



THE FOUNDATION
FOR SCIENCE AND
TECHNOLOGY

**REPORT OF COUNCIL
AND
FINANCIAL STATEMENTS
FOR THE
YEAR ENDED 31 DECEMBER 2012**

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 2012

CONTENTS	Pages
Charity information	1
Report of Council	2 - 7
Independent Examiner's Report	8
Statement of Financial Activities	9
Balance Sheet	10
Notes to the Financial Statements	11 - 14
Detailed Income and Expenditure Account	16
Notes to the Detailed Income and Expenditure Account	17
Sponsors and Major Subscribers	18
Events Held	19 - 20

FOUNDATION FOR SCIENCE AND TECHNOLOGY

CHARITY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2012

REGISTERED OFFICE

10 Carlton House Terrace
London
SW1Y 5AH

INDEPENDENT EXAMINER

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

BANKER

CAF Bank Ltd
25 King's Hill Avenue
Kent
ME19 4JQ

FOUNDATION FOR SCIENCE AND TECHNOLOGY

COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2012

REPORT

The Council¹ presents its thirty-fourth annual report and audited financial statements for the year ended 31 December, 2012. 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. The Foundation also publishes guidelines and newsletters to help learned and professional societies 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 industrial strategy for the UK, international development, the right energy supply mix for the UK, an ageing population and managing the rise in dementia patient numbers, mental health service provision, social media and democracy, making science work, food security, systemic failure of the banking system, and the contribution of research to economic growth. The Foundation once again visited Scotland and held a dinner/discussion and round table discussion jointly with the Royal Society of Edinburgh on "The best ways to promote a culture of enterprise and innovation in Scotland". A round-table discussion was hosted in Manchester on the role of mid-sized companies in the economy.

A report, audio files and presentations for each debate were placed on the Foundation's web site. Most of the reports were written by Sir Geoffrey Chipperfield KCB to whom we are most grateful. Papers by the speakers were published in the Foundation's journal, *FST Journal*. We are most grateful to Sir John Enderby and Simon Napper for editing and producing the journal.

The Foundation helped learned and professional societies through the organisation of a luncheon at the House of Lords in October at which the Rt Hon Sir Brian Neill spoke to the theme "Charity law past, present and future". Newsletters written by Keith Lawrey were published to provide an awareness service to societies of changes to legislation, accounting practice and charity regulation. Additionally a number of guidance notes were published for member societies and others.

The Foundation is 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 Learned and Professional Society members. Council is most grateful to the many companies, organisations and departments who support the work of the Foundation. Donations and sponsorship totalling £220,550 (2011: £218,460) were made to the Foundation from the Department for Business, Innovation and Skills, The Wellcome Trust, The Lloyd's Register Educational Trust, The Royal Society, The Royal Academy of Engineering, The British Academy, the Department for Environment, Food and Rural Affairs, The Michael John Trust, the Comino Foundation and others. Subscriptions totalled £140,791 (2011: £131,834) and income from Learned Society activities and the Journal was £4,006 (2011: £3,925).

The net of incoming and outgoing resources of the Foundation at the year-end was a surplus of £13,351 (2011: £2,163) before an unrealised gain on the equity investments of £15,444. The total reserves of the Foundation at the end of the financial year increased from £571,686 to £600,481. £15,000 from the surplus has been carried over from the Wellcome Trust grant to fund debates in 2013.

¹ Throughout this document the term Council refers to the Trustees, Directors and others who govern the work of the Foundation for Science and Technology

FOUNDATION FOR SCIENCE AND TECHNOLOGY

COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2012 (continued)

The ten-year trend is shown in the table.

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Surplus/(Deficit) before equity gain or loss	(12,706)	(24,830)	(45,099)	(34,059)	(28,721)	(32,478)	53,507	9,366	2,163	13,351
Surplus/(Deficit)	16,946	10,286	(11,356)	10,319	(59,785)	(125,662)	61,621	20,421	(6,374)	28,795

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 2012 (continued)

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 members 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 Charities Commission guidance on public benefit. The Foundation is deeply engaged in the difficult issues of Science and Technology which affect public policy and uses its resources to inform and support decision makers. Council considers that public benefit has been delivered from the activities summarised in this report and in particular the wide range of science and technology debates listed on pages 19 and 20. Paper copies of the Foundation Journal are sent out to over 1,100 contacts in Parliament, Whitehall Departments, the Devolved Administrations, companies, the Research Councils, the Technology Strategy Board and other organisations. Public access to reports of debates and the Foundation Journal are available through the Foundation's web site, provide valuable educational material and are widely read by visitors from many countries. There were over 175,000 individual document views on the site in the year. The Foundation also provides guidance to learned and professional societies on administrative matters.

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 Council has laid down a series of objectives, which were reviewed and revised at the May 2011 Council meeting. These are as follows:

- (a) The total of cash and liquid funds (including deposits and securities) should be kept at levels which can cover twelve months of total costs including direct event expenditure, journal production costs, salaries, accommodation, journal and administration costs. In 2012 this corresponded to around £365,000.
- (b) As a consequence of spending cuts, funding from government funded departments and agencies may decline. Council agreed that there should be a special reserve of £200,000 in addition to the £350,000 reserve – a total reserve target of £550,000.
- (c) Reserves should generate investment income to support Foundation activities to cover a proportion of the Foundation's costs from realised capital gains, dividends and interest taking one year with another.

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. At the May 2011 Council meeting 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 2012 (continued)

RESERVE POLICY (continued)

In order to satisfy the above purposes, the Council agreed in December 2008 the level of funds held should be at least equal to twelve months total expenditure. At the December 2009, in December 2010 and in May 2011 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-PRESIDENT

The Rt Hon the Earl of Shannon served as Vice-President during the year ended 31 December 2012.

COUNCIL MEMBERS

The following served on the Council during the year ended 31 December 2012:

The Rt Hon the Lord Jenkin of Roding HonFRSE	President
The Earl of Selborne GBE FRS	Chairman
Dr Robert Hawley CBE DSc FRSE FREng	Deputy Chairman
The President of The Royal Society	Sir Paul Nurse PRS FMedSci
The President of The Royal Academy of Engineering	Sir John Parker FREng
The President of The Royal Society of Edinburgh	Sir John Arbutnot PRSE
The President of the Academy of Medical Sciences	Sir John Tooke FMedSci
The President of The British Academy	Sir Adam Roberts KCMG PBA
The President of The Science Council	Sir Tom Blundell FRS FMedSci
The Chairman of EngineeringUK	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	Sir John Armitt CBE FREng Dr Paul Golby FREng
The Chairman of The Medical Research Council	Sir John Chisholm FREng Don Brydon CBE
The Chairman of The Natural Environment Research Council	Edmund Wallis FREng
The Chairman of The Science and Technologies Facilities Council	Sir Michael Sterling FREng
The Chairman of the Technology Strategy Board	Phil Smith

FOUNDATION FOR SCIENCE AND TECHNOLOGY

COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2012 (continued)

COUNCIL MEMBERS (continued)

Professor Polina Bayvel FREng

Sir Leszek Borysiewicz FRS FRCP FMedSci

The Lord Broers FRS FREng

Sir Geoffrey Chipperfield KBE

Professor Sir Graeme Davies FRSE FREng (resigned at AGM)

The Lord Haskel

Dr Geraldine Kenney-Wallace FRSC

Sir David King KB FRS ScD

The Lord Krebs FRS FMedSci

The Rt Hon Lord Lloyd of Berwick

Dr Mike Lynch OBE FREng

Sir Rob Margetts CBE FREng

The Lord May of Oxford OM AC FRS HonFREng

Rt Hon Sir Brian Neill (not a trustee)

The Baroness O'Neill of Bengarve CBE FBA Hon FRS

The Lord Oxburgh KBE FRS HonFREng

The Lord Rees of Ludlow OM FRS HonFBA HonFREng

Dr Peter Ringrose

The Lord Soulsby of Swaffham Prior FMedSci

Dr Graham Spittle CBE

The Lord Sutherland of Houndwood KT FBA FRSE (resigned at AGM)

Sir Mark Walport FRS FMedSci

Sir Peter Williams FRS FREng

The Lord Willis of Knaresborough

Tony Quigley

Honorary Treasurer

Patrick McHugh

Honorary Secretary

FOUNDATION FOR SCIENCE AND TECHNOLOGY

COUNCIL REPORT FOR THE YEAR ENDED 31 DECEMBER 2012 (continued)

HONORARY OFFICERS

The Honorary Officers were The Rt Hon the Lord Jenkin of Roding HonFRSE, 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.

CHIEF EXECUTIVE

Dr Dougal Goodman OBE FREng was the Chief Executive.

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 the 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

Date _____

The Earl of Selborne GBE FRS
Chairman

FOUNDATION FOR SCIENCE AND TECHNOLOGY

**INDEPENDENT EXAMINER’S REPORT TO THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2012**

I report on the accounts of the Charity for the year ended 31 December 2012, which are set out on pages 9 to 15.

This report is made solely to the charity’s trustees, as a body, in accordance with regulations made under Section 144 of the Charities Act 2011. My examination has been undertaken for no purpose other than to draw to the attention of the charity’s trustees 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 trustees as a body, for my examination, for this report, or for the opinions I have formed.

Respective Responsibilities of the Trustees and the Independent Examiner

The trustees (who are also directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 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 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 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 trustees 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 Charitieshave 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 (Incorporating an Income and Expenditure Account)
AS AT 31 DECEMBER 2012**

	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2012 £	Total 2011 £
Incoming Resources						
Incoming resources from generated funds						
<i>Voluntary income</i>						
Donations		131,000	-	27,000	158,000	139,460
<i>Investment income</i>						
Listed investment income		8,685	-	-	8,685	8,121
Bank deposit interest		2,995	-	37	3,032	2,172
Incoming resources from charitable activities						
Sponsorship		62,550	-	-	62,550	79,000
Accreditation fees and subscriptions		140,791	-	-	140,791	131,834
Learned societies activities and journal		4,006	-	-	4,006	3,925
Total Incoming Resources		350,027	-	27,037	377,064	364,512
Resources Expended						
<i>Costs of generating funds</i>	4	36,635	-	-	36,635	34,907
<i>Charitable activities</i>	4	284,239	-	27,000	311,239	312,346
<i>Governance costs</i>	4	15,839	-	-	15,839	15,096
Total Resources Expended		336,713	-	27,000	363,713	362,349
Net incoming / (outgoing) resources	2	13,314	-	37	13,351	2,163
Transfer between funds	10	(14,590)	15,000	(410)	-	-
Excess of Income/(Expenditure) for the Year		(1,276)	15,000	(373)	13,351	2,163
Other Recognised Gains and Losses						
Unrealised gains/(losses) from investment assets	7	15,444	-	-	15,444	(8,537)
Net Movement in Funds		14,168	15,000	(373)	28,795	(6,374)
Retained funds brought forward		557,033	-	14,653	571,686	578,060
Retained Funds Carried Forward		571,201	15,000	14,280	600,481	571,686

The notes on pages 11 to 15 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 2012

	Notes	2012 £	2012 £	2011 £	2011 £
Fixed Assets					
Tangible assets	6		752		661
Investments	7		<u>362,578</u>		<u>344,768</u>
			363,330		345,429
Current Assets					
Debtors	8	27,723		35,300	
Cash at bank - on deposit		130,226		204,504	
- current account		81,090		2,001	
- The Harold Silman Fund		14,280		15,937	
Cash in hand		<u>42</u>		<u>21</u>	
		253,361		257,763	
Creditors: Amounts falling due within one year	9	<u>(16,210)</u>		<u>(31,506)</u>	
Net Current Assets			<u>237,151</u>		<u>226,257</u>
Net Assets			<u>600,481</u>		<u>571,686</u>
Financed by:					
Funds					
Restricted	10		14,280		14,653
Designated	11		15,000		-
Unrestricted			<u>571,201</u>		<u>557,033</u>
	13,14		<u>600,481</u>		<u>571,686</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 2012 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 and authorised for issue by:

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

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

The notes on pages 11 to 15 form part of the financial statements.

FOUNDATION FOR SCIENCE AND TECHNOLOGY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

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 2012

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.

Designated funds are funds which are set aside out of unrestricted funds by the Council for specific purposes.

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 Incoming Resources	2012	2011
	£	£
This is stated after charging:		
Independent examiner's fee	2,800	2,800
Depreciation on tangible fixed assets	299	220
	<u>2,800</u>	<u>2,800</u>

3 Transactions with Council

During the year one Council member received reimbursement for travel and subsistence expenses of £131 (2011 - £nil). 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	2012	2011
	£	£	£	£	£
Rent, rates and services	7,694	41,036	2,565	51,295	47,552
Salaries and agency staff (see note 5)	27,568	147,031	9,189	183,789	176,009
Printing, postage and stationery	1,018	5,427	339	6,784	6,636
Insurance	99	530	33	663	660
Sundry expenses	210	310	19	540	985
Event expenditure	-	93,694	-	93,694	109,207
Journals and publications	-	22,971	-	22,971	17,581
Grant awards	-	-	-	-	-
Accountancy and bookkeeping fees	-	-	747	747	699
Independent examiners' fee	-	-	2,800	2,800	2,800
Honorary officer's expenses	-	-	131	131	-
Depreciation	46	239	15	299	220
	<u>36,635</u>	<u>311,239</u>	<u>15,839</u>	<u>363,713</u>	<u>362,349</u>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

5 Employee Information	2012	2011
	£	£
Staff costs:		
Wages and salaries	164,188	157,420
Social security costs	19,601	18,589
Pension costs	-	-
	<u>183,789</u>	<u>176,009</u>
The average monthly number of employees during the year was made up as follows:	No.	No.
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:		
£100,001 - £110,000	-	1
£110,001 - £120,000	<u>1</u>	<u>-</u>
6 Tangible Fixed Assets		Furniture, Furnishings and Office Equipment
		£
Cost or Valuation		
At 1 January 2012		4,651
Disposals		-
Additions		<u>390</u>
At 31 December 2012		<u>5,041</u>
Depreciation		
At 1 January 2012		3,990
Disposals		-
Charge for the year		<u>299</u>
At 31 December 2012		<u>4,289</u>
Net Book Value		
At 31 December 2012		<u>752</u>
At 31 December 2011		<u>661</u>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

7 Fixed Asset Investments	Quoted	Unquoted	Total	Total
	£	£	2012	2011
			£	£
Market value brought forward	153,420	191,348	344,768	355,844
Additions	-	-	-	-
Movement on account	-	2,366	2,366	(2,539)
Disposals	-	-	-	-
Net unrealised (losses)/gains	<u>15,444</u>	<u>-</u>	<u>15,444</u>	<u>(8,537)</u>
Market value carried forward	<u>168,864</u>	<u>193,714</u>	<u>362,578</u>	<u>344,768</u>
Historical cost at 31 December	<u>105,254</u>	<u>193,714</u>	<u>298,968</u>	<u>296,612</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 2012:

	Quoted	Unquoted
	£	£
M&G Charifund	168,864	-
Cash held awaiting investment	<u>-</u>	<u>193,714</u>

8 Debtors	2012	2011
	£	£
Other debtors	<u>27,723</u>	<u>35,300</u>
	<u>27,723</u>	<u>35,300</u>

9a Creditors: Amounts falling due within one year	2012	2011
	£	£
Other taxes and social security costs	13,227	17,789
Other creditors	183	917
Accruals and deferred income	<u>2,800</u>	<u>12,800</u>
	<u>16,210</u>	<u>31,506</u>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

9b Deferred Income	2012	2011
	£	£
Deferred income brought forward	10,000	-
Deferred in year	-	10,000
Released to income in year	<u>(10,000)</u>	<u>-</u>
Deferred income carried forward	<u>-</u>	<u>10,000</u>

10 Restricted Funds

Fund	Brought forward	Net income	Transfer between funds	2012
	£	£	£	£
Harold Silman Fund	<u>14,653</u>	<u>37</u>	<u>(410)</u>	<u>14,280</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-imbursment of administrative costs to the General Fund.

11 Designated Funds

During the year the Foundation received £15,000 from The Wellcome Trust which the Council has set aside for the debate on open access to be held on 6th March 2013.

12 Liability of Members

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

13 Reconciliation of Movements in Reserves	2012	2011
	£	£
Net movement in funds for the year	13,351	2,163
Other recognised gains and losses	<u>15,444</u>	<u>(8,537)</u>
	28,795	(6,374)
Opening funds at 1 January	<u>571,686</u>	<u>578,060</u>
Closing funds at 31 December	<u>600,481</u>	<u>571,686</u>

14 Analysis of Net Assets between Funds	Unrestricted Funds	Restricted Funds	Designated Funds	Total
	£	£	£	£
Tangible Assets	752	-	-	752
Investments	362,578	-	-	362,578
Debtors	27,723	-	-	27,723
Cash at bank and in hand	196,358	14,280	15,000	225,638
Creditors	<u>(16,210)</u>	<u>-</u>	<u>-</u>	<u>(16,210)</u>
	<u>571,201</u>	<u>14,280</u>	<u>15,000</u>	<u>600,481</u>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

DETAILED INCOME AND EXPENDITURE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2012

	Unrestricted Funds (£)	Restricted Funds (£)	Total 2012 (£)	Total 2011 (£)
Income				
Donations	131,000	27,000	158,000	139,460
Sponsorship income	62,550	-	62,550	79,000
Accreditation fees and subscriptions	140,791	-	140,791	131,834
Learned societies activities	4,006	-	4,006	3,925
Listed investment income	8,685	-	8,685	8,121
Bank deposit interest	2,995	37	3,032	2,172
	<u>350,027</u>	<u>27,037</u>	<u>377,064</u>	<u>364,512</u>
Expenditure				
<i>Governance Costs (5%)</i>				
Salaries and national insurance	9,189	-	9,189	8,800
Printing, computing, stationery, postage and telephone	339	-	339	332
Rent, rates and service charges	2,565	-	2,565	2,378
Legal and professional fees	-	-	-	-
Accountancy and bookkeeping fees	747	-	747	699
Independent Examiners' Fee	2,800	-	2,800	2,800
Insurance	33	-	33	33
Sundry expenses	19	-	19	44
Depreciation	15	-	15	11
Honorary officer's expenses	131	-	131	-
<i>Charitable Activities (80%)</i>				
Rent, rates and services	41,036	-	41,036	38,042
Grants made	-	-	-	-
Salaries and national insurance	147,031	-	147,031	140,807
Event expenditure	66,694	27,000	93,694	109,207
Printing, computing, stationery, postage and telephone	5,427	-	5,427	5,309
Insurance	530	-	530	528
Sundry expenses	310	-	310	696
Depreciation	239	-	239	176
Journal and publications	22,971	-	22,971	17,581
<i>Other costs of Generating Funds (15%)</i>				
Rent, rates and services	7,694	-	7,694	7,132
Salaries and national insurance	27,568	-	27,568	26,401
Printing, computing, stationery, postage and telephone	1,018	-	1,018	995
Insurance	99	-	99	99
Bank charges	152	-	152	115
Sundry expenses	58	-	58	131
Depreciation	45	-	45	33
	<u>336,713</u>	<u>27,000</u>	<u>363,713</u>	<u>362,349</u>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

DETAILED INCOME AND EXPENDITURE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2012

	2012	2011
	£	£
Professional Fees		
Accountant's fees	2,800	2,800
	<hr/>	<hr/>
	2,800	2,800
	<hr/> <hr/>	<hr/> <hr/>
Donations		
British Academy	2,500	2,500
Comino Foundation	3,000	3,000
Department for Business, Innovation and Skills	35,000	35,000
ERA Foundation	3,000	-
Ipsos Mori	-	50
Institution of Agricultural Engineers	-	250
Michael John Trust	10,000	6,000
Lloyd's Register Educational Trust	35,000	35,000
The Kohn Foundation	10,000	-
Sir William Francis CBE FREng	-	500
The Royal Academy of Engineering	2,000	2,000
The Royal Commission for the Exhibition of 1851	1,000	600
The Royal Society	20,000	18,000
The Wellcome Trust	36,500	36,500
	<hr/>	<hr/>
	158,000	139,400
	<hr/> <hr/>	<hr/> <hr/>
Debtors		
Prepayments	-	-
Other debtors	27,723	35,300
	<hr/>	<hr/>
	27,723	35,300
	<hr/> <hr/>	<hr/> <hr/>
Creditors		
Accruals and deferred income	2,800	12,800
Other creditors	183	917
Salaries - PAYE and NI	6,692	6,662
VAT	6,535	11,127
	<hr/>	<hr/>
	16,210	31,506
	<hr/> <hr/>	<hr/> <hr/>

FOUNDATION FOR SCIENCE AND TECHNOLOGY

SPONSORS AND MAJOR SUBSCRIBERS FOR THE YEAR ENDED 31 DECEMBER 2012

Arts and Humanities Research Council	Nottingham Trent University
Aston University	Nuclear Industry Association
BAE Systems plc	Open University
Biotechnology and Biological Sciences Research Council	Parliamentary and Scientific Committee
BP International Ltd	Premmit Associates
Brett Consulting Limited	Queen's University Belfast
British Computer Society	Red Gate Software
British Council	Risk Solutions
British Geological Survey	Rolls-Royce PLC
Brunel University	Royal Botanic Gardens, Kew
BSI Group	Royal Society of Chemistry
Cambridge Cognition Ltd	Science and Technology Facilities Council
Cardiff University	Sharp Laboratories of Europe Ltd
Chartered Institute of Plumbing and Heating Engineering	Smith Institute for Industrial Mathematics and System Engineering
City & Guilds of London Institute	Society for General Microbiology
City University London	Society of Biology
Comino Foundation	Society of Biology
Council for Industry & Higher Education	Society of Maritime Industries
Cranfield University	Sovcomflot (UK) Ltd
Department for Environment, Food and Rural Affairs	STEMNET
Department of Health	Technology Strategy Board
Economic and Social Research Council	British Academy
Edinburgh Napier University	The Energy Industries Council
Engineering and Physical Sciences Research Council	The IET
ESRC/NIHR Dementia Initiative	The Medical Schools Council
Faculty of Engineering, Science and the Built Environment, London South Bank University	The Royal Academy of Engineering
Financial Services Knowledge Transfer Network	The Royal Commission for the Exhibition of 1851
GlaxoSmithKline R&D	The Smallpeice Trust
Health and Safety Executive	TWI Ltd
HR Wallingford Group Ltd	University College London
Imperial College	University of Aberdeen
Institute of Mathematics and its Applications	University of Cambridge
Institute of Physics	University of Dundee
Institution of Chemical Engineers	University of Edinburgh
IXICO Ltd	University of Glasgow
Japan Society for the Promotion of Science	University of Hull
John Wiley & Sons	University of Kent
Johnson Matthey plc	University of Leeds
Keele University	University of Leicester
King's College London	University of Nottingham
Lloyd's Register	University of Reading
London School of Economics and Politics	University of Sheffield
London School of Hygiene & Tropical Medicine	University of Southampton
London South Bank University	University of Warwick
Medical Research Council	
Met Office	(see page 17 for donations from grant giving bodies)
Natural Environment Research Council	
Natural History Museum	

FOUNDATION FOR SCIENCE AND TECHNOLOGY

FOUNDATION EVENTS HELD FOR THE YEAR ENDED 31 DECEMBER 2012

Science, Innovation and International Development - Lecture and Christmas Reception

5 December

Professor Chris Whitty FMedSci FRCP FFPH, Chief Scientific Adviser, Department for International Development
Mme Geneviève Fioraso, Secretary of State for Higher Education and Research, Government of France (Professor Cyrille van Effenterre from the French Embassy spoke on behalf of the Minister)

The contribution of mid-sized companies to growth of the economy

26 November

Dame Nancy Rothwell DBE FRS FMedSci, President and Vice-Chancellor, University of Manchester
Tera Allas, Director General for Economics, Strategy and Better Regulation, Department for Business, Innovation and Skills
Professor Luke Georghiou, Vice-President for Research and Innovation, University of Manchester
Richard Burslem, Site Director, Wallwork Heat Treatment Ltd

Delivering the industrial strategy - how can government promote growth?

14 November

Sir John Parker GBE FREng, President, The Royal Academy of Engineering
Professor Alan Hughes, Director, Centre for Business Research, Judge Business School, University of Cambridge
The Rt Hon David Willetts MP, Minister of State for Universities and Science, Department for Business, Innovation and Skills

Energy policy: selecting the right options for future electricity supply

7 November

John Hayes MP for South Holland and The Deepings, Minister of State for Energy, Department of Energy and Climate Change
Dr Andrew Spurr, Managing Director, Nuclear Generation, EDF Energy
Dr John Loughhead OBE FREng, Executive Director, UK Energy Research Centre
Dr Paul Golby CBE FREng, Former Chairman and Chief Executive, E.ON UK [Panellist]

What are the best ways to promote a culture of enterprise and innovation in Scotland?

25 October

Ian Ritchie CBE FREng FRSE FBCS, Vice President, Business, Royal Society of Edinburgh
Professor Peter Downes OBE FRSE, Principal and Vice-Chancellor, University of Dundee
Phil Smith, Chairman, Technology Strategy Board, and Chief Executive Officer, UK & Ireland, Cisco

Law of Charity; Past, Present and Future

12 October

House of Lords Luncheon for Learned and Professional Societies
The Rt Hon Sir Brian Neill, a former Lord Justice of Appeal, a Council member of the Foundation and a Bencher of the Inner Temple

An ageing population: meeting the challenge of caring for the rising number of dementia patients

3 October

Dame Sally Davies DBE FMedSci, Chief Medical Officer, Director General Research and Development, and Chief Scientific Adviser, Department of Health
Professor Julienne Meyer, Professor of Nursing: Care for Older People and Director of the My Home Life Programme, City University
Professor James Goodwin, Head of Research, Age UK
Jan Hall, Founder Member, The Evington Initiative

The future strategy for the management of mental health in the UK

11 September

Lord Layard FBA, Director, Wellbeing Programme, Centre for Economic Performance, London School of Economics and Political Science
Professor Sir Simon Wessely FRCP FRCPsych FMedSci, Chair and Head of Department of Psychological Medicine, and Vice Dean, Institute of Psychiatry, King's College London, and Consultant Liaison Psychiatrist, Maudsley and King's College Hospital, King's College London
Professor Sir Bruce Keogh KBE DSc FRCS FRCP, Medical Director, National Health Service in England

FOUNDATION FOR SCIENCE AND TECHNOLOGY

FOUNDATION EVENTS HELD FOR THE YEAR ENDED 31 DECEMBER 2012

The impact of the use of social media on society and democracy

11 July

Dr Mike Lynch OBE FREng, Founder, Autonomy Corporation PLC

Dr Julian Huppert MP, MP for Cambridge

Kathryn Corrick, Digital Media Consultant, KathrynCorrick

Making science work

20 June

Sir Paul Nurse PRS FMedSci, President, The Royal Society

David Eyton, Head of Technology, BP

Dr Andy Richards, Chairman, Abcodia

Professor Rick Rylance, Chief Executive, Arts and Humanities Research Council, and Chairman of the Committee of the Chief Executives of the Research Councils

Achieving food security in the face of climate change - the Climate Change, Agriculture and Food Security (CCAFS) Commission Report

23 May

Sir John Beddington CMG FRS FRSE, Government Chief Scientific Adviser, Government Office for Science

Dr Peter Holmgren, Director, Environment, Climate Change and Bioenergy Division, Food and Agricultural Organisation of the UN

Professor Tim Wheeler, Deputy Chief Scientific Adviser, Department for International Development

Sir Robert Watson CMG FRS, Chief Scientific Adviser, Department for Environment, Food and Rural Affairs [Panellist]

Reducing the risk of a systemic failure of the banking system

25 April

Professor John Kay FBA FRSE, Author and Columnist for the Financial Times

Andy Haldane, Executive Director, Financial Stability, Bank of England

Sir Martin Jacobson, Former Deputy Chairman of Barclays and Non Executive Director of the Bank of England

The Lord May of Oxford OM AC Kt FRS FMedSci, Department of Zoology, University of Oxford [Panellist]

The antibody revolution; turning inventions into medicines and companies

7 March

Sir Greg Winter CBE FRS FMedSci, Master Elect, Trinity College, Cambridge, and MRC Laboratory of Molecular Biology, Cambridge

Sir John Savill FMedSci FRSE, Chief Executive, Medical Research Council

Dr Neil Brewis, Vice-President of Research, Biopharm R&D, GSK

BIS Innovation and Research Strategy for Growth

1 February

Sir Adrian Smith FRS, Director General, Knowledge and Innovation, Department for Business, Innovation and Skills

Sir Tim Wilson, Chair, Wilson Inquiry into University/Business Collaboration

Professor Andy Hopper CBE FRS FREng, Head, Computer Laboratory, University of Cambridge

Professor Ric Parker CBE FREng, Director of Research and Technology, Rolls-Royce Group

(reports of all the debates are on the Foundation web site www.foundation.org.uk)