

Company registration number: 00012722

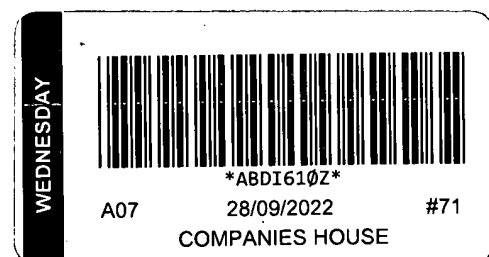
Charity registration number: 1014370

The Philological Society

(A company limited by guarantee)

Report of the Council and Unaudited Financial Statements

for the Year Ended 31 December 2021



The Philological Society

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The Philological Society

Notice of Meeting

The Annual General Meeting of the Society will be held at 4.15 p.m. on 11 June 2022 at St. Catherine's College, Oxford.

Agenda

- 1) Minutes of the meeting held on 12 June 2021
- 2) New members of the Society
- 3) Treasurer's Report for 2021
- 4) Secretaries' Reports
- 5) Election of Members of Council
- 6) Vote of Thanks
- 7) Dr Vera Hohaus (Manchester) *The Study of Meaning in Natural Language, in the Lab and in the Field*

The Secretary for Publications (Transactions) is, as always, eager to receive articles from members and non-members, for publication in the journal. The Secretary for Publications (Monographs) is similarly actively seeking monographs to appear in the Society's Publications series. Potential contributors should contact her to discuss proposals.

Council draws the attention of members to the provision whereby members of the Society of twenty or more years standing, who have retired from full-time employment, may, on application to the Council, and at its absolute discretion, be given continued membership without further payment of subscriptions. Members should write to the Membership Secretary in the first instance.

The Philological Society

Report and Accounts of The Philological Society for 2021

Registered Charity No. 1014370

Company No. 00012722

President and Director of the Company:

Prof. S. FITZMAURICE, B.A., M.Phil., Ph.D. (from 14 June 2020)

Vice Presidents and Directors of the Company:

Prof. S. ADAMSON, M.A.

Prof. W. AYRES-BENNETT, M.A., D.Phil.

Dr E.K. BROWN, M.A., Ph.D.

Prof. A. LAHIRI, B.A., M.A., D.Phil., F.B.A.

Prof. P.H. MATTHEWS, M.A., Litt.D., F.B.A.

Prof. N. SIMS-WILLIAMS, M.A., Ph.D., FBA.

Prof. N. VINCENT, M.A., FBA.

Ordinary Members of the Council as at 31 December 2021

(also Directors of the Company):

Dr. K. ALLAN, M.A., Ph.D.

Prof. K. E. BÖRJARS*, M.A., Ph.D., M.A.E.

Prof. J. L. CHESHIRE, B.A., Ph.D., F.B.A., F.R.S.A.

Prof. S.C. COLVIN^, B.A., M.Phil., D.Phil.

Prof. K. FISCHER, Erste Staatsprüfung Sek II, Ph.D.

Dr H. GIBSON^, B.A., M.A., Ph.D.

Dr S. J. HELLMUTH, B.A., M.A., Ph.D., S.F.H.E.A.

Dr P. G. HONEYBONE*, B.A., M.A., Ph.D.

Prof. N. C. KULA*, B.A., M.A., Ph.D., S.F.H.E.A.

Dr C. B. LUCAS*, M.A., M.Phil., Ph.D.

Prof. M. MAIDEN, M.A., M.A., M.Phil., Ph.D., Dr h.c., F.B.A., M.A.E.

Dr. R. MEYER, MA., M.Phil., D.Phil.

Prof. F. PLANK^, M.A., M.Litt., Dr.phil.habil.

Mr G. POINTON, M.A., M.Litt.

Dr S. M. PONS-SANZ*, M.Phil., Ph.D., S.F.H.E.A.

Dr J. ROBINSON, B.A., B.Sc., M.A., M.Sc., Ph.D.

Dr R. SEN, M.A., D.Phil.

Dr P. STILES^, M.A., Dip.Comp.Philol., D.Phil.

Prof. L. SYLVESTER, M.A., Ph.D.

Dr S. WOLFE, M.A., M.Phil., Ph.D.

(* Appointed as Directors on 12 June 2021. ^ Resigned as Directors on 11 June 2022)

Treasurer:

Prof. P. K. AUSTIN, B.A.(A.S), Ph.D., Ph.D. *honoris causa*. (also a Director of the Company)

Secretaries (also Directors of the Company):

Dr S. PULLEYN, M.A., D.Phil., LL.M., F.R.Hist.S. (also Company Secretary)

Dr R.K. ASHDOWNE, M.A., D.Phil. (for Membership)

Mr J. BOOTH, B.A., M.Phil. (for Student Associates)

Dr M. GREEN, B.A., M.A., Ph.D. (for Publications)

Prof. L. MARTEN, M.A., Ph.D. (for Publications)

Website: <https://www.philsoc.org.uk>

Accountants: V&A Vigar Group Ltd, Stoneygate House, 2 Greenfield Road, Holmfirth, West Yorkshire, HD9 2JT

Bankers: Barclays Bank plc, 1 Pall Mall East, London, SW1Y 5AX

Agents and Publishers for the Society: Blackwell Publishing Ltd, 9600 Garsington Road, Oxford, OX4 2DQ

Registered Office: 7 Bell Yard, London WC2A 2JR.

The Philological Society

Report of the Philological Society for 2021

The Philological Society is the oldest learned society in Great Britain devoted to the scholarly study of language and languages. It was established in its present form in 1842, consisting partly of members of a society of the same name established at the University of London in 1830.

Structure, governance and management

The Society is a registered charity and a company limited by guarantee. It was incorporated on 2 January 1879. It is governed by a Memorandum and Articles of Association which were most recently amended at an Annual General Meeting held in London on 7 May 1999.

The Trustees of the Society, that is, directors listed with Companies House, are constituted by its President, who is appointed at an Annual General Meeting for a period of three years (renewable for one further year only), the Vice-Presidents, who are appointed for life at an Annual General Meeting, the other Officers, and up to twenty ordinary members of Council, who are elected annually at an Annual General Meeting.

In addition to the directors listed on page 2, Prof M-B. Mosegaard Hansen, Dr D.W.E. Willis, Dr S. Watts, Dr C.M. MacRobert and Prof E. Dickey also acted as directors of the Company during the year to 31 December 2021, each resigning as a director on 12 June 2021 at the end of their term. The Directors who have ended their terms on Council on 11 June 2022 are noted on page 2. On that same day, Prof N.S. Gisborne, Prof R.W. Dance and Dr L.R. Bailey were appointed as directors.

Objectives

The objects of the Society are to investigate and promote the study and knowledge of the structure, the affinities, and the history of languages, and to apply all the profits (if any) or other income of the Association for the promotion of the above object, without payment of any dividend to the members of the Association, and the doing of all such other lawful things as are incidental or conducive to the attainment of the above objects.

Activities and achievements of the Society in 2021

During 2021 the Society held seven meetings via Zoom:

- 15 January, Patrizia de Bernardo Stempel (País Vasco) *Reconstructing the accents of Old Celtic: stress without accent marks*
- 12 February, Kasper Boye (Copenhagen) *From grammaticalization to agrammatism: a functional approach to grammar*
- 13 March, *Team event, Prominent Possessors*, SOAS University of London with Surrey Morphology Group
- 7 May, *Workshop: Contact in the Past: how language contact has shaped our language and society*
Tamsin Blaxter (Cambridge), Victoria Beatrix Fendel (Oxford), Jonathan Kasstan (Westminster), Robin Meyer (Lausanne)
- 12 June, AGM and Dr Andrea Nini (Manchester) *A formal theory of idiolect and its forensic applications*
- 22 October, Mairi McLaughlin (UC Berkeley) *The Early French Press: Examining a New Text Type in Historical Linguistics*
- 26 November, Sam Hellmuth (York), Eleanor Chodroff (York), Justin Lo (UCL), Benjamin Molineaux (Edinburgh) *Corpus approaches to phonetic~phonological variability and stability.*

The Philological Society

Report of The Philological Society for 2021 (continued)

During the year, vols. 119.1, 119.2, and 119.3 of *Transactions of the Philological Society* were distributed to members.

The Society continued in 2021 to make audiovisual recordings of papers delivered online at meetings, and, with the speakers' permission, to make the recordings available on Youtube for public viewing.

Ten MA bursaries of up to £5,500 p.a. were awarded to students in linguistics or philology, following a competitive application process. One of the MA bursaries was awarded in the name of the Anna Morpurgo Davies fund (one bursary per year may be awarded from this fund to support a student working on ancient languages). In addition, one Bursary was awarded from the Martin Burr fund to support attendance at a training workshop in France (Council has dedicated this fund to support mature students and early career researchers).

The Society carried out a major overhaul of its website and digital assets and developed a strategic plan to improve its information technology infrastructure and operations. In 2022 we plan to move more activities online, such as applications for MA Bursaries. The Society continued a blog which is hosted on a Wordpress webpage. It is curated by the Secretary for Student Associates and all members are encouraged to contribute items of interest.

On 31 December 2021 the Society had 614 members, of whom 113 are student associate members and 501 are ordinary members (including 60 life (or honorary) members). In December 2020 the equivalent total figure was 637.

Activities planned for 2022

Six meetings are scheduled for 2022 to be delivered via Zoom and in person, as follows:

14 January, Andreas Willi (Oxford) in conversation with James Clackson (Cambridge) *The Origins of the Greek Verb*

19 March, Thomas Jügel (Bochum) *Tense in Time: The development of Iranic verbal categories and the difficulty of naming them*

6 May, Dr Philip Durkin (OED), *2022 Anna Morpurgo Davies Lecture in collaboration with British Academy. Tracking the history of words - changing perspectives, changing research*

11 June, Annual General Meeting followed by public lecture, Vera Hohaus (Manchester) *The Study of Meaning in Natural Language, in the Lab and in the Field*

October, Martin Kümmel (Jena) *tba*

November, Laura Arnold (Edinburgh) *tba*

A total of ten MA bursaries will be awarded. Submissions for the Robins Prize will be judged and a prize may be awarded if the quality is sufficient. Further grants will be made available to research students presenting papers at conferences or undertaking fieldwork. The Society welcomes donations to the Anna Morpurgo Davies bursary fund and the Burr research fund.

Impact of COVID-19

The Council does not feel that COVID-19 will affect the performance of the Society in 2022 with meetings and presentations being held virtually by Zoom, and in person where possible. Applications for PhD bursaries may be lower due to travel restrictions for conferences and fieldwork.

The Philological Society

Reserves

Council's policy is to retain a level of resources both now and for the future generations that will, together with other income, generate sufficient funds to enable the publication of special interest publications and promote other projects in furtherance of the objects of the charity.

Aggregate reserves held at 31 December 2021 totalled £716,474 (2020: £695,093).

Investments

Investment policies

Under its Memorandum and Articles of Association, the Society has the power to make any investments as the directors see fit. The policy of the directors has been to invest the Society's funds so as to produce a regular and sustainable level of income. Funds are invested in a combination of cash deposits, managed funds and quoted equities.

Funds are invested with established fund managers whose strategy closely aligns with the values, ethos and principles of the Society including appropriate environmental, social and governance criteria for the selection of investments.

The policy of the directors is intended to manage risk within agreed parameters. Outside of the normal market fluctuations associated with equity investments, the policy takes account of the following principle potential risks:

Cash flow risk

The Society's cash investment activities expose it primarily to the financial risks of changes in interest rates. Certain interest-bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The Society's principal financial assets are bank balances and cash, trade and other receivables, and investments.

The Society's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The Society has no significant concentration of credit risk, with exposure spread over a number of counterparties.

Investment performance in 2021

Performance over 2021 resulted in a small gain on the non-cash investments, broadly in line performance of the market as a whole.

During the year, one of the funds in which the Society had invested was closed by its manager, Barings. Upon the closure, the Society realised its investment leading to a net addition to cash deposits.

The Philological Society

Statement of Directors' Responsibilities

The directors are responsible for preparing the directors' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of its incoming resources and application of resources, including its income and expenditure, for that period.

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions for small companies under section 415A of the Companies Act 2006.

Approved by the Council on 27 September 2022 and signed on their behalf by



Dr S. Pulleyn

Secretary

The Philological Society

Independent Examiner's Report to the Directors of The Philological Society ("the Company")

I report to the directors on my examination of the accounts of the Company for the year ended 31 December 2021.

Responsibilities and basis of report

As the directors of the Company you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

The report including my statement has been prepared for and only for the board of directors of the Company as a body. My work has been undertaken so that I might state to the board of directors those matters those matters that I am required to state to them in an independent examiners report and for no other purposes. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than board of directors of the Company for my examination work, for this report, or for the statements I have made.

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 Company and a comparison of the financial statements presented to those records. It also includes consideration of any unusual items or disclosures in the financial statements and seeking explanations from you as directors 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 financial statements present "a true and fair view" and the report is limited to those matters set out in my statement below.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of The Philological Society as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.


.....
Amanda Vigar
Independent Examiner
LIB(Hons), Barrister, FCA, CTA, AmCAM, FCMA, CGMA

V&A Vigar Group Ltd
Stoneygate House, 2 Greenfield Road
Holmfirth, West Yorkshire, HD9 2JT

Date: 27 September 2022

The Philological Society

Statement of Financial Activities for the Year Ended 31 December 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	2021 £	2020 £
Income and Endowments from:			
Membership and Subscriptions		9,300	7,078
Publications		64,605	67,384
Total charitable activities		73,905	74,462
Dividend income		5,793	11,383
Interest income		43	541
Investment income		5,836	11,924
Total Income		79,741	86,386
Expenditure on:			
Bursaries awarded		(54,885)	(40,000)
Student conference support		(682)	(2,500)
Charitable expenditure		(55,567)	(42,500)
Administrative and governance costs	3	(8,971)	(13,006)
Total expenditure		(64,538)	(55,506)
Realised gains/(losses) on investment assets		2,017	-
Net income before unrealised gains/(losses)		17,220	30,880
Unrealised gains/(losses) on investment assets		4,161	(5,255)
Net movement in funds after gains/(losses)		21,381	25,625
Reconciliation of movement in funds			
Total funds brought forward	8	695,093	669,468
Total funds carried forward	8	716,474	695,093

All of the Company's activities derive from continuing operations during the above two periods.

The Company's net income before unrealised gains and losses relates to movements in unrestricted general funds.

The notes on pages 10 to 15 form an integral part of these financial statements.

The Philological Society

(Registration number: 00012722) Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	5	188,264	204,104
Current assets			
Accrued publication income		60,105	59,383
Unpaid subscriptions		940	1,380
Prepayments		500	-
Accrued investment income		-	6,172
Cash at bank and in hand		471,637	432,122
		533,182	499,057
Creditors: Amounts falling due within one year			
Subscriptions paid in advance		(3,772)	(3,328)
Accruals		(1,200)	(4,740)
		(4,972)	(8,068)
Net current assets		528,210	490,989
Net assets		716,474	695,093
Funds of the charity:			
Unrestricted funds			
Revaluation reserve	6	103,262	99,101
General Fund	7	585,756	567,650
Martin Burr Fund	7	27,456	28,342
	8	716,474	695,093

For the financial year ending 31 December 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 8 to 15 were approved by the directors, and authorised for issue on 27 September 2022 and signed on their behalf by:


 Dr S. Pulleyn
 Director and Company Secretary

The notes on pages 10 to 15 form an integral part of these financial statements.

The Philological Society

Notes to the Financial Statements for the Year Ended 31 December 2021

1 Legal status of the Society

The Philological Society is a company limited by guarantee and has no share capital, incorporated in England & Wales. In the event of the charity being wound up, the liability in respect of the guarantees is limited to £1 per ordinary member of the Society.

The address of its registered office is:

7 Bell Yard
London
WC2A 2JR

The principal activity of the Society is to investigate and promote the study and knowledge of the structure, the affinities and the history of languages.

2 Accounting policies

Functional currency

These financial statements are presented in pounds sterling and this is the functional currency of the charity.

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 and Charities Act 2011.

Basis of preparation

The Philological Society meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The directors consider that there are no material uncertainties about the Company's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Judgements and accounting estimates

In applying the Company's accounting policies, the directors may be required to make judgements, estimates and assumptions in determining the carrying values of the assets and liabilities.

Due to the nature of the Company's activities and financial statements the directors do not consider there to be any significant judgements or sources of estimation uncertainty which could influence a reader's understanding of the financial statements.

The Philological Society

Notes to the Financial Statements for the Year Ended 31 December 2021

Donations, subscriptions and royalty income

Donations and subscriptions are credited to the accounts in the year in which they are receivable.

Royalties from the sales of publications and journals are included in the year in which the relevant publications were sold.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

Publications costs are treated as expenditure in the year in which they are incurred.

Charitable activities

Charitable expenditure comprises those costs incurred by the Company in the delivery of its activities and the furtherance of its objects. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Bursaries and similar grants

Bursaries and provisions of similar grants are recognised when the intention to make a grant has been communicated to the recipient.

Administrative and governance costs

These include costs attributable to operational management of the Society as well as compliance with constitutional and statutory requirements, including directors' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the revaluation reserve and reflected in the Statement of Financial Activities based on the market value at the year end.

The Philological Society

Notes to the Financial Statements for the Year Ended 31 December 2021

Debtors

Debtors are amounts due from members and/or third parties for transactions undertaken in accordance with the Society's objects and in the ordinary course of business.

Debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of debtors is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted funds are general funds that are available for use at the directors' discretion in furtherance of the objectives of the Society. The Society had no restricted funds during the year or the prior year.

Creditors

Creditors are recognised where the Company has a present obligation resulting from a past event that will probably result in a transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

Deferred income

Where amounts are received by the Company in advance of the delivery of services or goods by the Society, the liability to provide those services or goods is recognised in full as at the date of receipt.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs).

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the Company transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the Company, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

The Philological Society

Notes to the Financial Statements for the Year Ended 31 December 2021

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value with movements reflected through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using an appropriate valuation technique.

3 Administrative and governance costs

Administrative and governance costs include:

	2021	2020
	£	£
Independent Examiner's fees relating to examination of the current year financial statements	1,200	-
Previous independent examiner's fees for prior year work	-	4,740
Other governance costs	339	310
General administrative expenses	7,432	7,956
	<u>8,971</u>	<u>13,006</u>

No emoluments have been paid or are payable to the directors. However, on provision of receipts, out of pocket expenses have been reimbursed totalling £956 (2020: £310).

The Company has no paid employees.

4 Taxation

The Company is a registered charity and is, therefore, exempt from taxation.

The Philological Society

Notes to the Financial Statements for the Year Ended 31 December 2021

5 Fixed asset investments

Fixed asset investments comprise public equities and investments in funds operated by fund managers that invest in equities or traded bonds.

The Company's directly held cash deposits are reported separately.

The movement on fixed asset investments during the year was as follows

	Cost £	Market Value £
At 1 January 2020	105,002	209,359
Movement in market value in the year	-	(5,255)
At 31 December 2020 and 1 January 2021	105,002	204,104
Disposals in the year	(20,000)	(22,018)
Gain realised on disposal	-	2,017
Movement in market value in the year	-	4,161
At 31 December 2021	85,002	188,264

6 Revaluation reserve

The revaluation reserve reflects the unrealised difference between the cost and the market value of the fixed asset investments.

At 31 December 2021 the market value of the fixed asset investments was £188,264 against the originally invested amounts of £85,002 giving a unrealised gain of £103,262 (2020: unrealised gain of £99,101).

7 General and Designated Funds

All funds are unrestricted.

General Fund

The General Fund is available to support the general charitable activities of the Company.

Designated funds: Martin Burr Fund

The Martin Burr Fund is available to support activities for which regular funding is not available in a given year. Anticipated uses include support for mature students undertaking an MA in linguistics or philology, grants to enable independent scholars and retired members to attend meetings of the Society or other academic events.

The Philological Society

Notes to the Financial Statements for the Year Ended 31 December 2021

7 Funds (continued): Movement on funds in the year

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Balance at 31 December 2020 £
General				
General Fund	535,770	30,880	1,000	567,650
Designated				
Martin Burr Fund	29,342	-	(1,000)	28,342
Total unrestricted funds	<u>565,112</u>	<u>30,880</u>	<u>-</u>	<u>595,992</u>

	Balance at 1 January 2021 £	Net incoming resources £	Resources expended £	Balance at 31 December 2021 £
General				
General Fund	567,650	17,220	886	585,756
Designated				
Martin Burr Fund	28,342	-	(886)	27,456
Total unrestricted funds	<u>595,992</u>	<u>17,220</u>	<u>-</u>	<u>613,212</u>

8 Funds of the charity

The analysis of the funds of the charity at each year end is as follows:

	2021 £	2020 £
General Fund	585,756	567,650
Martin Burr Fund	<u>27,456</u>	<u>28,342</u>
	613,212	595,992
Revaluation reserve (net unrealised gains on investments)	<u>103,262</u>	<u>99,101</u>
	<u>716,474</u>	<u>695,093</u>