



THE FOUNDATION  
FOR SCIENCE AND  
TECHNOLOGY

**REPORT OF COUNCIL  
AND  
FINANCIAL STATEMENTS  
FOR THE  
YEAR ENDED 31 DECEMBER 2007**

Registered Company Number: 01327814  
Registered Charity Number: 00274727

FOUNDATION FOR SCIENCE AND TECHNOLOGY

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FOR THE YEAR ENDED 31 DECEMBER 2007

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FOUNDATION FOR SCIENCE AND TECHNOLOGY

CHARITY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2007

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**REGISTERED OFFICE**

10 Carlton House Terrace  
London  
SW1Y 5AH

**AUDITORS**

Kingston Smith LLP  
Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

**SOLICITORS**

Allen & Overy  
One New Change  
London  
EC4M 9QQ

Edwards Duthie Solicitors  
9/15 York Road  
Ilford  
Essex  
IG1 3AD

**BANKERS**

Coutts & Co  
440 Strand  
London  
WC2R 0QS

Royal Bank of Scotland  
Lawrie House  
Victoria Road  
Farnborough  
Hampshire  
GU14 7NR

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2007

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The Council<sup>1</sup> presents its twenty-ninth annual report and audited financial statements for the year ended 31 December, 2007. The legal and administrative information set out on page 1 forms part of this Report. The financial statements have been prepared to current statutory requirements and in accordance with the Memorandum and Articles of Association and the Accounting and Reporting by Charities: Statement of Recommended Practice (SORP 2005).

The objects of the charitable company are:

- The promotion and development of science and technology and to bring about the greater efficiency of the industry of the United Kingdom; and
- The promotion of research in furtherance of the above object and the publication of the useful results of any such research.

In order to achieve the above objects, the Foundation's main activity is to bring together in a neutral forum representatives of both Houses of Parliament, officials from Whitehall, industrialists, academics and others to debate policy issues with a science, engineering, technological or medical element. A wide range of dinner/discussions, lectures and workshops have been held during the year. Also to support the objects of the charity the Foundation publishes guidelines and newsletters to assist learned and professional societies to improve their administrative efficiency. Where resources allow international visits and events for young scientists are organised.

### 1 REVIEW OF ACTIVITIES

Dinner/discussions, workshops and a lecture were organised on topics as diverse as how government should support international development, biofuels, energy policy, adapting to and mitigating the impacts of climate change, the Sainsbury Review of Government's Science and Innovation Policy and the co-ordination of marine science. The highlight of the year was the presentation by Sir David King KB ScD FRS and the response by the Rt Hon John Denham MP, Secretary of State for Innovation, Universities and Skills, Iain Conn, a Managing Director of BP and Pallab Ghosh, from the BBC. Details of all the meetings are on the Foundation's web site [www.foundation.org.uk](http://www.foundation.org.uk).

The 2007 Lord Lloyd of Kilgerran Award Lecture was given by Dr Scott Steedman FREng on the lessons learned from the flooding of New Orleans and the implications for the possible flooding of London. The Earl of Selborne KBE FRS spoke at the annual Christmas Reception. The Foundation once again visited Scotland and held a dinner/discussion jointly with the Royal Society of Edinburgh on "what should be the development policy for the remote regions of Scotland?". Two-page summaries of each meeting were circulated to those who attended and placed on the Foundation's web site. Most of these summaries were written by Sir Geoffrey Chipperfield KBE. Papers by the speakers at selected events were published in the Foundation's journal, *FST Journal*, edited by Sir John Maddox FRS. We are most grateful to Sir Geoffrey and Sir John for their support for the work of the Foundation.

The Foundation also acts in a supporting role for smaller Learned Society members. A luncheon at the House of Lords was held in October at which Sir John Stuttard, the Lord Mayor of London, spoke. Four newsletters were published providing an awareness service to Learned and Professional Society members of changes to legislation, accounting practice and charity regulation. A number of guidance notes were also published.

The Foundation is very grateful to The British Academy for providing accommodation for the Foundation in 10 Carlton House Terrace.

### 2 FINANCIAL REVIEW

The Foundation's revenue is from subscribing Associate Members and Accredited and Affiliated Learned Society Members, sponsorship of events and from grants. Council is most grateful to the many companies, organisations and departments who support the work of the Foundation. Subscriptions totalled £81,947 and income from Learned Society activities was £4,407. Donations and sponsorship totalling £223,573 were made to the Foundation from the Department for Innovation, Universities and Skills, The Royal Society, The Royal Academy of Engineering, The ETB, The British Academy, The Department for Environment, Food and Rural Affairs, The Wellcome Trust, Gatsby Charitable Foundation, the Research Councils, IET, The Michael John Trust, QinetiQ, the Comino Foundation and others.

The net of incoming and outgoing resources of the Foundation at the year-end was a deficit of £28,721 (2006 deficit £34,059) before the unrealised loss in the equity investment of £31,064. Consequently the total reserves of the

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<sup>1</sup> Throughout this document the term Council refers to the Trustees and Directors of the Foundation for Science and Technology

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2007

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Foundation at the end of the financial year were decreased from £681,465 to £621,680. The seven-year trend is shown in the table:

	2001	2002	2003	2004	2005	2006	2007
Surplus/Deficit before unrealised gain or loss	1,572	11,243	(12,706)	(24,830)	(45,099)	(34,059)	(28,721)
Surplus/Deficit	(31,816)	(34,378)	16,946	10,286	(11,356)	10,319	(59,785)

### 3 CORPORATE STATUS

The Foundation was incorporated on 31<sup>st</sup> August, 1977 as a private Company Limited by Guarantee (Registered In England Number 01327814). Authorisation to dispense with the word "Limited" was given on 1<sup>st</sup> February, 1978. The Foundation for Science and Technology is a Registered Charity (Registered Charity Number 274727).

### 4 STATEMENT OF COUNCIL'S RESPONSIBILITIES

The Council is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company Law requires the Council to prepare financial statements for each financial year. Under that law the Council has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period. In preparing these financial statements, the Council is required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- (d) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Council is responsible for keeping proper 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 1985. 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.

In accordance with company law, as the company's directors, we certify that:

- In so far as we are aware, there is no relevant audit information of which the charitable company's auditors are unaware; and
- As the directors of the charitable company 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.

### 5 GOVERNANCE

The Foundation is governed by a Council that meets three times a year to oversee the work of the charity and delegate day-to-day management of the Foundation to the Chief Executive, Dr Goodman. The Finance and General Purposes Committee also meet three times a year to review progress on the implementation of the strategy agreed with Dr Goodman and to monitor financial matters.

During the year, when directors were appointed to the Council as part of their induction they were informed of the activities of the Foundation and the working procedure of the Council as well as provided with relevant strategy papers and past financial statements.

### 6 INVESTMENT POWERS AND POLICY

Under the Memorandum and Articles of Association, the Foundation has the power to make any investment that the Council see fit and operates to an agreed Investment Policy. The Investment Policy is to maintain a low risk investment strategy for the portfolio of investments held.

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2007

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As part of the investment policy, the trustees have laid down a series of guidelines which are rigorously followed. These are as follows:

- The maximum invested in any one commercial bank or building society should not exceed 20% of the Foundation's funds.
- At least £150,000 should be invested in deposits with building societies, banks or government securities, to be reviewed in line with purpose 3, above.
- Working capital in immediate access accounts should not normally exceed £100,000.
- Remaining funds, but not more than normally 50% of total funds, may be invested in Common Investment Funds where the balance as between UK / World, sectors and specific funds should be reviewed by the Finance and General Purposes Committee regularly.

### 7 **RESERVE POLICY**

The Council reviewed the financial position of the Foundation during the year and judged that the level of reserves is prudent to underpin the Members' guarantee and to enable the Foundation to commit to its forward programme with confidence, usually before sponsorship or other sources have been arranged or assured and to organise topical events at short notice. Adequate financial resources ensure that the Foundation remains independent of, and not reliant on, the financial support of any one organisation or interest. Independence is crucial to the fulfilment of the Foundation's charitable objectives.

On the 24<sup>th</sup> of April 2006, the Council considered the Reserves Policy in conjunction with a new investment policy and, in so doing, identified four main purposes of their financial reserves. These are to:

- Ensure the Foundation can cover administrative and operating costs;
- Assure the Foundation's position of independence, freedom and responsiveness of action;
- Provide financial headroom for the Foundation to develop its activities for both future and current members; and
- Provide reassurance to suppliers.

In order to satisfy the above purposes, the Trustees believe the level of reserves should be in the range of 18 months to two years expenditure. The current level of reserves is within this range.

### 8 **RISK MANAGEMENT**

The Council advised by the Finance and General Purposes Committee, regularly reviews the risks to which the Foundation is exposed and systems have been established to mitigate those risks and their possible impacts identified and strategies developed to eliminate, manage, mitigate or transfer the risk. These procedures are periodically reviewed to ensure that they still meet the needs of the Foundation.

### 9 **VICE-PRESIDENTS**

The following served as Vice-Presidents during the year ended 31<sup>st</sup> December, 2007:

The Lord Flowers FRS	Vice President (not a director)
The Rt Hon the Earl of Shannon	Vice President (not a director)
Sir Brian Jenkins GBE	Vice President (not a director)

### 10 **COUNCIL MEMBERS**

The following served on the Council during the year ended 31<sup>st</sup> December, 2007:

The Rt Hon the Lord Jenkin of Roding	President
The Earl of Selborne KBE FRS	Chairman
Dr Robert Hawley CBE DSc FRSE FREng	Deputy Chairman
The President of The Royal Society	The Lord Rees of Ludlow OM PRS
The President of The Royal Academy of Engineering	The Lord Browne of Madingley FRS FREng
The President of the Academy of Medical Sciences	Professor Sir John Bell FMedSci
The President of The Science Council	Sir Tom McKillop FRS FRSE FMedSci

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2007

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The Chairman of The Engineering and Technology Board	Sir Anthony Cleaver
The Chairman of The Arts and Humanities Council	Sir Alan Wilson Kt FBA FRS
The Chairman of The Biotechnology and Biological Sciences Research Council	Dr Peter Ringrose
The Chairman of The Economic and Social Research Council	The Lord Turner of Ecchinswell
The Chairman of The Engineering and Physical Sciences Research Council	Mr John Armit CBE FREng
The Chairman of The Medical Research Council	Sir John Chisholm FREng
The Chairman of The Natural Environment Research Council	Mr Edmund Wallis FREng
The Chairman of The Science and Technologies Facilities Council	Mr Peter Warry FREng
The Chairman of the Technology Strategy Board	Dr Graham Spittle
Sir Michael Atiyah OM FRS PRSE	Sir Rob Margetts CBE FREng
Professor Polina Bayvel FREng	The Lord May of Oxford OM AC FRS
The Lord Broers FRS FREng	The Baroness O'Neill of Bengarve PBA
Sir Geoffrey Chipperfield KBE	The Lord Oxburgh KBE FRS
Professor Sir Graeme Davies FRSE FREng	The Lord Soulsby of Swaffham Prior FMedSci
The Lord Haskel	The Lord Sutherland of Houndwood KT FBA FRSE
Dr Geraldine Kenney-Wallace FRSC	Professor Mark Walport FMedSci
The Lord Krebs FRS FMedSci	The Baroness Wilcox
Sir Hugh Laddie	Sir Peter Williams FRS FREng
Mr Tony Quigley	Honorary Treasurer
Mr Patrick McHugh	Honorary Secretary

Frances Cairncross CBE FRSE, Sir Brian Follett FRS, Dame Julia Higgins DBE FRS FREng, Sir Keith Peters FRS FMedSci and Sir William Stewart FRS FRSE stepped down from the Council during the year. Sadly Sir Gareth Roberts FRS FREng, a strong supporter of the work of the Foundation, died during the year. Dr Dougal Goodman FREng was the Chief Executive.

### 11 HONORARY OFFICERS

The Honorary Officers are The Rt Hon the Lord Jenkin of Roding, President, The Earl of Selborne KBE FRS, Chairman, Dr Robert Hawley CBE FRSE FREng, Deputy Chairman, Mr Tony Quigley, Honorary Treasurer and Mr Patrick McHugh, Honorary Secretary. In accordance with Article 35 of the Constitution, the Honorary Officers retire each year and offer themselves for reappointment by the Council.

### 12 FUTURE DEVELOPMENTS

The Council intends the Foundation to continue to pursue its objectives first to provide a neutral platform for debate by Members of both Houses of Parliament, officials from Whitehall, industrialists, academics and others about issues of importance and relevance to society involving science and technology. Issues raised during the debates will be published by the Foundation in a report of the meeting, in *FST Journal* and on the Foundation web site. Secondly, the Foundation will provide guidance and support to Learned Society members to improve the efficiency of their administration and reduce their risk exposures.

The Foundation will continue to invite companies and government bodies to join as Associate Members and will strive to maintain a balance between the interest, size and nature of the organisations represented. The Foundation will also continue to organise dinners/discussions, workshops and visits, publish a journal, maintain the web site and provide continuous support to learned and professional societies by publication of a newsletter and guidance notes in 2008.

FOUNDATION FOR SCIENCE AND TECHNOLOGY

COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2007

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**13 AUDITORS**

Kingston Smith LLP have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act it is proposed that they be re-appointed auditors for the ensuing year.

**By Order of the Council**

\_\_\_\_\_ **Date** \_\_\_\_\_  
**The Earl of Selborne KBE FRS**  
Chairman





**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**STATEMENT OF FINANCIAL ACTIVITIES  
AT 31 DECEMBER 2007**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2007 £	Total 2006 £
<b>Incoming Resources</b>					
<b>Incoming resources from generated funds</b>					
<i>Voluntary income</i>					
Donations		93,560	-	93,560	96,040
<i>Investment income</i>					
Listed investment income		13,916	-	13,916	13,290
Bank deposit interest		15,659	729	16,388	13,968
<b>Incoming resources from charitable activities</b>					
Sponsorship		130,013	-	130,013	113,545
Accreditation fees and subscriptions		81,947	-	81,947	74,225
Learned societies activities and journal		4,407	-	4,407	3,567
<b>Total Incoming Resources</b>		<b>339,502</b>	<b>729</b>	<b>340,231</b>	<b>314,635</b>
<b>Resources Expended</b>					
<b>Costs of generating funds</b>	4	31,037	-	31,037	31,170
<b>Charitable activities</b>	4	325,326	142	325,468	307,585
<b>Governance costs</b>	4	12,447	-	12,447	12,726
<b>Total Resources Expended</b>		<b>368,810</b>	<b>142</b>	<b>368,952</b>	<b>351,480</b>
<b>Net (outgoing) resources</b>	2	(29,308)	587	(28,721)	(36,846)
Realised gain from investment assets	7	-	-	-	2,787
<b>Excess of (Expenditure) for the Year</b>		<b>(29,308)</b>	<b>587</b>	<b>(28,721)</b>	<b>(34,059)</b>
<b>Other Recognised Gains and Losses</b>					
Unrealised (losses)/gains for investment assets	7	(31,064)	-	(31,064)	44,378
<b>Net Movement in Funds</b>		<b>(60,372)</b>	<b>587</b>	<b>(59,785)</b>	<b>10,319</b>
Retained funds brought forward		665,506	15,959	681,465	671,146
<b>Retained Funds Carried Forward</b>	10, 12	<b>605,134</b>	<b>16,546</b>	<b>621,680</b>	<b>681,465</b>

The notes on pages 10 to 14 form part of the financial statements.

FOUNDATION FOR SCIENCE AND TECHNOLOGY

BALANCE SHEET  
AT 31 DECEMBER 2007

	Notes	2007 £	2007 £	2006 £	2006 £
<b>Fixed Assets</b>					
Tangible assets	6		2,599		4,196
Investments	7		<u>399,717</u>		<u>538,677</u>
			402,316		542,873
<b>Current Assets</b>					
Debtors	8	30,233		17,643	
Cash at bank - on deposit		181,070		119,432	
- current account		2,500		2,501	
- The Harold Silman Fund		16,688		16,159	
Cash in hand		<u>227</u>		<u>225</u>	
		230,718		155,960	
<b>Creditors: Amounts falling due within one year</b>	9	<u>(11,354)</u>		<u>(17,368)</u>	
<b>Net Current Assets</b>			<u>219,364</u>		<u>138,592</u>
<b>Net Assets</b>			<u><u>621,680</u></u>		<u><u>681,465</u></u>
Financed by:					
<b>Funds</b>					
Restricted	10		16,546		15,959
Unrestricted			<u>605,134</u>		<u>665,506</u>
	12		<u><u>621,680</u></u>		<u><u>681,465</u></u>

Approved by the Council on  
and authorised for issue by:

.....  
The Earl of Selborne KBE FRS - Chairman

.....  
Mr A L C Quigley - Honorary Treasurer

The notes on pages 10 to 14 form part of the financial statements.

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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### 1 ACCOUNTING POLICIES

#### 1.1 Basis of Accounting

The financial statements are prepared under the historical cost convention, with the exception of investments which are included at market value, and in accordance with the provision of the Companies Act 1985, the revised Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities" published in March 2005 and applicable accounting standards. The classification of certain categories of income and expenditure has been amended to comply with SORP 2005 and the comparative figures have been restated accordingly.

The charity has taken advantage of the provisions of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the charity's activities.

#### 1.2 Costs

The costs of generating funds are those costs of seeking potential funders and applying for funding. This also includes an element of apportioned costs (see below).

Support costs are those costs incurred in support of the charitable objectives. (See below.)

Governance costs are those incurred in the governance of the charity and are primarily associated with constitutional and statutory requirements.

#### 1.3 Depreciation of Tangible Assets

Depreciation is provided on tangible assets at rates calculated to write off the cost, less estimated residual value of each asset over its expected useful life. For furniture, furnishings and office equipment a depreciation figure of 20% to 25% per annum on cost is used.

#### 1.4 Investment Assets and Income

Investment assets have been included at the closing mid-market value at the balance sheet date. Any gain or loss on revaluation is taken into the Statement of Financial Activities.

#### 1.5 Subscriptions

Subscriptions are included in income when they are received.

#### 1.6 Conferences and Public Lectures

Sponsorships received through the Gift Aid Scheme are inclusive of income tax recoverable.

#### 1.7 Operating Leases

Rentals paid under operating leases are charged to the Income and Expenditure account as incurred.

#### 1.8 Donations

All donations are included in income when they are received. Donations under deeds of covenant together with the associated income tax recovery are recognised as income upon receipt of the donation.

#### 1.9 Apportionment of Expenditure

The Statement of Financial Activities, where possible, reflects the proportion of expenditure relating to generating funds, charitable activities and governance costs. However, certain costs are allocated to each cost area on a basis that fairly reflects the true use of that resource within the organisation. The basis of apportionment is 15%:80%:5%, respectively.

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

### 1 Accounting Policies (Continued)

#### 1.10 Fund Accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors. The aim and use of each restricted fund is set out in note 10 to the financial statements.

#### 1.11 Investments

Investments are stated at market value. Realised and unrealised gains and losses on investments are dealt with in the Statement of Financial Activities. Investment income including the associated income tax recoverable is credited to income on a receivable basis.

### 2 Net (Outgoing)/Incoming Resources

2007                      2006

£                              £

This is stated after charging:

Auditors' remuneration	1,390	1,655
Depreciation on tangible fixed assets	1,597	1,314

### 3 Transactions with Trustees

During the year one trustee received reimbursement for travel and subsistence expenses totalling £97 (2006 - £47). None of the trustees received any emoluments for their services during the year.

### 4 Total Resources Expended

	Cost of Generating Funds £	Charitable Activities £	Governance Costs £	2007 £	2006 £
Rent, rates and services	4,691	25,020	1,564	31,275	31,908
Salaries and agency staff (see note 5)	24,345	129,838	8,115	162,298	157,236
Printing, postage and stationery	1,186	6,325	395	7,906	13,055
General maintenance and cleaning	-	-	-	-	90
Insurance	274	1,463	91	1,828	1,680
Sundry expenses	301	576	36	913	917
Event expenditure	-	140,263	-	140,263	122,155
Journals and publications	-	20,563	-	20,563	20,696
Grant awards	-	142	-	142	-
Legal and professional fees	-	-	-	-	-
Accountancy and bookkeeping fees	-	-	679	679	728
Audit fees	-	-	1,390	1,390	1,655
Honorary officer's expenses	-	-	97	97	47
Depreciation	240	1,278	80	1,598	1,314
	<u>31,037</u>	<u>325,468</u>	<u>12,447</u>	<u>368,952</u>	<u>351,481</u>

**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

<b>5 Employee Information</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Staff costs:		
Wages and salaries	145,869	122,319
Social security costs	16,428	13,941
	<u>162,297</u>	<u>136,260</u>
Agency staff costs and other costs	-	20,976
	<u>162,297</u>	<u>157,236</u>
The average monthly number of employees during the year was made up as follows:	<b>No.</b>	<b>No.</b>
Chief Executive	1	1
Office staff	<u>2</u>	<u>2</u>
	<u>3</u>	<u>3</u>
Number of employees whose emoluments fell within the following ranges for the year:		
£90,001 - £100,000	<u>1</u>	<u>1</u>
<b>6 Tangible Fixed Assets</b>		<b>Furniture, Furnishings and Office Equipment</b>
<b>Cost or Valuation</b>		<b>£</b>
At 1 January 2007		50,800
Additions		<u>-</u>
At 31 December 2007		<u>50,800</u>
<b>Depreciation</b>		
At 1 January 2007		(46,604)
Charge for the year		<u>(1,597)</u>
At 31 December 2007		<u>(48,201)</u>
<b>Net Book Value</b>		
At 31 December 2007		<u>2,599</u>
At 31 December 2006		<u>4,196</u>

**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

<b>7 Fixed Asset Investments</b>	<b>Quoted</b>	<b>Unquoted</b>	<b>Total 2007</b>	<b>Total 2006</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Market value brought forward	317,036	221,640	538,676	551,097
Additions	-	11,372	11,372	10,415
Disposals (Proceeds £119,267, Realised Gain £nil)	-	(119,267)	(119,267)	(67,213)
Net unrealised (losses)/gains	<u>(31,064)</u>	<u>-</u>	<u>(31,064)</u>	<u>44,378</u>
Market value carry forward	<u>285,972</u>	<u>113,745</u>	<u>399,717</u>	<u>538,677</u>
Historical cost at 31 December	<u>129,971</u>	<u>113,745</u>	<u>243,716</u>	<u>351,611</u>

All investment assets are held within the United Kingdom.

The NS&I funds of £119,267 were moved in December to the bank prior to reinvestment.

The following investments represent holdings in excess of 5% of the portfolio value at 31 December 2007:

	<b>Quoted</b>	<b>Unquoted</b>
	<b>£</b>	<b>£</b>
M & G - Equities Fund for Charities	285,972	-
Abbey National - Charity Investment Trust	<u>-</u>	<u>113,745</u>

<b>8 Debtors</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Prepayments	678	643
Other debtors	<u>29,555</u>	<u>17,000</u>
	<u>30,233</u>	<u>17,643</u>

<b>9 Creditors: Amounts falling due within one year</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Other taxes and social security costs	8,373	9,923
Other creditors	1,481	5,836
Accruals	<u>1,500</u>	<u>1,609</u>
	<u>11,354</u>	<u>17,368</u>

<b>10 Restricted Funds</b>	<b>Brought Forward</b>	<b>Income from Investments</b>	<b>Governance Costs</b>	<b>2007</b>
<b>Fund</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Harold Silman Fund	<u>15,959</u>	<u>729</u>	<u>142</u>	<u>16,546</u>

The Harold Silman Fund was established in 1992 to provide support, especially to those from outside London, in travelling to the Foundation's events.

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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#### 11 Liability of Members

The company is limited by guarantee and therefore has no share capital. Each member's guarantee is limited to £1.

#### 12 Reconciliation of Movements in Reserves

	2007	2006
	£	£
Net movement in funds for the year	(28,721)	(34,059)
Other recognised gains and losses	(31,064)	44,378
	<u>(59,785)</u>	<u>10,319</u>
Opening funds at 1 January	681,465	671,146
	<u>621,680</u>	<u>681,465</u>

#### 13 Analysis of Net Assets between Funds

	Unrestricted Funds	Restricted Funds	2007 £	2006 £
Tangible Assets	2,599	-	2,599	4,196
Investments	399,717	-	399,717	538,677
Debtors	30,233	-	30,233	17,643
Cash at bank and in hand	183,797	16,688	200,485	138,317
Creditors	(11,354)	-	(11,354)	(17,368)
	<u>604,992</u>	<u>16,688</u>	<u>621,680</u>	<u>681,465</u>



**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**DETAILED INCOME AND EXPENDITURE ACCOUNTS  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2007**

	Unrestricted Funds (£)	Restricted Funds (£)	Total 2007 (£)	Total 2006 (£)
<b>Income</b>				
Donations	93,560	-	93,560	96,040
Sponsorship income	130,013	-	130,013	113,545
Accreditation fees and subscriptions	81,947	-	81,947	74,225
Learned societies activities	4,407	-	4,407	3,567
Listed investment income	13,916	-	13,916	13,290
Bank deposit interest	15,659	729	16,388	13,968
	<u>339,502</u>	<u>729</u>	<u>340,231</u>	<u>314,635</u>
<b>Expenditure</b>				
<b><i>Governance Costs (5%)</i></b>				
Salaries and national insurance	8,115	-	8,115	7,862
Printing, computing, stationery, postage and telephone	395	-	395	653
Rent, rates and service charges	1,564	-	1,564	1,595
Legal and professional fees	-	-	-	-
Accountancy and bookkeeping fees	679	-	679	728
Audit fees	1,390	-	1,390	1,655
Insurance	91	-	91	84
Sundry expenses	36	-	36	36
Depreciation	80	-	80	66
Honorary officer's expenses	97	-	97	47
<b><i>Charitable Activities (80%)</i></b>				
Rent, rates and services	25,020	-	25,020	25,527
Grants made	-	142	142	-
Salaries and national insurance	129,838	-	129,838	125,789
Event expenditure	140,263	-	140,263	122,155
Printing, computing, stationery, postage and telephone	6,325	-	6,325	10,444
Insurance	1,463	-	1,463	1,344
Sundry expenses	576	-	576	579
Depreciation	1,278	-	1,278	1,051
Journal and publications	20,563	-	20,563	20,696
<b><i>Other costs of Generating Funds (15%)</i></b>				
Rent, rates and services	4,691	-	4,691	4,786
Salaries and national insurance	24,345	-	24,345	23,585
Printing, computing, stationery, postage and telephone	1,186	-	1,186	1,958
General maintenance and cleaning	-	-	-	90
Insurance	274	-	274	252
Bank charges	193	-	193	193
Sundry expenses	108	-	108	109
Profit or loss on disposals	-	-	-	-
Depreciation	240	-	240	197
	<u>368,810</u>	<u>142</u>	<u>368,952</u>	<u>351,481</u>
<b>Excess of expenditure over income before investments</b>				
	<u>(29,308)</u>	<u>587</u>	<u>(28,721)</u>	<u>(36,846)</u>
Realised gain on investments	-	-	-	2,787
Unrealised gain on investments	(31,064)	-	(31,064)	44,378
<b>Net Movement in Funds</b>	<u><u>(60,372)</u></u>	<u><u>587</u></u>	<u><u>(59,785)</u></u>	<u><u>10,319</u></u>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

DETAILED INCOME AND EXPENDITURE ACCOUNTS  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2007

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	2007	2006
	£	£
<b>Professional Fees</b>		
Accountant's fees	1,390	1,655
	<hr/>	<hr/>
	<u>1,390</u>	<u>1,655</u>
 <b>Donations</b>		
Comino Foundation	2,000	4,000
Department for Innovation, Universities and Skills	30,000	30,000
Engineering and Technology Board	5,000	5,000
Gatsby Charitable Foundation	8,000	12,000
Ipsos Mori	60	40
Michael John Trust	2,000	2,000
Sir William Francis	-	500
The British Academy	2,500	2,500
The Kohn Foundation	-	5,000
The Royal Academy of Engineering	5,000	-
The MacRobert Trust	3,000	-
Challenger Society for Marine Science	500	-
Home Office	1,500	-
The Royal Society	18,000	30,000
The Wellcome Trust	16,000	5,000
	<hr/>	<hr/>
	<u>93,560</u>	<u>96,040</u>
 <b>Debtors</b>		
Prepayments	678	643
Other debtors	29,555	17,000
	<hr/>	<hr/>
	<u>30,233</u>	<u>17,643</u>
 <b>Creditors</b>		
Auditors' fees	1,500	1,609
Other creditors	1,481	5,836
Salaries - PAYE and NI	5,351	5,094
VAT	3,022	4,829
	<hr/>	<hr/>
	<u>11,354</u>	<u>17,368</u>

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

### SPONSORS OF FOUNDATION EVENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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#### SPONSORS OF FOUNDATION EVENTS

Alstom Power

Biotechnology and Biological Sciences Research Council

BP

British Council

Carron Energy

City & Guilds of London Institute

CPNI

Detica

Department for Environment, Food and Rural Affairs

Department for Innovation, Universities and Skills (DIUS)

Department for Transport

Engineering and Physical Sciences Research Council

GlaxoSmithKline

Hospital Saturday Fund

Innovation Norway

Institute for Statecraft and Governance

Institute of Biology

Institute of Engineering and Technology

Institute of Marine Engineering, Science and Technology

Institute of Physics

National Oceanography Centre, Southampton

National Physical Laboratory

National Endowment for Science, Technology and the Arts

Natural Environment Research Council

Pitchill Consulting

QinetiQ

Reed Exhibitions

Research Councils UK

Risk Management Solutions

Royal Society of Edinburgh

Science and Technology Facilities Council

Scottish Government

South East England Development Agency (SEEDA)

**Total    £130,013**

**EVENTS HELD**

**17<sup>th</sup> January, 2007**

**The Cooksey Review - a review of UK health research funding**

*The Wellcome Trust, The Hospital Saturday Fund and GlaxoSmithKline*

Sir David Cooksey, Chairman, The Cooksey Review, Professor Colin Blakemore FRS FMedSci, Chief Executive, Medical Research Council and Professor Sally Davies FMedSci, Director General, Research and Development, Department for Health

**7<sup>th</sup> February, 2007**

**Can the career path for young researchers be improved?**

*Department for Innovation, Universities and Skills*

Professor Wendy Hall CBE FREng, Professor of Computer Science, University of Southampton and Chair, Sub-group on 'research endeavour', Council for Science and Technology, DTI, Sir Graeme Davies FRSE FREng, Vice-Chancellor, University of London and Dr John Bothwell, National Research Staff Association and Marine Biological Association

**28<sup>th</sup> February, 2007**

**Analysis of CCTV Images [Workshop]**

*CPNI*

**8<sup>th</sup> March, 2007**

**Data Mining [Workshop]**

*Detica*

**21<sup>st</sup> March, 2007**

**Stark choices for development policy - what should the balance be between building institutions, direct aid or capacity building?**

*The British Council, The Royal Academy of Engineering, The Royal Society and The Wellcome Trust*

Sir Gordon Conway FRS, Chief Scientific Adviser, Department for International Development, Dr Vikram Patel, Reader, London School of Hygiene and Tropical Medicine and Hon Aleke Banda MP, President, The Peoples' Progressive Movement, Malawi

**9<sup>th</sup> May, 2007**

**Risk, responsibility, regulation: whose risk is it anyway?**

*BP, Department for Environment, Food and Rural Affairs and the Institute for Statecraft and Governance*

Rick Haythornthwaite, Chairman, Better Regulation Commission, Sir David Omand GCB, War Studies Department, King's College London and Verena Ross, Director, Strategy and Risk Division, Financial Services Authority

**23<sup>rd</sup> May, 2007**

**Can biofuels offer a significant contribution to low carbon energy supply?**

*Biotechnology and Biological Sciences Research Council, Department for Environment, Food and Rural Affairs and the Institute of Biology*

The Lord Oxburgh KBE FRS, Chairman, D1 Oils, Sir Howard Dalton FRS, Chief Scientific Adviser, Department for Environment, Food and Rural Affairs and Ingmar Juergens, Bioenergy Officer, Environment, Climate Change and Bioenergy Division, Food and Agricultural Organisation of the United Nations (FAO)

**5<sup>th</sup> June, 2007**

**How should the government support innovation in the economy? [Workshop]**

Jonathan Kestenbaum, Chief Executive, National Endowment for the Science, Technology and the Arts (NESTA), Peter Warry FREng, Chairman, Science and Technology Facilities Council

**5<sup>th</sup> June, 2007**

**How should the government support innovation in the economy?**

*Engineering and Physical Sciences Research Council, Innovation Team, Department for Innovation, Universities and Skills, QinetiQ, Science and Technology Facilities Council and South East England Development Agency (SEEDA)*

Jonathan Kestenbaum, Chief Executive, National Endowment for the Science, Technology and the Arts (NESTA), Anne Glover CBE, Chief Executive, Amadeus Capital Partners and Member, Technology Strategy Board, Peter Warry FREng, Chairman, Science and Technology Facilities Council and Professor Rod Coombs, Vice-President, Innovation and Economic Development, The University of Manchester

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

### FOUNDATION EVENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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**20<sup>th</sup> June, 2007**

**Carbon capture, storage and transport – UK and Norwegian Partnership [Workshop]**

*Innovation Norway*

Michael Jacobs, HM Treasury and Morten Wetland, Office of the Prime Minister, Norway

**20<sup>th</sup> June, 2007**

**The Energy White Paper**

*Carron Energy, Institution of Engineering and Technology and Institute of Physics*

Willy Rickett, Director General, Energy Group, Department of Trade and Industry,

Barry Neville, Director of Public Affairs and European Policy, Centrica and John Miles, Chairman, Global Consulting, Arup

**10<sup>th</sup> July, 2007**

**Changes to the machinery of government: the creation of the Department for Business, Enterprise and Regulatory Reform (DBERR) and the Department for Innovation, Universities and Skills (DIUS)**

*Funded from Foundation resources*

Sir Keith O'Nions FRS, Director General for Science and Innovation, Department for Innovation, Universities and Skills, Phil Willis MP, Chairman House of Commons Select Committee on Science and Technology and MP for Harrogate and Knaresborough, House of Commons and The Lord Broers FRS FREng, Chairman House of Lords Select Committee on Science and Technology, House of Lords

**11<sup>th</sup> October, 2007**

**Learned and Professional Societies Annual Luncheon at the House of Lords**

Sir John Stuttard JP, Lord Mayor of London

**16<sup>th</sup> October, 2007**

**Adapting to and mitigating the impacts of climate change: the engineering challenge**

*Alstom Power, Institution of Engineering and Technology, Engineering and Physical Sciences Research Council, Natural Environment Research Council, The Royal Academy of Engineering and Science and Technology Facilities Council*

The Lord Browne of Madingley FRS FREng, President, The Royal Academy of Engineering, Dr Scott Steedman FREng FICE, Vice-President (spoke on behalf of Lord Browne), The Royal Academy of Engineering, John Loughhead, President, The Institution of Engineering and Technology (The IET) and Rolfe Tolle, Director, Franchise Performance, Lloyd's of London

**31<sup>st</sup> October, 2007**

**What should be the development policy for the remote regions of Scotland? [Workshop]**

*Royal Society of Edinburgh*

**31<sup>st</sup> October, 2007**

**What should be the development policy for the remote regions of Scotland?**

*Institute of Physics, The MacRobert Trust, Royal Society of Edinburgh and Scottish Government*

Professor Gavin McCrone CB FRSE, Chairman, Royal Society of Edinburgh Inquiry into the future of Scotland's hills and island areas, Professor Mark Shucksmith, Professor of Planning, School of Architecture, Planning and Landscape, Newcastle University, John Cameron, Farmer and Former President of NFU Scotland and Professor Frank Rennie, Head of Research and Post-Graduate Development, Lews Castle College, UHI, Stornoway

**6<sup>th</sup> November, 2007**

**Transport policy - is the UK transport system for freight nearing the limit of its capacity?**

*Department for Transport*

Professor Brian Collins, Chief Scientific Adviser, Department for Transport, The Lord Berkeley, Chairman, The Rail Freight Group, Tom Falcon, Director, Strategy and Process Excellence, Maersk UK and Dr Michael Stumpf, Centre for Bioinformatics, Division of Molecular Biosciences, Imperial College

**14<sup>th</sup> November, 2007**

**The Race to the Top: a review of government's science and innovation policies (The Sainsbury Review)**

*National Physical Laboratory*

The Lord Sainsbury of Turville, Chair, The Sainsbury Review, Sir Keith O'Nions FRS, Director General Science and Innovation, Department for Innovation, Universities and Skills (DIUS), Professor Eric Thomas FMedSci, Vice-Chancellor, Bristol University and John Cridland CBE, Deputy Director General, Confederation of British Industry (CBI)

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

### FOUNDATION EVENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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**20<sup>th</sup> November, 2007**

**Investigating the Oceans - how should UK marine science be organised? [Workshop]**

*Reed Exhibitions*

Professor Ed Hill, National Oceanography Centre, Southampton and Sir Howard Dalton FRS, Chairman, InterAgency Committee on Marine Science and Technology

**20<sup>th</sup> November, 2007**

**Investigating the Oceans - how should UK marine science be organised?**

*The Challenger Society for Marine Science, Institute of Marine Engineering, Science and Technology (IMarEST) and the National Oceanography Centre, Southampton*

Phil Willis MP, Chairman, Former House of Commons Select Committee on Science and Technology, Sir Howard Dalton FRS, Chairman, InterAgency Committee on Marine Science and Technology and Dr Colin Grant, Engineering Technical Authority for MetOcean, BP Exploration

**27<sup>th</sup> November, 2007**

**Standing on the shoulders of science - Sir David King valedictory lecture**

*Department for Innovation, Universities and Skills, National Endowment for Science, Technology and the Arts, QinetiQ, Research Councils UK and The Wellcome Trust*

Sir David King KB ScD FRS, Chief Scientific Adviser to the UK Government

Rt Hon John Denham MP, Secretary of State for Innovation, Universities and Skills, DIUS, Iain Conn, Chief Executive Refining and Marketing, BP and Pallab Gosh, Science Correspondent, BBC

**11<sup>th</sup> December, 2007**

**The Lord Lloyd of Kilgerran Award Lecture - The lessons learned from New Orleans - could a similar event happen in London?**

*City and Guilds of London Institute and Risk Management Solutions*

Dr Scott Steedman FREng FICE

**11<sup>th</sup> December, 2007**

**Christmas Reception**

*City & Guilds of London Institute*

The Earl of Selborne KBE FRS