



THE FOUNDATION  
FOR SCIENCE AND  
TECHNOLOGY

**REPORT OF COUNCIL  
AND  
FINANCIAL STATEMENTS  
FOR THE  
YEAR ENDED 31 DECEMBER 2010**

Registered Company No. 01327814  
Registered Charity No. 00274727



FOUNDATION FOR SCIENCE AND TECHNOLOGY

CONTENTS FOR THE REPORT AND FINANCIAL ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2010

---

CONTENTS	Pages
Charity information	1
Report of Council	2 - 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 - 14
Detailed Income and Expenditure Account	15
Notes to the Detailed Income and Expenditure Account	16
Sponsors and Major Subscribers	17
Events Held	18 - 20



FOUNDATION FOR SCIENCE AND TECHNOLOGY

CHARITY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2010

---

**REGISTERED OFFICE**

10 Carlton House Terrace  
London  
SW1Y 5AH

**INDEPENDENT EXAMINERS**

Myers Clark  
Iveco House  
Station Road  
Watford  
Hertfordshire  
WD17 1DL

**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 2010

---

### **REPORT**

The Council<sup>1</sup> presents its thirty-second annual report and audited financial statements for the year ended 31 December, 2010. 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:

- (a) The promotion and development of science and technology and to bring about the greater efficiency of the industry of the United Kingdom; and
- (b) 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 the organising of debates in a neutral forum for representatives of both Houses of Parliament, officials from Whitehall and the devolved administrations, business leaders, academics and others to debate policy issues with a science, engineering, technological or medical element. Debate reports, a journal and web site are used to communicate the content of the debates to as wide a range of people as possible. Also the Foundation publishes guidelines and newsletters to assist learned and professional societies to improve their administrative efficiency.

### **REVIEW OF ACTIVITIES**

Dinner/discussions, round-table debates and a lecture were organised on a wide range of themes including the future funding for science and innovation, changing behaviour to energy consumption, the Hauser review of Technology Innovation Centres, the future strategy for high speed rail, web science and science advice and risk. The Foundation once again visited Scotland and held a dinner/discussion and round table discussion jointly with the Royal Society of Edinburgh on "Digital Scotland". The highlight of the year was a meeting with Neil Armstrong, Gene Cernan and Jim Lovell – the first and last men on the moon and the captain of Apollo 13. Details of all the meetings are on the Foundation's web site - [www.foundation.org.uk](http://www.foundation.org.uk).

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 KCB to whom we are most grateful. Papers by the speakers at selected events were published in the Foundation's journal, *FST Journal*. We are most grateful to Sir John Enderby for editing the journal.

The Foundation helped learned and professional societies through the organisation of a luncheon at the House of Lords in October at which Jonathan Bamford, Head of Strategic Liaison, Office of the Information Commissioner spoke. Newsletters were published providing an awareness service to societies 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 allowing the Foundation to occupy offices in 10 Carlton House Terrace.

### **FINANCIAL REVIEW**

The Foundation raises funds from grant giving bodies, sponsors of events and from subscribing Associate Members and Accredited and Affiliated Learned Society members. Council is most grateful to the many companies, organisations and departments who support the work of the Foundation. Donations and sponsorship totalling £249,869 (2009: £322,881) were made to the Foundation from the Department for Business, Innovation and Skills, The Royal Society, The Royal Academy of Engineering, The British Academy, The Department for Transport, Department for Environment, Food and Rural Affairs, The Wellcome Trust, Lloyd's Register Educational Trust, the Research Councils, The Michael John Trust, the Comino Foundation and others. Subscriptions totalled £109,701 (2009:£74,841) and income from Learned Society activities was £3,319 (2009: £4,019).

The net of incoming and outgoing resources of the Foundation at the year-end was a surplus of £9,366 (2009 surplus of £53,507) before an unrealised gain in equity investments of £11,055. The total reserves of the Foundation at the end of the financial year increased from £557,639 to £578,060. The ten-year trend is shown in the table on the next page.

---

<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 2010

---

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Surplus/(Deficit) before equity gain or loss	1,572	11,243	(12,706)	(24,830)	(45,099)	(34,059)	(28,721)	(32,478)	53,507	9,366
Surplus/(Deficit)	(31,816)	(34,378)	16,946	10,286	(11,356)	10,319	(59,785)	(125,662)	61,621	20,421

### **CORPORATE STATUS**

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

### **STATEMENT OF COUNCIL'S RESPONSIBILITIES**

The Council (who are also directors of The Foundation for Science and Technology for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Council to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Council is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice (SORP);
- 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 charitable company will continue in business.

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 2006. It is 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 so far as the Council is aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Council has taken all steps that it ought to have taken to make itself aware of any relevant audit information and to establish that the auditor is aware of that information.

The Council is responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

---

### **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 Dougal Goodman. A Finance and General Purposes Committee also meets 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 financial statements.

### **PUBLIC BENEFIT**

The Foundation has considered the guidance published on public benefit duties by the Charities Commission and considers that it has delivered public benefit through the aims of the Foundation which are delivered through organising debates about key policy issues while maintaining a strictly neutral platform and by assisting the administrators of learned and professional societies who through their activities also deliver public benefit. The meeting summaries and journal reports on debates hosted by the Foundation are widely distributed and freely available to the public on the web site and provide valuable educational material.

Council consider that the activities summarised in section 1 meet the public benefit test set out in the Charities Commission guidance.

### **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.

As part of the investment policy, the trustees have laid down a series of guidelines which were reviewed and revised at the December 2008 Council meeting. These are as follows:

- (a) The maximum sum invested in any one commercial bank or building society should not exceed 20% of the Foundation's funds.
- (b) At least £150,000 should be invested in deposits with building societies, banks or government securities, to be reviewed in line with the objective of keeping total cash and liquid funds (including deposits and securities) which can cover twelve months of total costs including direct event expenditure, journal production costs, salaries, accommodation, journal and administration costs.
- (c) Working capital in immediate access accounts should not normally exceed £100,000.
- (d) 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 regularly reviewed by the Finance and General Purposes Committee.

### **RESERVE POLICY**

The Council reviewed the financial position of the Foundation during the year and judged that the level of reserves is sufficient 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 10<sup>th</sup> December, 2009, the Council considered the Reserves Policy in conjunction with the investment policy and, in so doing, confirmed the four main purposes of their financial reserves. These are to:

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



# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

---

In order to satisfy the above purposes, the Trustees agreed in December 2008 the level of funds held should be at least equal to twelve months total expenditure. At the December 2009 and in December 2010 Council meetings, it was agreed that the Foundation should aim to keep a special reserve of some £200,000 over and above the £350,000 minimum reserve target so as to cover anticipated difficulties in funding over the next few years.

### **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.

### **VICE-PRESIDENTS**

The following served as Vice-Presidents during the year ended 31<sup>st</sup> December, 2010:

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

### **COUNCIL MEMBERS**

The following served on the Council during the year ended 31<sup>st</sup> December, 2010:

The Rt Hon the Lord Jenkin of Roding	President
The Earl of Selborne GBE FRS	Chairman
Dr Robert Hawley CBE DSc FRSE FREng	Deputy Chairman
The President of The Royal Society	The Lord Rees of Ludlow OM Kt PRS HonFREng Sir Paul Nurse PRS FMedSci
The President of The Royal Academy of Engineering	The Lord Browne of Madingley FRS FREng
The President of The Royal Society of Edinburgh	The Lord Wilson of Tillyorn KT GCMG PRSE
The President of the Academy of Medical Sciences	Professor Sir John Bell FMedSci HonFREng
The President of The British Academy	Sir Adam Roberts KCMG PBA
The President of The Science Council	Sir Tom McKillop FRS FRSE FMedSci
The Chairman of EngineeringUK	Sir Anthony Cleaver Dr Paul Golby FREng
The Chairman of The Arts and Humanities Council	Sir Alan Wilson Kt FBA FRS
The Chairman of The Biotechnology and Biological Sciences Research Council	Sir Tom Blundell FRS FMedSci
The Chairman of The Economic and Social Research Council	Dr Alan Gillespie CBE
The Chairman of The Engineering and Physical Sciences Research Council	Mr John Armitt 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	Professor Michael Sterling FREng
The Chairman of the Technology Strategy Board	Dr Graham Spittle CBE
Professor Polina Bayvel FREng	
The Lord Broers FRS FREng	
Sir Geoffrey Chipperfield KBE	
Professor Sir Graeme Davies FRSE FREng	

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

---

The Lord Haskel  
Dr Geraldine Kenney-Wallace FRSC  
Sir David King KB FRS ScD  
The Lord Krebs FRS FMedSci  
Sir Rob Margetts CBE FREng  
The Lord May of Oxford OM AC FRS HonFREng  
Rt Hon Sir Brian Neill  
The Baroness O'Neill of Bengarve CBE FBA Hon FRS  
The Lord Oxburgh KBE FRS HonFREng  
Dr Peter Ringrose  
The Lord Soulsby of Swaffham Prior FMedSci  
The Lord Sutherland of Houndwood KT FBA FRSE  
Sir Mark Walport FMedSci  
The Baroness Wilcox Resigned on appointment as a Minister  
Sir Peter Williams FRS FREng  
The Lord Willis of Knaresborough  
Mr Tony Quigley Honorary Treasurer  
Mr Patrick McHugh Honorary Secretary

Dr Dougal Goodman FREng was the Chief Executive.

### **HONORARY OFFICERS**

The Honorary Officers are The Rt Hon the Lord Jenkin of Roding, President, The Earl of Selborne GBE 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.

### **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 and devolved administrations, industrialists, academics and others about policy issues of importance and relevance to society involving science, engineering, technology and medicine. 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.

### **By Order of the Council**

---

**The Earl of Selborne GBE FRS**  
Chairman

Date \_\_\_\_\_

FOUNDATION FOR SCIENCE AND TECHNOLOGY

**INDEPENDENT EXAMINER’S REPORT TO THE COUNCIL  
FOR THE YEAR ENDED 31 DECEMBER 2010**

I report on the accounts of the Charity for the year ended 31st December 2010, which are set out on pages 8 to 16.

This report is made solely to the charity’s Council, as a body, in accordance with regulations made under Section 43 of the Charities Act 1993. My examination has been undertaken for no purpose other than to draw to the attention of the charity’s Council those matters which I am required to include in an independent examiners’ report addressed to them. To the fullest extent permitted by law, I do not accept or assume responsibility to any party other than the charity and charity’s Council as a body, for my examination, for this report, or for the opinions I have formed.

**Respective Responsibilities of the Council and the Independent Examiner**

The Council (who are also directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The Council considers that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the 1993 Act) and that an independent examination is needed. The charity’s gross income exceeded £250,000 and I am qualified to undertake an examination by being a member of the Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under company law and ineligible for independent examination, it is my responsibility to:

- examine the accounts under section 43 of the 1993 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 43(7)(b) of the 1993 Act; and
- to state whether particular matters have come to my attention.

**Basis of Independent Examiner’s Report**

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as the Council concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a ‘true and fair view’ and the report is limited to those matters set out in the statement below.

**Independent Examiner’s Statement**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
  - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Iveco House, Station Road  
Watford, Hertfordshire  
WD17 1DL

.....  
**Paul Windmill ACA**  
**Independent Examiner**  
For and on behalf of Myers Clark

**Date:**.....

FOUNDATION FOR SCIENCE AND TECHNOLOGY

STATEMENT OF FINANCIAL ACTIVITIES  
AS AT 31 DECEMBER 2010

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2010 £	Total 2009 £
<b>Incoming Resources</b>					
<b>Incoming resources from generated funds</b>					
<i>Voluntary income</i>					
Donations		132,775	11,000	143,775	189,600
<i>Investment income</i>					
Listed investment income		8,041	-	8,041	8,283
Bank deposit interest		1,716	84	1,800	2,142
<b>Incoming resources from charitable activities</b>					
Sponsorship		106,094	-	106,094	133,281
Accreditation fees and subscriptions		109,701	-	109,701	74,841
Learned societies activities and journal		3,319	-	3,319	4,019
<b>Total Incoming Resources</b>		<b>361,646</b>	<b>11,084</b>	<b>372,730</b>	<b>412,166</b>
<b>Resources Expended</b>					
<i>Costs of generating funds</i>					
	4	36,257	-	36,257	35,429
<i>Charitable activities</i>					
	4	300,112	11,000	311,112	307,003
<i>Governance costs</i>					
	4	15,995	-	15,995	16,227
<b>Total Resources Expended</b>		<b>352,364</b>	<b>11,000</b>	<b>363,364</b>	<b>358,659</b>
<b>Net incoming / (outgoing) resources</b>	2	9,282	84	9,366	53,507
<b>Transfer between funds</b>	10	647	(647)	-	-
Realised (loss) from investment assets	7	-	-	-	(4,201)
<b>Excess of Income / (Expenditure) for the Year</b>		9,929	(563)	9,366	49,306
<b>Other Recognised Gains and Losses</b>					
Unrealised (losses) from investment assets	7	11,055	-	11,055	12,315
<b>Net Movement in Funds</b>		20,984	(563)	20,421	61,621
Retained funds brought forward		541,218	16,421	557,639	496,018
<b>Retained Funds Carried Forward</b>	10, 12	<b>562,202</b>	<b>15,858</b>	<b>578,060</b>	<b>557,639</b>

The notes on pages 10 to 14 form part of the financial statements.  
There are no recognised gains and losses other than those stated above.  
There were no discontinued operations in the year.

# FOUNDATION FOR SCIENCE AND TECHNOLOGY

## BALANCE SHEET AS AT 31 DECEMBER 2010

	Notes	2010 £	2010 £	2009 £	2009 £
<b>Fixed Assets</b>					
Tangible assets	6		547		992
Investments	7		<u>355,846</u>		<u>253,471</u>
			356,393		254,463
<b>Current Assets</b>					
Debtors	8	30,562		35,811	
Cash at bank - on deposit		190,867		269,372	
- current account		2,500		2,501	
- The Harold Silman Fund		15,858		16,421	
Cash in hand		<u>461</u>		<u>42</u>	
		240,248		324,147	
<b>Creditors: Amounts falling due within one year</b>	9	<u>(18,581)</u>		<u>(20,971)</u>	
<b>Net Current Assets</b>			<u>221,667</u>		<u>303,176</u>
<b>Net Assets</b>			<u>578,060</u>		<u>557,639</u>
Financed by:					
<b>Funds</b>					
Restricted	10		15,858		16,421
Unrestricted			<u>562,202</u>		<u>541,218</u>
	12		<u>578,060</u>		<u>557,639</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

For the year ended 31 December, 2010 the company was entitled to exemption under section 477 of the Companies Act 2006. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for:

- i) Ensuring the company keeps accounting records which comply with section 386; and
- ii) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with section 393, and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

Approved by the Council on 1st March, 2011  
and authorised for issue by:

.....  
The Earl of Selborne GBE 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 2010

---

### **1 Accounting Policies**

#### **1.1 Basis of Accounting**

These financial statements have been prepared under the historical cost convention and in accordance with the provision of the Companies Act 2006, the revised Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities" and the Financial Reporting Standard for Smaller Entities (effective April 2008).

#### **1.2 Costs**

The costs of generating funds are those costs of seeking potential funders and applying for funding.

Support costs are those costs incurred in support of the charitable objectives. These have been allocated to the charitable activities, the costs of generating funds and governance costs on a basis that fairly reflects the true use of those resource within the organisation.

Governance costs are those incurred in the governance of the charity and are primarily associated with the 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 and Grants Income**

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 support 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 2010

### 1 Accounting Policies (Continued)

#### 1.10 Fund Accounting

Unrestricted funds are available for use at the discretion of the Council 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	2010	2009
	£	£
This is stated after charging:		
Independent examiner's fee	2,800	3,675
Depreciation on tangible fixed assets	<u>863</u>	<u>875</u>

### 3 Transactions with Council

During the year no Council member received reimbursement for travel and subsistence expenses (2009 - £175). None of the Council members received any emoluments for their services during the year.

4 Total Resources Expended	Cost of Generating Funds £	Charitable Activities £	Governance Costs £	2010 £	2009 £
Rent, rates and services	7,913	42,202	2,638	52,753	41,484
Salaries and agency staff (see note 5)	26,470	141,174	8,823	176,467	179,736
Printing, postage and stationery	1,384	7,381	461	9,226	8,238
Insurance	98	525	33	656	656
Sundry expenses	262	258	16	536	3,992
Event expenditure	-	97,736	-	97,736	101,943
Journals and publications	-	20,850	-	20,850	17,137
Grant awards	-	296	-	296	109
Accountancy and bookkeeping fees	-	-	706	706	639
Independent examiners' fee	-	-	2,800	2,800	3,675
Honorary officer's expenses	-	-	475	475	175
Depreciation	130	690	43	<u>863</u>	<u>875</u>
	<u>36,257</u>	<u>311,112</u>	<u>15,995</u>	<u>363,364</u>	<u>358,659</u>

**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2010**

<b>5 Employee Information</b>	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Staff costs:		
Wages and salaries	158,441	129,575
Social security costs	18,026	14,908
Pension costs	-	-
	<u>176,467</u>	<u>144,483</u>
Agency staff costs and other costs	<u>-</u>	<u>35,253</u>
	<u><u>176,467</u></u>	<u><u>179,736</u></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>1</u>
	<u><u>3</u></u>	<u><u>2</u></u>
Number of employees whose emoluments fell within the following ranges for the year:		
£100,001 - £110,000	<u><u>1</u></u>	<u><u>1</u></u>
<b>6 Tangible Fixed Assets</b>		<b>Furniture, Furnishings and Office Equipment</b>
		<b>£</b>
<b>Cost or Valuation</b>		
At 1 January 2010		51,150
Disposals		(47,251)
Additions		<u>418</u>
At 31 December 2010		<u>4,317</u>
<b>Depreciation</b>		
At 1 January 2010		50,158
Disposals		(47,251)
Charge for the year		<u>863</u>
At 31 December 2010		<u>3,770</u>
<b>Net Book Value</b>		
At 31 December 2010		<u><u>547</u></u>
At 31 December 2009		<u><u>992</u></u>



**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2010**

<b>7 Fixed Asset Investments</b>	<b>Quoted</b>	<b>Unquoted</b>	<b>Total</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>2010</b>	<b>2009</b>
			<b>£</b>	<b>£</b>
Market value brought forward	150,902	102,569	253,471	264,347
Additions	-	91,320	91,320	1,010
Withdrawal from account	-	-	-	-
Disposals	-	-	-	(24,201)
Net unrealised (losses)/gains	<u>11,055</u>	<u>-</u>	<u>11,055</u>	<u>12,315</u>
Market value carry forward	<u>161,957</u>	<u>193,889</u>	<u>355,846</u>	<u>253,471</u>
Historical cost at 31 December	<u>105,264</u>	<u>193,889</u>	<u>299,153</u>	<u>207,833</u>

All investment assets are held within the United Kingdom.

The following investments represent holdings in excess of 5% of the portfolio value at 31 December 2010:

	<b>Quoted</b>	<b>Unquoted</b>
	<b>£</b>	<b>£</b>
M & G - Equities Fund for Charities	161,957	-
Cash held awaiting investment	<u>-</u>	<u>193,889</u>
<b>8 Debtors</b>	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Other debtors	<u>30,562</u>	<u>35,811</u>
	<u>30,562</u>	<u>35,811</u>
<b>9a Creditors: Amounts falling due within one year</b>	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Other taxes and social security costs	14,505	16,433
Other creditors	1,276	863
Accruals and deferred income	<u>2,800</u>	<u>3,675</u>
	<u>18,581</u>	<u>20,971</u>

**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2010**

<b>9b Deferred Income</b>	<b>2010</b>	<b>2009</b>
Deferred income brought forward	-	29,000
Released to income in year	-	(29,000)
	<u>-</u>	<u>(29,000)</u>
Deferred income carried forward	<u>-</u>	<u>-</u>

**10 Restricted Funds**

Fund	Brought Forward £	Net Income £	Transfer between funds £	2010 £
Harold Silman Fund	<u>16,421</u>	<u>84</u>	<u>(647)</u>	<u>15,858</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.

The transfer out of the Fund relates to the re-imburement of administrative costs to the General Fund.

**11 Liability of Members**

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

<b>12 Reconciliation of Movements in Reserves</b>	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Net movement in funds for the year	9,366	49,306
Other recognised gains and losses	<u>11,055</u>	<u>12,315</u>
	20,421	61,621
Opening funds at 1 January	<u>557,639</u>	<u>496,018</u>
	578,060	557,639
Closing funds at 31 December	<u><u>578,060</u></u>	<u><u>557,639</u></u>

<b>13 Analysis of Net Assets between Funds</b>	<b>Unrestricted Funds</b>	<b>Restricted Funds</b>	<b>2010 £</b>	<b>2009 £</b>
Tangible Assets	547	-	547	992
Investments	355,846	-	355,846	253,471
Debtors	30,562	-	30,562	35,811
Cash at bank and in hand	193,828	15,858	209,686	288,336
Creditors	<u>(18,581)</u>	<u>-</u>	<u>(18,581)</u>	<u>(20,971)</u>
	<u>562,202</u>	<u>15,858</u>	<u>578,060</u>	<u>557,639</u>

**FOUNDATION FOR SCIENCE AND TECHNOLOGY**

**DETAILED INCOME AND EXPENDITURE ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2010**

	<b>Unrestricted Funds (£)</b>	<b>Restricted Funds (£)</b>	<b>Total 2010 (£)</b>	<b>Total 2009 (£)</b>
<b>Income</b>				
Donations	132,775	11,000	143,775	189,600
Sponsorship income	106,094	-	106,094	133,281
Accreditation fees and subscriptions	109,701	-	109,701	74,841
Learned societies activities	3,319	-	3,319	4,019
Listed investment income	8,041	-	8,041	8,283
Bank deposit interest	1,716	84	1,800	2,142
	<u>361,646</u>	<u>11,084</u>	<u>372,730</u>	<u>412,166</u>
<b>Expenditure</b>				
<b><i>Governance Costs (5%)</i></b>				
Salaries and national insurance	8,823	-	8,823	8,987
Printing, computing, stationery, postage and telephone	461	-	461	412
Rent, rates and service charges	2,638	-	2,638	2,074
Legal and professional fees	-	-	-	-
Accountancy and bookkeeping fees	706	-	706	639
Independent Examiners' Fee	2,800	-	2,800	3,675
Insurance	33	-	33	33
Sundry expenses	16	-	16	189
Depreciation	43	-	43	44
Honorary officer's expenses	475	-	475	175
<b><i>Charitable Activities (80%)</i></b>				
Rent, rates and services	42,202	-	42,202	33,187
Grants made	296	-	296	109
Salaries and national insurance	141,174	-	141,174	143,789
Event expenditure	86,736	11,000	97,736	101,943
Printing, computing, stationery, postage and telephone	7,381	-	7,381	6,590
Insurance	525	-	525	525
Sundry expenses	258	-	258	3,022
Depreciation	690	-	690	700
Journal and publications	20,850	-	20,850	17,137
<b><i>Other costs of Generating Funds (15%)</i></b>				
Rent, rates and services	7,913	-	7,913	6,223
Salaries and national insurance	26,470	-	26,470	26,960
Printing, computing, stationery, postage and telephone	1,384	-	1,384	1,236
Insurance	98	-	98	98
Bank charges	214	-	214	214
Sundry expenses	48	-	48	567
Depreciation	129	-	129	131
	<u>352,364</u>	<u>11,000</u>	<u>363,364</u>	<u>358,659</u>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

DETAILED INCOME AND EXPENDITURE ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	£	£
<b>Professional Fees</b>		
Accountant's fees	2,800	3,675
	<u>2,800</u>	<u>3,675</u>
<b>Donations</b>		
British Academy	2,500	2,500
Chartered Institute of Building Services Engineers	-	500
Comino Foundation	4,000	2,000
Department for Business, Innovation and Skills	35,000	35,000
Embassy of France	700	-
Energy Institute	-	500
EngineeringUK	-	5,000
Garfield Weston Foundation	-	5,000
IBM (UK) Limited	-	300
Ipsos Mori	75	50
Institution of Chemical Engineers	-	250
Institution of Civil Engineers	-	1,000
Institution of Engineering and Technology	-	500
Michael John Trust	2,000	2,000
Lloyd's Register Educational Trust	35,000	42,000
The Kohn Foundation	5,000	5,000
London and Continental Railways	2,000	-
Sir William Francis CBE FREng	500	-
The Royal Academy of Engineering	2,000	3,500
The Royal Commission for the Exhibition of 1851	-	2,500
The Royal Society	18,000	18,000
The Wellcome Trust	35,000	64,000
The Worshipful Company of Launderers	1,000	-
The Worshipful Company of Security Professionals	1,000	-
	<u>143,775</u>	<u>189,600</u>
<b>Debtors</b>		
Prepayments	-	-
Other debtors	30,562	35,811
	<u>30,562</u>	<u>35,811</u>
<b>Creditors</b>		
Independent Examiner's fee	2,800	3,675
Other creditors	1,276	865
Salaries - PAYE and NI	6,252	5,756
VAT	8,253	10,677
	<u>18,581</u>	<u>20,973</u>

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

### SPONSORS AND MAJOR SUBSCRIBERS FOR THE YEAR ENDED 31 DECEMBER 2010

---

AECOM Limited	Lloyd's Register
Arts and Humanities Research Council	London School of Hygiene & Tropical Medicine
Arup	Medical Research Council
Aston University	Middlesex University
Atkins	Natural Environment Research Council
BAE Systems	NESTA
Biotechnology and Biological Sciences Research Council	Newcastle University
BP	Nottingham Trent University
British Council	Rolls Royce
City & Guilds	Royal Botanic Gardens, Kew
City University London	Science & Technology Facilities Council
Cranfield University	Sharp Laboratories of Europe Ltd
Department for Business, Innovation and Skills	Shell International Limited
Department for Environment, Food and Rural Affairs	STEMNET
Department for Transport	Technology Strategy Board
Department of Health	The Open University
Economic and Social Research Council	The Royal Society of Edinburgh
Engineering & Physical Sciences Research Council	TWI Ltd
Financial Services Knowledge Transfer Network	University College London
French Embassy in London	University of Aberdeen
GlaxoSmithKline	University of Birmingham
Heriot-Watt University	University of Bristol
IBM (UK) Limited	University of Cambridge
Institute of Physics	University of Dundee
Institution of Mechanical Engineers	University of Glasgow
John Wiley & Sons	University of Hull
Johnson Matthey plc	University of Leeds
Keele University	University of Leicester
King's College London	University of Nottingham
Lloyd's	University of Sheffield
	US Embassy in London

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

### FOUNDATION EVENTS HELD FOR THE YEAR ENDED 31 DECEMBER 2010

---

#### **The Wonder of the Web**

8 December 2010

Professor Nigel Shadbolt FEng, Professor of Artificial Intelligence, School of Electronics and Computer Science, Southampton University

#### **Changing behaviour - can a cultural shift be achieved in how people use energy?**

24 November 2010

Professor David MacKay FRS, Chief Scientific Adviser, Department of Energy and Climate Change  
Stuart Groves, Principal, Booz & Company  
Pilgrim Beart, Founder and Director, AlertMe

#### **Building stronger European research partnerships**

17 November 2010

Sir Leszek Borysiewicz FRS FRCP FMedSci, Vice-Chancellor, University of Cambridge  
Professor Bernard Belloc, Higher Education and Research Adviser to the President of France  
Seán O'Reagain, Acting Head of Unit, Co-ordination of National Research Programmes - Joint Programming and Major European Initiatives, Director-General of Research, European Commission

#### **Science advice and the management of risk in government and business**

10 November 2010

Sir John Beddington CMG FRS, Government Chief Scientific Adviser, Government Office for Science  
Sir David Omand GCB, Visiting Professor, War Studies Department, King's College London  
Professor Dougal Goodman FEng, Visiting Professor, The Risk Centre, Cranfield University  
Professor David Spiegelhalter OBE FRS, Winton Professor of the Public Understanding of Risk, University of Cambridge

#### **Digital Scotland - can Scotland grasp the opportunities created by the digital revolution?**

28 October 2010

Professor Michael Fourman FRSE, Chair, Digital Scotland Working Group, The Royal Society of Edinburgh  
John McClelland CBE FRSE, Chair, Scottish Funding Council  
Rashik Parmar, Chief Technology Officer, North East Europe, IBM

#### **Can we trust government statistics?**

20 October 2010

Professor Bernard Silverman FRS, Professor of Statistics, University of Oxford, and Chief Scientific Adviser, Home Office  
Sir Michael Scholar KCB, Chair, UK Statistics Authority  
Professor David Hand FBA, President, The Royal Statistical Society

#### **Stiffer Penalties, Greater Support**

8 October 2010

House of Lords Luncheon for Learned and Professional Societies  
Jonathan Bamford  
Head of Strategic Liaison, Office of the Information Commissioner

#### **Peak Water - can the developing world find the water needed for food production and a growing population?**

14 July 2010

John D Liu, Film Director, China  
Michael Norton MBE, Managing Director, Water and Power, Halcrow  
Jennifer Schooling, Research Business Manager, Arup  
Professor Chris Whitty FRCP, Chief Scientist, Department for International Development

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

### FOUNDATION EVENTS HELD FOR THE YEAR ENDED 31 DECEMBER 2010

---

#### **The Scientific Century: securing our future prosperity - a joint meeting with The Royal Society to celebrate their 350th Anniversary**

16 June 2010

The Lord Rees of Ludlow OM Kt FRS HonFREng, President, The Royal Society and Master, Trinity College, Cambridge

Sir Paul Nurse FRS FMedSci, President, The Rockefeller University and Member, Council for Science and Technology

Sir Richard Friend FRS FREng, Cavendish Professor, Cavendish Laboratory, University of Cambridge

Professor Adrian Smith FRS, Director General Science and Research, Department for Business, Innovation and Skills

#### **Can the contribution of the arts, humanities and science to society and the economy be measured? (Round Table Discussion)**

14 June 2010

Sir Adam Roberts KCMG PBA, President, British Academy

The Lord Rees of Ludlow OM Kt PRS HonFREng, President, The Royal Society

David Sweeney, Director, Research, Innovation and Skills, Higher Education Funding Council for England (HEFCE)

#### **What next after Copenhagen?**

2 June 2010

Professor John Beddington CMG FRS, Government Chief Scientific Adviser, Government Office of Science

The Lord Jay Ewelme GCMG, House of Lords and Global Legislators Organisation for a Balanced Environment (GLOBE)

The Lord Oxburgh KBE FRS HonFREng, House of Lords and Chair, UEA Climate Science Assessment Panel

#### **The Hauser Review of the UK Science and Innovation System**

18 May 2010

Dr Hermann Hauser CBE FREng, Member, The Prime Minister's Council for Science and Technology and Co-Founder of Amadeus Capital Partners

Professor David Delpy FRS FREng FMedSci, Chief Executive, Engineering and Physical Sciences Research Council

The Lord Broers FRS FREng, Chair, Diamond Light Source, Former Vice-Chancellor, University of Cambridge and former Chair, The House of Lords Select Committee on Science and Technology

#### **Is the science education system supplying the skills that the UK wants?**

28 April 2010

Sir Mark Walport FMedSci, Director, The Wellcome Trust and Chair, Science and Mathematics for 21st Century Report

Sir John Holman, Director, National Science Learning Centre, York

Professor Lisa Jardine CBE, Centre for Editing Lives and Letters, Queen Mary, London, and Chair, Human Fertilisation and Embryology Authority

#### **The future strategy for high speed rail in the UK**

17 March 2010

The Rt Hon the Lord Adonis, Secretary of State, Department for Transport

Iain Coucher, Chief Executive, Network Rail

Guillaume Pepy, Président, National Society of French Railways (SNCF) and Chairman, Eurostar

Terry Hill FREng, Chairman, Transport Markets, Arup

## FOUNDATION FOR SCIENCE AND TECHNOLOGY

FOUNDATION EVENTS HELD FOR THE YEAR ENDED 31 DECEMBER 2010

---

### **The future strategy for high speed rail in the UK**

17 March 2010

The Rt Hon the Lord Adonis, Secretary of State, Department for Transport

Iain Coucher, Chief Executive, Network Rail

Guillaume Pepy, Président, National Society of French Railways (SNCF) and Chairman, Eurostar

Terry Hill FREng, Chairman, Transport Markets, Arup

### **Astronauts speak to the next generation**

12 March 2010

Capt. Neil Armstrong, First man on the moon

Capt. Jim Lovell, Commander Apollo 13

Capt. Gene Cernan, Last man on the Moon

The presentations and reports from the meetings are on the Foundation web site [www.foundation.org.uk](http://www.foundation.org.uk) .