those available to other players who are not directors.