

THE ROYAL INSTITUTE OF PHILOSOPHY

(Company Limited by Guarantee)
Registered Company No. 205110 Registered Charity No. 313834

President:

BARONESS ONORA O'NEILL

Chair of the Council:

PROFESSOR LUCY O'BRIEN

Managing Director:

JAMES GARVEY, Ph.D.

Joint Editors of PHILOSOPHY:

PROFESSOR MARIA ALVAREZ

PROFESSOR BILL BREWER

Academic Director:

Dr. JULIAN BAGGINI

Editor of THINK:

Dr. STEPHEN LAW

Finance Director:

TONY PHILIP, F.C.A.

Solicitors:

Blake Lapthorn Tarlo Lyons Seacourt Tower, West Way, Oxford OX2 0FB

Independent Auditor:

HW Fisher LLP, Acre House, 11-15 William Road, London NW1 3ER

Bankers:

HSBC, 16 King Street, London WC2E 8JF

Registered Office:

14 Gordon Square, London WC1H 0AR

Telephone: 020 7387 4130

TRUSTEES' ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

for the year ended

31st JULY, 2021

NOTICE OF MEETING OF COUNCIL 2021

NOTICE IS HEREBY GIVEN that the ninety-sixth Annual General Meeting of The Royal Institute of Philosophy will be held at 3pm on 17th December 2021 to receive the Trustees' Annual Report and Audited Financial Statements for the year ended 31st July 2021, and to transact the ordinary business of The Royal Institute. Access details will be sent out in due course.

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REFERENCE AND ADMINISTRATIVE DETAILS

Secretary and Registered Office	J. Garvey 14 Gordon Square London WC1H 0AR
Bankers	HSBC Covent Garden Branch 16 King Street London WC2E 8JF
Independent Auditor	HW Fisher LLP 11-15 William Road London NW1 3ER
Solicitors	Blake Lapthorn Tarlo Lyons Seacourt Tower West Way Oxford OX2 0FB

Status

The Royal Institute of Philosophy is a company limited by guarantee, number 205110.

It is registered in the United Kingdom as a charity, number 313834.

It is registered for VAT, number 195934458

Trustees' Annual Report

The trustees hereby present their annual report and the audited financial statements of the charity for the year ended 31st July 2021 which are also prepared to meet the requirements for a directors' report and financial statements for Companies Act purposes. This report and the financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and 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) (effective 1 January 2019).

The trustees, who are also the directors, are members of the Executive Committee which has control of the charity and its property and funds.

Object and Activities

The object of The Royal Institute of Philosophy ("The Royal Institute") is to advance the education of the public in the subject of philosophy by: (1) organising and promoting the teaching, discussion, and research in the subject of Philosophical Studies; (2) providing opportunities for the study of Philosophy and any subject cognate or allied to the study of Philosophy; (3) arranging lectures, class teaching, seminars, public meetings, conferences and discussions; (4) establishing, controlling, managing and carrying on colleges, halls, schools, lecture rooms and opportunities for study and research; (5) establishing and awarding professorships, fellowships, lectureships, readerships, scholarships, exhibitions, prizes, granting certificates and conducting examinations in connection with Philosophical subjects; and (6) promoting and undertaking such other activities which promote the object and which the Executive Committee in their absolute discretion determine.

Our strategic plans have been developed to ensure that we provide a public benefit and achieve the object as set out in the governing document. This object comes within the purposes defined by the Charities Act 2011. We have had due regard to the Charity Commission's guidance on public benefit (including the guidance Public Benefit: running a charity (PB2)) when reviewing our aims and objectives, planning our activities and when exercising any powers or duties to which the guidance is relevant.

Hence, in order to advance the education of the public in the subject of philosophy we organise (a) 'lectures': a series of lectures in London; guidance and funding for a large number of regional 'network' lecture series; regional Annual Lectures; lectures given by The Royal Institute of Philosophy Professor, and organising debates; (b) 'publications': a quarterly journal 'Philosophy'; a termly journal 'Think'; two books bringing together papers given at Institute events; Philosophy Teaching Guides for those working in schools; videos of many of these events, as well as Video Interviews and Philosophical Discussions, all of which are freely available online; and an informative website; (c) 'grants': a post-graduate bursaries programme and an Essay Prize award. We also utilise funds provided by the Jacobsen Trust for (d) an 'education scheme' primarily for the purpose of promoting philosophy in schools, and (e) 'studentships' for the award of studentship grants. Furthermore we organise (f) 'conferences': a departmental conference, post-graduate conferences and events for schools. Access to all speaking events is free to the public, both in London and at the regional 'branch' events.

Our plans are summarised in an annual budget approved shortly before the new financial year. The budget process aims to meet the object of the Royal Institute having regard to relevant issues in the matter of furthering the education of the public. The range of charitable activities is reviewed frequently by the Executive Committee with a view to furthering the Object of the Royal Institute. The educational objective is monitored by appropriate and relevant measures such as attendance numbers, first hand reports, website hits, downloads etc.. The Executive Committee considers that the large range of activities is an important factor in meeting the Object, along with the Royal Institute's ability to step up or step down activity to meet perceived demand and results.

Structure, Governance and Management

The structure and governance of The Royal Institute was revised in 2009 so that the 50-70 Council members are The Royal Institute's members (in effect custodians of The Royal Institute's charitable object) and a smaller body of 10-15 members appointed by the Council serves as the Institute's trustees under charity law as an Executive Committee, executing policy as determined by Council. The governing document is the Memorandum and Articles. The officers – the Managing Director, Academic Director and Finance Director (formerly referred to as the Secretary, Director and Treasurer) – run The Royal Institute on a day to day basis in accordance with the delegated powers from the Executive Committee. Subscribers to Philosophy are Associate members (not members in the company law sense) and receive the journal, discounts, reader's card etc. but do not receive the Financial Statements or attend the AGM.

A Nomination Committee has been constituted to make recommendations to Council for new Council members and for new Executive Committee members. The Nomination Committee, with a different membership, makes recommendations to Council for the Chair/Vice Chair and President/Vice President. Council members are elected for terms of five years, with the possibility of re-election. Members of the Executive Committee are also elected for terms of five years but may only serve a maximum of ten in any fifteen years. Officers cannot be members of the Executive Committee but attend all meetings as advisors. All significant policies previously adopted by the Royal Institute have been recorded and adopted in an Ordinary Resolution and these include the selection and election policies for Council and Executive Committee members, duties of the Executive Committee members, health and safety, complaints, EID, expenses, data protection, safeguarding, trustee code of conduct, the delegation of authority to Officers, and the Reserves and Investment policies. Members of the Executive Committee who served during the year are shown on page 25. New members are generally well acquainted with the activities of The Royal Institute and induction training is provided on an ad hoc basis.

The trustees who served during the year to 31st July 2021 and up to the date of signing of the financial statements were:

Dr. Arif Ahmed, Professor Maria Rosa Antognazza, Professor Ben Coburn, Professor Fiona Ellis, Professor Edward Harcourt, Professor Beth Lord, Professor Lucy O'Brien, Dr Léa Salje, Professor Constantine Sandis, Professor Sarah Sawyer, and Dr. Rachael Wiseman.

The principal officers, to whom day to day management of The Royal Institute has been delegated by Council, are as follows:

M. Alvarez	Joint Editor <i>Philosophy</i>
B. Brewer	Joint Editor <i>Philosophy</i>
J. Baggini	Academic Director
J. Garvey	Managing Director (Secretary)
T. Philip	Finance Director (Treasurer)

The officers operate within an annual budget approved by the Executive Committee. Their remuneration is determined by the Executive Committee.

Financial risk management

The principal risks to which The Royal Institute is exposed have been identified, and systems or procedures exist to manage those risks. The impact of those risks is periodically reviewed by Council and the Executive Committee. The principal financial risks are those (a) which affect incoming resources i.e. income from the sale of Philosophy, and interest income and (b) those which affect the effectiveness of resources expended on charitable activities i.e. inflation. Commitments made do not exceed one year and the outgoing resources applied to charitable activities can be varied within a year to respond to changes in incoming resources.

The Royal Institute does not use derivatives to manage currency or interest rate risk. The Core Activities Reserve Fund was designated so as to preserve a level of income to fund a core of activities. In order to maintain a steady stream of interest income, approximately 81% of the Core Activities Reserve Fund investments are held in fixed interest bonds or index linked treasury stocks. Income from the sale of Philosophy is primarily dependent on the market with educational institutions and the success of our publisher, Cambridge University Press (CUP), within that market. Open Access is seen as a risk to our income from that market, although the impact is as yet uncertain. Philosophy is regarded as a leading international journal and Council believes the best risk management is achieved by maintaining the quality of the journal and a productive relationship with the publisher and aiming to maximise the number of subscriptions.

Achievements and Performance

During the year eight bursaries were awarded (2020: 8), each of £3,000, for the benefit of post graduate students of philosophy studying at British Universities. Grants are awarded based on the assessment by a sub-committee of applications, supported by academic references, to undertake productive research. A programme of funding for regional lecture series reached thirty three different locations around the UK. Such activities are organised by the host and funded where there is no other source. Admission is free to the general public and a yearly report on impact is required. We held the Annual Lecture, in addition to the London Lecture Series. We organised and funded the Annual Debate. We continued the Four Nations Lecture Series, with annual lectures in Edinburgh, Cardiff, and Dublin joining the London Annual Lecture. We funded an Annual Conference and several Conferences for schools and postgraduates; we awarded the Annual Essay Prize; and we published a large number of philosophy videos. The Institute expanded a teaching scheme in prisons and offered a free philosophy course in London. "Philosophy" continues to be a leading journal of Philosophy reaching nearly 8,000 institutions around the world. "Think" has completed its nineteenth year with CUP and also reaches nearly 8,000 institutions worldwide. We published two books and a detailed teaching guide.

Since 1997, the Institute has managed an education scheme with funds provided by the Jacobsen Trust. This is a scheme for philosophy in schools, which brings 10 week courses of introductory philosophy to students aged 16 – 18 across the UK. The scheme was expanded in 2011 and now operates in as many as 70 schools each year. The Trust makes available up to £71,000 p.a. for these philosophy courses and this amount is augmented with unrestricted funds of the Royal Institute in line with a budget agreed by the Executive Committee. The Royal Institute also awards up to 8 studentships to postgraduate philosophy students based on both merit and need. The Trust makes £64,000 p.a. available for this purpose. Successful students submit a yearly report on their academic performance. The Jacobsen Benefaction this year amounted to £135,000. These activities are included within the amounts shown in the Statement of Financial Activities and the Balance Sheet as a Restricted Fund (see note 17 for a fuller explanation).

Financial Review and Plans for Future Periods

The Statement of Financial Activities of The Royal Institute is set out on page 13. The principal funding sources are the profit share on the sale of “Philosophy” and investment income. The investments are held in the Core Activities Fund as listed investments and in interest bearing deposit accounts.

During the year, income of £470,737 (2020: £456,490) was received and total resources of £389,211 (2020: £379,034) were expended of which £33,984 (2020: £12,704) was on governance costs. There was also a unrealised gain from investment assets of £7,667 (2020: £33,045 loss) giving a net increase in funds for the year of £89,193 (2020: an increase of £44,411). The total funds of The Royal Institute at 31st July 2021 amounted to £1,735,044 (2020: £1,645,851), being held in a Designated Fund of £1,031,049 (the 'Core Activities Reserve Fund', primarily held in investments and cash) and the General Fund of £703,995 (primarily held in cash and working capital). Notes 16 and 17 show the detail of these holdings.

The Royal Institute retains funds from year to year – these are called reserves. Council considers that a designated reserve fund is necessary in order to protect from fluctuations in incoming resources, for the long term and in real terms, a core activities programme which includes bursaries, grants to the network, and the conference/lecture series. The Executive Committee reviewed the purpose and size of the Core Activities Fund at its June 2021 meeting and approved the fund to protect in real terms the full programme of short term core activities programme (excl Jacobsen), and associated people and office costs, for up to three years. This equates to a fund of approx £1 million, which gives adequate time to find a solution to whatever has caused the disturbance to income. Accordingly, this is the revised purpose of the Core Activities Reserve Fund. Income from this Fund is dedicated to the core activities programme. During the year the return on the investment assets consisted of realised income (interest, dividends) of £30,015 (2020: £26,801), and unrealised and realised gains on investment assets of £7,667 (2020: loss of £33,045), resulting in a 8.3% (2020: negative 1.4%) return on investments for the year.

The actual activities programme (summarised in the Object and Activities section of this Report), which is principally the core activities programme with additional bursaries and grants, is increased or reduced each year so as to fully utilise all incoming resources (after taking account of an addition to the Core Activities Reserve Fund to protect its real value) and hence the actual activities programme is funded in part from investment income and in part by a transfer from General Fund income.

The balance of funds remaining in the General Fund is intended to approximate to twelve months running costs (i.e. the budget for the coming year). This year resources expended were approximately £389,000 (2020: £379,000) whilst the General Fund balance rose to £703,995 (2020: a rise to £639,950). The budget for outgoing resources will be held at a similar level to that authorised last year.

In summary, the policy of The Royal Institute is to distribute all incoming resources through the actual activities programme balancing fluctuations over two to three years, while seeking to maintain the real value of the Core Activities Reserve Fund in perpetuity.

Council has endorsed an investments structure for the Core Activities Reserve Fund which sets out the permitted type and weighting of investments in order to achieve a balance of low risk and return. Currently the Reserve Fund is held in UK Government index linked and fixed interest Bonds, UK Building Society Permanent Interest Bearing Shares (PIBS) and Permanent Subordinated Bonds (PSBs), FTSE Tracker Shares and cash on deposit. Cash is only held on deposit with The Royal Institute’s bankers, HSBC Bank PLC, which is A rated by Standard & Poors. The General Fund is held in working capital (current assets less current liabilities). Investment transactions are managed by The Royal Institute and conducted through The Royal Institute’s brokers, Stocktrade.

A summary of the impact of Covid-19 on the operations of The Royal Institute of Philosophy

The Institute continued to operate successfully online, given the uncertainties around lockdowns, typically reaching as many, and for some events, more people than in previous years. The Institute delivered a full series of classes for students in schools, mostly online, two online courses for adults, and an adapted, written 'course' in H M Prison Preston. The Institute offered all core funding as usual. Studentships and bursaries were awarded, the Essay Prize was given, conference funding was offered but only school events happened, a virtual departmental conference at Liverpool, rolled over from last year, took place in July. All lectures were arranged as usual but given virtually and made available for free online. The network's efforts were very much affected by lockdowns and few events were arranged. Philosophy and Think, supplemental volumes, and videos of the Institute's events have all appeared on schedule. Income in 2021 held steady compared to 2020, but income on digital sales has dipped.

Guarantors

The liability of each of the members of The Royal Institute in the event of a winding-up is limited to £1. This liability applies to all members whilst they are members and for one year after they cease to be members. At 31st July 2021 there were 50 members of The Royal Institute.

Statement of trustees' responsibilities

The Charity's trustees, who are also the directors of The Royal Institute of Philosophy for the purposes of company law, are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the Charity 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 the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website.

Statement as to Disclosure of Information to Auditor

Each of the trustees who were in office on the date of approval of these financial statements has confirmed that, as far as they are aware, there is no relevant audit information of which the auditor is unaware. Each of the trustees has confirmed that they have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditors.

Independent Auditor

A resolution to reappoint HW Fisher LLP as auditor to The Royal Institute will be proposed at the annual general meeting.

Approved by the Executive Committee on 25th November 2021:

and signed on their behalf by Professor Lucy O'Brien



Executive Committee member



James Garvey

Secretary

Dated: 25th November 2021

THE ROYAL INSTITUTE OF PHILOSOPHY INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ROYAL INSTITUTE OF PHILOSOPHY

Opinion

We have audited the financial statements of Royal Institute of Philosophy (the 'charity') for the year ended 31 July 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including 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 July 2021 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; and
- 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

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 charity's ability to continue as a going concern for a period of at least twelve 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 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our 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.

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 directors' report included within 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; or

- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 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.

As part of our planning process:

- We enquired of management the systems and controls the charity has in place, the areas of the financial statements that are most susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The charity did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the company. We determined that the following were most relevant: the Charity SORP, FRS 102, Charities Act 2011 and Companies Act 2006.
- We considered the incentives and opportunities that exist in the charity, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the charity, together with the discussions held with the charity at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

The key procedures we undertook to detect irregularities including fraud during the course of the audit included:

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Assessing the validity of the classification of income, expenditure, assets and liabilities between unrestricted and restricted funds.
- Documenting and verifying all significant related party balances and transactions.
- Reviewing documentation such as the charity board minutes, for discussions of irregularities including fraud.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements even though we have properly planned and performed our audit in accordance with auditing standards. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the charity.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Saalesh Mehta (Senior Statutory Auditor)

for and on behalf of HW Fisher LLP.

Chartered Accountants
Statutory Auditor
Acre House
11-15 William Road
London
NW1 3ER
United Kingdom

Dated:

9 December
2021

Statement of Financial Activities (SoFA) for the year ended 31st July 2021

(incorporating an income and expenditure account)

	Notes	Unrestricted Funds	Restricted Fund	Total Funds
		£	£	£
Income from:				
Donations	2	0	135,000	135,000
<i>Charitable activities:</i> Publications	2	295,019	0	295,019
Investment income	2	30,015	0	30,015
<i>Other income</i>	2	10,703	0	10,703
Total income		335,737	135,000	470,737
Expenditure on:				
<i>Charitable activities:</i>	6			
Lectures		83,893	0	83,893
Publications		55,568	0	55,568
Grants		49,092	0	49,092
Studentships		0	64,036	64,036
Education schemes		48,300	74,897	123,197
Conferences		13,425	0	13,425
Total expenditure		250,278	138,933	389,211
Net income/(expenditure) before gains/(losses)				
on investments		85,459	(3,933)	81,526
Net realised and unrealised gains/(losses) on investments	11	7,667	0	7,667
Net income/(expenditure)		93,126	(3,933)	89,193
Transfers between Funds		(3,933)	3,933	0
Net movement of funds		89,193	0	89,193
Reconciliation of funds:				
Total funds brought forward	17	1,645,851	0	1,645,851
Total funds carried forward		1,735,044	0	1,735,044

The financial activities above relate wholly to the continuing activities of The Royal Institute of Philosophy. The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 17 to 25 form part of these financial statements.

A company limited by guarantee registered in England and Wales - number 205110.

Statement of Financial Activities (SoFA) for the year ended 31st July 2020
(incorporating an income and expenditure account)

	Notes	Unrestricted Funds	Restricted Fund	Total Funds
		£	£	£
Income from:				
Donations	2	0	120,000	120,000
Charitable activities: Publications	2	297,679	0	297,679
Investment income	2	26,801	0	26,801
Other income: Members' subscriptions	2	12,010	0	12,010
Total income		336,490	120,000	456,490
Expenditure on:				
Charitable activities:	6			
Lectures		67,740	0	67,740
Publications		59,391	0	59,391
Grants		47,734	0	47,734
Studentships		24,470	64,042	88,512
Education schemes		27,170	68,507	95,677
Conferences		19,980	0	19,980
Total expenditure		246,485	132,549	379,034
Net income/(expenditure) before gains/(losses) on investments		90,005	(12,549)	77,456
Net realised and unrealised gains/(losses) on investments	11	(33,045)	0	(33,045)
Net income/(expenditure)		56,960	(12,549)	44,411
Transfers between Funds		(12,549)	12,549	0
Net movement of funds		44,411	0	44,411
Reconciliation of funds:	17			
Total funds brought forward		1,601,440	0	1,601,440
Total funds carried forward		1,645,851	0	1,645,851

Balance Sheet at 31st July 2021

(comparatives as at 31st July 2020)

	Notes	Total Funds 2021 £	Total Funds 2020 £
Fixed assets			
Tangible assets	10	0	668
Investments	11	456,528	448,861
Total fixed assets		456,528	449,529
Current assets			
Debtors: amounts falling due within one year	12	213,184	201,165
Cash at bank and in hand	1(j)	1,321,439	1,141,902
Total current assets		1,534,623	1,343,067
Current liabilities			
Creditors: amounts falling due within one year	14	(256,107)	(146,745)
Net current assets		1,278,516	1,196,322
Total net assets	16	1,735,044	1,645,851
The funds of the charity			
Restricted income fund			
Jacobsen Scheme		0	0
Unrestricted income funds			
Unrestricted income funds	16	703,995	639,950
Designated funds	16	1,031,049	1,005,901
Total unrestricted income funds		1,735,044	1,645,851
Total charity funds	17	1,735,044	1,645,851

The financial statements on pages 13 to 25 were approved by the Executive Committee on 25th November 2021 and were signed on its behalf by:

Members of the Executive Committee



Name: Professor Lucy O'Brien

Executive Committee member



James Garvey

Secretary



Professor Sarah Sawyer

Executive Committee member

Dated: 25th November 2021

Statement of cash flows

	Notes	2021 £	2020 £
Cash flows from operating activities			
Net cash provided by (used in) operating activities		149,522	(23,351)
Cashflows from investing activities			
Dividend and interest income	2	30,015	26,801
Proceeds from sale of investments	11	0	0
Purchase of property, plant and equipment	10	0	0
Net cash provided by (used in) investing activities		30,015	26,801
		179,537	3,450
Change in cash and cash equivalents in the year			
Cash and cash equivalents at the beginning of the year	B/S	1,141,902	1,138,452
Cash and cash equivalents at the end of the year	B/S	1,321,439	1,141,902

Reconciliation of net income/(expenditure) with net cash flow from operating activities

	Notes	2021 £	2020 £
Net income for the year (as per the statement of financial activities)		89,193	44,411
adjustments for:			
(Gains)/losses in investments	11	(7,667)	33,045
Depreciation charge	10	668	957
Investment income		(30,015)	(26,801)
Increase/(decrease) in creditors	14	109,362	(41,543)
Decrease/(increase) in debtors	12	(12,019)	(33,420)
Net cash provided by/(used in) operating activities		149,522	(23,351)

Analysis of changes in net (debt)/funds

The charity had no debt during the year.

Notes to the financial statements for the year ended 31st July 2021

1. ACCOUNTING POLICIES

The Royal Institute of Philosophy is a private company limited by guarantee incorporated in England and Wales. The registered office is 14 Gordon Square, London, WC1H 0AR, United Kingdom.

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

(a) BASIS OF ACCOUNTING

The financial statements have been prepared on the going concern basis and the historical cost convention, with the exception of fixed asset investments which are stated at market value, and in accordance with United Kingdom Generally Accepted Accounting Practices which have been consistently applied throughout the year. The financial statements comply with the Companies Act 2006, the Memorandum and Articles of Association, and 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 (FRS 102) (effective 1 January 2019). The Royal Institute meets the definition of a public benefit entity under FRS102.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

(b) TANGIBLE FIXED ASSETS

The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition. New tangible fixed assets in excess of £1,000 are capitalised.

Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned. The annual rate used for this purpose is 25% based on an estimate of the useful life of fixtures and fittings and of office equipment.

(c) FIXED ASSET INVESTMENTS

Investments are stated in the financial statements at their mid market value at the balance sheet date. Realised profits are calculated as the difference between proceeds on disposal and the book value of the investment less attributable costs on disposal. Unrealised profits are calculated as the movement in market value either since the previous year end or since acquisition if that occurred during the year and are accounted for in the Statement of Financial Activities for the year.

(d) DEBTORS AND CREDITORS

Financial assets are recognised at the amount expected to be received which would include an allowance for impairment if relevant. Financial liabilities are recognised at the amount expected to be paid.

(e) INCOME

Income is recognised when the charity has entitlement to the funds, any performance conditions attached have or can be met and it is probable that the income will be received and the amount can be measured reliably. Incomes are recognised as being attributable to an accounting period with a corresponding accrual if the income relates to the current period e.g. the CUP accounting period is a calendar year so the income for the period January to July in the current year is estimated pro rata from the last calendar year results. Members' subscriptions (net of transactions costs) are recognised as being for the twelve months following the date of receipt and accordingly a deferred income is recognised, income on sale of "Philosophy" and "Think" are recognised when invoiced, funds from the Jacobsen Trustees are recognised when due in respect of an accounting period, and interest receivable is accounted for on a receivable basis. Dividend income is recognised in the period when the investment goes "ex-dividend". Other incomes are treated as income of the period in which they are receivable.

(f) EXPENDITURE

Expenditure is accounted for on the accruals basis and is classified under the principal categories of charitable activity and other expenditure in order to provide more useful information to users of the financial statements. Resources expended comprise all expenditure directly relating to the objects of The Royal Institute, including support costs attributable to the activity and governance costs.

Support costs consist of costs incurred in connection with the management of The Royal Institute's assets, organisation and administration, the aggregate support headings are shown in note 7. Governance costs include those which enable compliance with constitutional and statutory requirements. Individual support and governance costs are first apportioned to various support headings (per note 7) and then allocated to activities in proportion to the relevant direct cost (per note 6).

(g) FUND ACCOUNTING

Unrestricted funds include a designated core activities reserve fund which is set aside at the discretion of the Executive Committee specifically for the projection of a core activities programme and a general fund which is available to spend at the discretion of the Executive Committee in furtherance of the charitable objectives of the charity. Council intends to maintain the real value of the designated fund by means of a periodic transfer from the General Fund. The restricted fund is for the activities enabled by funding received from the benefactor Mr. Jens. Jacobsen for the award of post-graduate studentships and for the promotion of philosophical work in schools and related support costs.

(h) TAXATION

As a registered charity, The Royal Institute is exempt from certain elements of Corporation Tax. The Royal Institute is registered for VAT and accounts for VAT on inputs and outputs. The principal output is the annual income from the publishing arrangement with CUP. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred. Investment income includes the related recoverable tax credits.

(i) GRANTS AND STUDENTSHIPS

The Royal Institute provides funding by way of grants and Jacobsen studentships to postgraduate students of philosophy on a discretionary basis to those individual applicants who meet the criteria of the selection committee as the best qualified and most promising in philosophical research. The grants are charged to the SOFA when a constructive obligation exists, that is when the recipient has been informed and explicit conditions have been met.

(j) CASH AT BANK AND IN HAND

Cash at bank and in hand includes deposits with credit worthy banks in current accounts, deposit accounts and short term deposits.

(k) FINANCIAL INSTRUMENTS

The provisions of Sections 11 and 12 of FRS 102 are being followed. Financial instruments are classified and accounted for, according to the substance of the contractual arrangements, as financial assets, financial liabilities or equity instruments. The Institute only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. With the exception of fixed asset investments, which are stated at fair value, basic financial instruments are initially recognised at transaction value and subsequently measured at settlement value.

(l) CRITICAL ACCOUNTING ESTIMATES

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. There were no critical accounting estimates for the period under review.

(m) GOING CONCERN BASIS

The Trustees have considered the impact of the Covid-19 pandemic on the activities and funding of the Charity and hence its ability to continue as a going concern. The Charity has substantial reserves, represented by highly rated investments and cash that can be liquidated at short notice. Charitable activities can be scaled up or down relatively easily to match available funds. The fact that the duration and extent of commitments made are always within existing funds at that time, taking account of the purpose and size of the Core Activities Fund, enables the Trustees to be confident that the Charity can continue as a going concern for the foreseeable future. Accordingly the financial statements have been prepared on the going concern basis.

Notes to the financial statements for the year ended 31st July 2021

		Unrestricted Funds	Restricted Fund	Total Funds The year to July 2021
	Notes	£	£	£
2. INCOME				
Donations: Jacobsen activity funding	17	0	135,000	135,000
Publications: Income on sale of "Philosophy"	3	266,380	0	266,380
Publications: Income on sale of "Think"	4	28,633	0	28,633
Publications: Royalties income		6	0	6
Investment income: Interest income		23,620	0	23,620
Investment income: Dividend income		6,395	0	6,395
Other income: Members' subscriptions		10,703	0	10,703
Total income		335,737	135,000	470,737

		Unrestricted Funds	Restricted Fund	Total Funds The year to July 2020
	Notes	£	£	£
Donations: Jacobsen activity funding	17	0	120,000	120,000
Publications: Income on sale of "Philosophy"	3	271,699	0	271,699
Publications: Income on sale of "Think"	4	25,955	0	25,955
Publications: Royalties income		25	0	25
Investment income: Interest income		22,716	0	22,716
Investment income: Dividend income		4,085	0	4,085
Other income: Members' subscriptions		7,810	0	7,810
Other income: Sale of books		4,200	0	4,200
Other income	5	336,490	120,000	456,490

3. INCOME ON SALE OF "PHILOSOPHY"	The year to July 2021	The year to July 2020
	£	£
Net subscription and non-subscription incomes incl. digital archive and supplements	362,974	353,618
Less: printing, distribution, commissions, overheads and other costs	(96,594)	(81,919)
Income on sale of "Philosophy" to non-members	266,380	271,699

"Philosophy" is published by Cambridge University Press as a joint arrangement whereby they account for gross subscription and non-subscription revenues, printing, distribution, commissions, overheads and other costs including their profit share, and remit the net result to The Royal Institute following the issuance of an invoice. The Royal Institute's own costs relating to the Editor, proof reading and attributable overheads are shown in the Statement of Financial Activities as Charitable activities - Publications.

4. INCOME ON SALE OF "THINK"	The year to July 2021	The year to July 2020
	£	£
Net subscription and non-subscription incomes incl. digital archive	73,557	68,197
Less: printing, distribution, commissions, overheads and other costs	(44,924)	(42,242)
Income on sale of "Think" to non-members	28,633	25,955

"Think" is published by Cambridge University Press as a joint arrangement whereby they account for gross subscription and non-subscription revenues, printing, distribution, commissions, overheads and other costs including the Editor and their profit share, and remit the net result to The Royal Institute following the issuance of an invoice.

	The year to July 2021	The year to July 2020
	£	£
5. OPERATING LEASES		
Amounts recognised as an expense during the year in respect of operating leases.	15,144	9,898

The Institute rents its office space under a rental agreement which requires 12 months notice of cancellation. The total of future minimum lease payments during the notice period would be £16,576 if the present restrictions continue (2020: nil), being 12 months rental payment.

6. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES	The year to July 2021	The year to July 2021	The year to July 2021
	£	£	£
	Direct Cost	Support and Governance Cost (note 7)	Total
Charitable activities:			
Lectures	57,254	26,639	83,893
Publications	37,923	17,645	55,568
Grants	33,504	15,588	49,092
Studentships	64,000	36	64,036
Education schemes	107,818	15,379	123,197
Conferences	9,162	4,263	13,425
Expenditure on charitable activities	309,661	79,550	389,211

All costs incurred are identified as being a direct cost of a charitable activity, or as a support cost. Total support costs are then allocated to a charitable activity on the basis of the direct cost of that activity. Support costs attributable to restricted activities are allocated to an appropriate unrestricted activity.

	The year to July 2020	The year to July 2020	The year to July 2020
	£	£	£
	Direct Cost	Support and Governance Cost (note 7)	Total
Charitable activities:			
Lectures	37,819	29,921	67,740
Publications	33,158	26,233	59,391
Grants	26,650	21,084	47,734
Studentships	77,662	10,850	88,512
Education schemes	83,631	12,046	95,677
Conferences	11,155	8,825	19,980
Expenditure on charitable activities	270,075	108,959	379,034

Expenditure on charitable activities comprise all the resources applied by The Royal Institute in undertaking work to meet our charitable objectives. Such costs include the direct costs that we have incurred and the support and governance costs incurred that enable these activities to be undertaken. Grants (i.e. bursaries) and studentships are only made to individuals. The names of recipients remain confidential.

7. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS	The year to July 2021 £	The year to July 2020 £	Basis of allocation 2021
Management costs	27,834	73,000	25% of Secretary and 50% of Treasurer remuneration (2020: 100% Secretary, 75% Treasurer)
Office costs	14,445	21,504	100% of rent, advertising, printing, telephone, insurance, legal, depreciation and general costs
Information technology	3,287	1,751	100% of computing expenses and 30% of the website
Total support costs	45,566	96,255	
Governance costs	33,984	12,704	25% Secretary, 50% of Treasurer remuneration, audit fee and travel cost reimbursed to ExCom and Council members (2020: 25% Treasurer)
Total support and governance costs	79,550	108,959	

Support costs consist of those costs in connection with the management of The Royal Institute's assets, organisation and administration. Governance costs enable compliance with constitutional and statutory requirements and include the audit fee of £6,000 (2020: £4,500). We allocate support costs and governance costs to the six charitable activities. See Note 13 for details of costs reimbursed to Executive Committee and Council members. Following a number of staff changes, we decided to re-analyse the activity elements of each member of staff's work, and this revised allocation for support and governance costs is shown in the Basis of allocation in the table. Other staff costs are included within direct costs in Note 6.

8. EMPLOYEE INFORMATION	The year to July 2021 Number	The year to July 2020 Number
Average number of staff employed expressed as equivalent number of full time		
Full-time staff (1)	1	1
Part-time staff (6)	1.6	1.6
	2.6	2.6
Employment costs of all employees comprised:	£	£
Gross wages and salaries	112,329	114,292
Employer's social security costs	8,837	5,780
Employer's contribution to defined contribution pension schemes	17,152	16,417
Total staff costs	138,318	136,489

Key management personnel comprise the full time Managing Director (including Company Secretary) and the part-time Officers, being the co-Editors of Philosophy, Editor of Think, Academic Director and Finance Director. Their total remuneration cost (including employers' pension and National Insurance contributions) totalled £131,038 (2020: £132,555). No employee received emoluments above £60,000 p.a.. The average headcount was 7 (2020: 7).

9. REALISED LOSS ON INVESTMENT ASSETS

	The year to July 2021	The year to July 2020
	£	£
Loss on redemption of investment:		
Listed on UK Stock Exchange	<u>0</u>	<u>0</u>

10. TANGIBLE ASSETS

	Furniture and Fittings	Office Equipment	Total
	£	£	£
COST:			
At 1st August 2020	5,761	21,248	27,009
Additions	0	0	0
As at 31st July 2021	<u>5,761</u>	<u>21,248</u>	<u>27,009</u>
ACCUMULATED DEPRECIATION:			
At 1st August 2020	5,457	20,884	26,341
Charge for year	304	364	668
As at 31st July 2021	<u>5,761</u>	<u>21,248</u>	<u>27,009</u>
Net book value			
As at 31st July 2021	0	0	0
As at 31st July 2020	304	364	668

11(a) INVESTMENTS

	2021	2020
	£	£
Market valuation (all listed investments)		
At 1st August (comparative 1st August)	448,861	481,906
Additions	0	0
Disposals	0	0
Realised gains/(losses)	0	0
Unrealised gains/(losses)	7,667	(33,045)
At 31st July (comparative 31st July)	<u>456,528</u>	<u>448,861</u>
COST:		
At 31st July (comparative 31st July)	468,911	468,911

All investments are listed on the UK Stock Exchange and are treated here as one class of investment asset.

The following investments represented in excess of 5% of the total market value at the year end:

	At 31st July 2021	At 31st July 2020
	£	£
36,184 x 2.5% 2024 IL Treasury Stock	130,192	130,634
33,760 x Co-operative Group 11% FRSN 2025	42,875	42,453
35,000 x Nationwide 7.25% PIBS	36,008	36,400
36,000 x Nationwide. 6.25% PIBS	38,700	37,757
50,000 x 4% Treasury Stock 2022	51,190	53,240
100,441 Aberdeen Diversified Income and Growth Trust	99,437	86,580
50,000 x Halifax 12% PSB	56,500	60,500
	<u>454,902</u>	<u>447,564</u>

11(b) FINANCIAL INSTRUMENTS

	At 31st July 2021	At 31st July 2020
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit and loss	456,528	448,861

**12. DEBTORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR**

	Unrestricted Funds	Restricted Fund	Total Funds At 31st July 2021	Total Funds At 31st July 2020
	£	£	£	£
Receivables	4,014	0	4,014	0
Prepayments and accrued income	209,170	0	209,170	201,165
	213,184	0	213,184	201,165

The joint arrangement with CUP is accounted by CUP on a calendar year basis. The estimated income from Philosophy and Think attributable to the first seven months of 2021 is based on the 2020 result and reported as accrued income.

13. PAYMENTS TO EXECUTIVE COMMITTEE AND COUNCIL MEMBERS

The Executive Committee and Council members received no remuneration for their services to The Royal Institute. Travel costs when claimed are reimbursed and there were none. One Trustee received a leaving present valued at £150 (Travel cost 2020: £6,158). No other payments were made to Executive Committee or Council members.

**14. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR**

	Total Funds at 31st July 2021	Total Funds at 31st July 2020
	£	£
Trade creditors	0	0
Taxation and social security	57,681	58,804
Subscriptions received in advance	5,426	6,676
Accruals and deferred income - all utilised in the year	193,000	81,265
	256,107	146,745

Accruals and deferred income in 2021 include £187,000 from the Jacobsen benefaction received before the year end but intended for 2021/22 activities.

15. CAPITAL

The Royal Institute is a company limited by guarantee and does not have share capital. Every member of The Royal Institute has undertaken to contribute to the assets thereof in the event of a winding-up such amount as may be required, not exceeding £1.

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	General Fund	Designated Fund	Restricted Fund	at 31st July 2021
	£	£	£	£
Tangible assets	0	0	0	(0)
Investments	0	456,528	0	456,528
Debtors	213,184	0	0	213,184
Cash at bank and in hand	559,918	574,521	187,000	1,321,439
Creditors	(69,107)	0	(187,000)	(256,107)
Net assets at 31st July 2021	703,995	1,031,049	0	1,735,044

	General Fund	Designated Fund	Restricted Fund	Total Funds at 31st July 2020
	£	£	£	£
Tangible assets	668	0	0	668
Investments	0	448,861	0	448,861
Cash at bank and in hand	521,720	550,182	70,000	1,141,902
Debtors	194,307	6,858	0	201,165
Creditors	(76,745)	0	(70,000)	(146,745)
Net assets at 31st July 2020	639,950	1,005,901	0	1,645,851

17. MOVEMENTS IN FUNDS

The Core Activities Reserve Fund (the Designated Fund shown in this note) receives investment income from the investments held by the Fund and expends resources on grants, lectures and conferences, with a transfer from the General Fund sufficient to cover any shortfall of income along with an amount intended to protect the Fund from inflation. The General Fund receives resources from and funds all other activities and consists largely of working capital, representing approximately 12 months running costs plus any surpluses carried over from previous years which are intended to be distributed through additional or expanded future activities.

The Restricted Fund is the Jacobsen Scheme, which is provided in accordance with a deed of trust made by the benefactor Mr. Jens Jacobsen. The Royal Institute received funding of £135,000 p.a. to award up to 8 Royal Institute of Philosophy Jacobsen studentships of £8,000 each, funding for the teaching of philosophy in schools, and funding of the related support costs. These funds, and any investment income therefrom, will only be applied to these activities. The Fund is held in a separate bank account.

	General Fund	Designated Fund	Total Unrestricted Funds	Restricted Fund	Total Funds at 31st July 2021
	£	£	£	£	£
Total income and endowments	305,722	30,015	335,737	135,000	470,737
Total expenditure	(103,869)	(146,409)	(250,278)	(138,933)	(389,211)
Net income/(expenditure) before gains/(losses) on investments	201,853	(116,394)	85,459	(3,933)	81,526
Realised losses on investment assets	0	0	0	0	0
Unrealised losses on investment assets	0	7,667	7,667	0	7,667
Net income/(expenditure) before transfers	201,853	(108,727)	93,126	(3,933)	89,193
Transfers between funds	(137,808)	133,875	(3,933)	3,933	0
Net movement of funds	64,045	25,148	89,193	0	89,193
Fund balances brought forward at 1st August 2020	639,950	1,005,901	1,645,851	0	1,645,851
Net movement of funds	64,045	25,148	89,193	0	89,193
Fund balances carried forward at 31st July 2021	703,995	1,031,049	1,735,044	0	1,735,044

	General Fund	Designated Fund	Total Unrestricted Funds	Restricted Fund	Total Funds at 31st July 2020
	£	£	£	£	£
Total income and endowments	309,688	26,802	336,490	120,000	456,490
Total expenditure	(111,030)	(135,455)	(246,485)	(132,549)	(379,034)
Net income/(expenditure) before gains/(losses) on investments	198,658	(108,653)	90,005	(12,549)	77,456
Realised losses on investment assets	0	0	0	0	0
Unrealised losses on investment assets	0	(33,045)	(33,045)	0	(33,045)
Net income/(expenditure) before transfers	198,658	(141,698)	56,960	(12,549)	44,411
Transfers between funds	(169,112)	156,563	(12,549)	12,549	0
Net movement of funds	29,546	14,865	44,411	0	44,411
Fund balances brought forward at 1st August 2019	610,404	991,036	1,601,440	0	1,601,440
Net movement of funds	29,546	14,865	44,411	0	44,411
Fund balances carried forward at 31st July 2020	639,950	1,005,901	1,645,851	0	1,645,851

During the year the actual expenditures on core activities was met from the Core Activities Reserve Fund and from a funding transfer from the General Fund. The transfer covers (a) the difference between actual expenditure on all core activities and the income earned on the investments representing the Core Activities Reserve Fund and (b) an amount intended to protect the Core Activities Reserve Fund from inflation.

18. RELATED PARTY TRANSACTIONS

There were no related party transactions during the period.

THE EXECUTIVE COMMITTEE OF THE ROYAL INSTITUTE
(at the date of signing of these Financial Statements)

CHAIR OF THE EXECUTIVE COMMITTEE

Professor Lucy O'Brien

VICE-CHAIR OF THE EXECUTIVE COMMITTEE

Professor Sarah Sawyer

Dr. Arif Ahmed; Professor Maria Rosa Antognazza; Professor Ben Coburn

Professor Fiona Ellis; Professor Edward Harcourt; Professor Beth Lord

Dr Lea Salje, Professor Constantine Sandis

Dr Rachael Wiseman

OFFICERS OF THE ROYAL INSTITUTE

Joint EDITORS of *Philosophy*

Professor Maria Alvarez

Professor Bill Brewer

MANAGING DIRECTOR AND SECRETARY

Dr. James Garvey

ACADEMIC DIRECTOR

Dr. Julian Baggini

FINANCE DIRECTOR AND TREASURER

Mr. Tony Philip

The ninety-fifth Annual General Meeting of the Royal Institute was held at Dr. Williams's Library, 14 Gordon Square, London, on Friday 13 December 2020, at which Professor John Haldane took the Chair. The Annual Report and Audited Financial Statements for the year ended 31 July 2020 were presented and approved at the meeting. HW Fisher was reappointed as Auditor.

Once again, friends are remembered with gratitude: Dr. Williams's Trust and the caretaker, Daniel Pollendine, for their help; the Auditor, HW Fisher LLP, for their support and goodwill towards the Royal Institute.

Report of the Academic Director

The 2020-2021 London lecture, "How do we know? The Social Dimension of Knowledge" was part-programmed by the outgoing director, Anthony O'Hear, and myself. They were held in a new venue, Foyles bookshop, which attracted a more diverse audience. The speakers were Paul Giladi, Havi Carel, Alvin Goldman, Liam Kofi Bright, Alessandra Tanesini, Elizabeth Fricker, C. Thi Nguyen, Miranda Fricker, Jennifer Lackey, Chakravarthi Ram-Prasad, Linda Alcoff, Sanford Goldberg, Peter Adamson, Lani Watson, Katharine Jenkins and Hugo Mercier. The last of these was cancelled due to Covid-19 but a video interview was made in its place.

The annual debate was held on 21 November 2020 on the question "What's the Point of Diversity?". The speakers were Tommy J. Curry, Onora O'Neill and Kathleen Stock, with Ritula Shah in the chair. The Annual Lecture in London was given by Philip Pettit.

All the above events were filmed and have been publically available on the Institute's YouTube channel.

Around the country Susan Neiman gave the Edinburgh Annual Lecture, Ruth Chang gave the Cardiff Annual Lecture, Elizabeth Anderson gave the Dublin Annual Lecture.

We continued to fund public lectures around the country through our re-named network (formerly branches), the members of which were: The University of Aberdeen, Anglia Ruskin University, Barnes Philosophy Club, The University of Birmingham, The University of Cardiff, The University of Dundee, The University of Exeter, The University of East Anglia, The University of Glasgow, The University of Hertfordshire, Gloucestershire Philosophical Society, The University of Hull, Keele University, The University of Kent, The University of Lancaster, The University of Liverpool, The University of Manchester, Manchester Metropolitan University, The Newcastle Philosophy Society, The Open University, Oxford Brookes University, University of Reading, Royal Holloway, Shelter From the Storm, The University of Southampton, University of Stirling, The University of Sussex, St Mary's University, The Stuart Low Trust, Trinity St David, Lampeter, The University of the West of England, The University of Wolverhampton, The University of York. We also supported five public events by the Forum for Philosophy.

Dr Julian Baggini