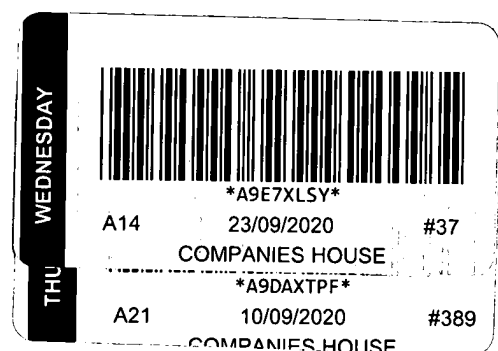


**Report of the Directors and
Consolidated Financial Statements for the Year Ended 31st December 2019
for
THE FORCES PENSION SOCIETY**



THE FORCES PENSION SOCIETY

Contents of the Consolidated Financial Statements for the Year Ended 31st December 2019

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THE FORCES PENSION SOCIETY

**Company Information
for the Year Ended 31st December 2019**

DIRECTORS:

G W Berragan
C E Foxley
W E Mahon
W H Moore
G W Spark
J C Westbrooke
J K Wheeler
D J Marsh
N A Murdoch
PA Quinn

SECRETARY:

N Marshall

REGISTERED OFFICE:

68 South Lambeth Road
Vauxhall
London
SW8 1RL

REGISTERED NUMBER:

00418311 (England and Wales)

AUDITORS:

Knox Cropper LLP
Chartered Accountants and Statutory Auditors
Office Suite 1
Haslemere House
Lower Street
Haslemere
Surrey
GU27 2PE

THE FORCES PENSION SOCIETY

Report of the Directors for the Year Ended 31st December 2019

The directors present their report with the financial statements of the company and the group for the year ended 31st December 2019.

REVIEW OF BUSINESS

The accounts presented comprise The Forces Pension Society (FPS) and its investment subsidiary, The Forces Pension Society Investment Company Limited - referred to as "Investco". The financial statements that follow incorporate the results of both FPS and Investco together in one consolidated report, in order to give a full picture of the financial health of the whole organisation. During the process of preparing the accounts, any transactions between FPS and Investco have been eliminated to avoid any risk of confusion.

2019 represented a period of restructuring and growth for the Forces Pension Society. This was achieved whilst continuing to provide accurate, timely and credible technical pension advice to our members and represent the interests of the entire Armed Forces Community in relation to the provision and effective administration of Armed Forces Pensions. Throughout the year we continued (and will continue) to work within the objectives set in our Articles of Association which require us to secure equitable and just pensions for all Armed Forces pensioners, and to advise and assist our members with pension enquiries.

Against the backdrop of a turbulent year in UK politics, the Society continued to exert its influence in seeking a fair deal for the Armed Forces with two key areas dominating. First, the negotiations and work associated with achieving an appropriate remedy to the so called 'McCloud case', where the transitional arrangements applied to the implementation of the 2015 Public Sector Pension Schemes were ruled to be discriminatory on the basis of age. For the Armed Forces this will affect all those who were serving on 31 March 2012 and 31 March 2015 ('the affected population') and the remedy period will cover the period from April 2015 (2015 Scheme implementation) through to a date yet to be determined when the period of discrimination will have been deemed to have ceased. Second, the campaign to achieve fairness for the Armed Forces in relation to pension taxation. While our support to those affected by the Government's pension tax policy continues, and the administration of the process by both the MoD and Veterans UK has improved, the tax itself is corrosive and risks impacting upon retention and operational effectiveness, particularly in specialist areas (e.g. Defence Medical Services). With the government spotlight on the NHS and the prospect of greater pension flexibility being introduced for senior clinicians and GPs, we have campaigned for fairness for the Armed Forces both as a key member of the Public Services Pension Alliance, and on our own initiative including media engagements with the Financial Times, Daily Telegraph and the Scottish Herald, plus advertorials in The House, the journal of the House of Commons. Our efforts, with the NHS and BMA very much at the forefront, helped secure a policy change to the Annual Allowance Taper rules announced in the 11 March Budget Statement. Whilst a notable success for higher earners, the Annual Allowance level of £40,000 remains unchanged and is a source of considerable dissatisfaction for many of our Members - we will continue to campaign for fairness across all aspects of pension taxation.

2019 saw another record number of pension enquiries answered by the Society (14,877 in 2019 compared with 14,600 in 2018 and 10,900 in 2017). Notably, the complexity of those enquiries continues to increase, requiring additional pension adviser capacity to service this demand. Complex issues such as Pension Sharing on Divorce, Medical Discharge, Annual Allowance calculations and questions relating to timing of retirement and pension forecasts, tended to dominate in 2019. Despite an increase of one Pension Adviser in early 2019, the backlog of enquiries remained a challenge. So, with Council's agreement we recruited two further advisers who started in January 2020, and whose associated costs are fully absorbed in our 3-year plan. Additional staff are only part of the solution; technology must play its part and a major effort through 2019 was the redesign, rebuild and preparation to launch our new website. This vitally important work has already reaped benefits with the introduction of an improved members' area, additional online resources including answers to frequently asked questions and streamlining the membership enquiries process. With interest in pension matters high and brand awareness strong, 2019 saw the highest ever number of new members join the Society (9,775), with an overall net increase of 2,831 paying memberships. As at 31 Dec 19, the Society had 57,629 members, of whom 36,442 were paying memberships.

**Report of the Directors
for the Year Ended 31st December 2019**

We continue to contribute most effectively to the MoD's Veterans' Gateway (VG) project, the one-stop shop for veterans seeking charitable assistance; we are, by some margin, the Referral Partner in greatest demand. Enquiries relating to potentially unclaimed pensions and a host of other issues increased significantly through 2019; we answered a total of 2,500 questions compared with 1,600 in 2018, with many of those resulting in veterans receiving backdated pension payments many were unaware they were entitled to. Unfortunately, the Royal British Legion were unable to help fund this work for 2019 (£23K received in 2018); our reduced grant from the Forces Pension Society Charitable Fund (£35,000 in 2019 compared with £60,000 in 2018) helped to cover the costs associated with our VG work but left little to help support our other charitable efforts such as our education outreach / Roadshow programme. Our overall charitable income from all sources reduced by over 60% in 2019 (£99K received in 2018, £35K in 2019); the support provided to the Society by the Forces Pensions Society Charitable Fund is lower than last year, principally the result of the Charity receiving no legacy income during the year. We have since secured funding to continue our VG work through 2020 following an agreement with the Office for Veterans' Affairs and VG.

Despite these pressures, we reviewed and improved our Roadshow programme to reach those audiences who would benefit the most from our educational outreach efforts, and by December 2019 we had conducted over 200 group briefings reaching 11,000 service personnel. Unfortunately, much of this has to be conducted without any financial support and contributed towards an overall operating deficit in 2019.

The actual consolidated operating deficit for 2019 was £47.5K, but once adjusted for income from fixed asset investments (+£12.7K), revaluation of assets as at 31 Dec (+£19.1K) and a deferred tax adjustment (-£4.3K), the deficit for the year stands at £19.2K. As at 31 Dec the Society's cash at bank holding stood at £162.5K. A further £599K is invested in securities through Investco. The management arrangements for Investco highlighted last year were implemented during 2019 with a Fund Manager (Waverton) actively managing our portfolio with regular oversight and scrutiny of performance.

The Directors are satisfied that despite reporting a small deficit for 2019, this is in the context of a run of surpluses over the past 3 years. The costs associated with a significant enhancement of staff capacity and website / IT improvements should set the conditions for the Society to meet the challenges that lie ahead.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2019 to the date of this report.

G W Berragan
C E Foxley
W E Mahon
W H Moore
G W Spark
J C Westbrooke
J K Wheeler
N A Murdoch
D J Marsh
PA Quinn

**Report of the Directors
for the Year Ended 31st December 2019**

DIRECTORS - continued

Other changes in directors holding office are as follows:

A J Burton - resigned 20th March 2019
S P Goddard - resigned 8th August 2019
R E Williams - resigned 20th March 2019

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 the group and of the surplus or deficit of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, Knox Cropper LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



.....
Sir Gerry Berragan KBE CB
Director

Date:11th June 2020.....

Opinion

We have audited the financial statements of The Forces Pension Society (the 'parent company') and its subsidiaries (the 'group') for the year ended 31st December 2019 which comprise the Consolidated Income Statement, Consolidated Balance Sheet, Company Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 31st December 2019 and of the group's deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Group Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

**Report of the Independent Auditors to the Members of
The Forces Pension Society**

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Greg Stevenson (Senior Statutory Auditor)
for and on behalf of Knox Cropper LLP
Chartered Accountants and Statutory Auditors
Office Suite 1
Haslemere House
Lower Street
Haslemere
Surrey
GU27 2PE

Date: 11/6 /2020

THE FORCES PENSION SOCIETY

**Consolidated Income Statement
for the Year Ended 31st December 2019**

	Notes	2019	2018
		£	£
TURNOVER		1,313,827	1,186,718
Cost of sales		<u>70,972</u>	<u>56,695</u>
GROSS SURPLUS		1,242,855	1,130,023
Administrative expenses		<u>1,326,387</u>	<u>1,176,165</u>
		(83,532)	(46,142)
Other operating income		<u>35,980</u>	<u>99,977</u>
OPERATING (DEFICIT)/SURPLUS	4	(47,552)	53,835
Income from fixed asset investments		12,638	13,380
Interest receivable and similar income		<u>879</u>	<u>24</u>
		<u>13,517</u>	<u>13,404</u>
		(34,035)	67,239
Gain/loss on revaluation of investments		<u>19,144</u>	<u>(46,797)</u>
(DEFICIT)/SURPLUS BEFORE TAXATION		(14,891)	20,442
Tax on (deficit)/surplus		<u>4,303</u>	<u>2,678</u>
(DEFICIT)/SURPLUS FOR THE FINANCIAL YEAR		<u>(19,194)</u>	<u>17,764</u>
(Deficit)/surplus attributable to: Owners of the parent		<u>(19,194)</u>	<u>17,764</u>

The notes form part of these financial statements

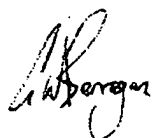
THE FORCES PENSION SOCIETY (REGISTERED NUMBER: 00418311)

**Consolidated Balance Sheet
31st December 2019**

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	6	983,482	981,643
Investments	7	<u>598,806</u>	<u>517,876</u>
		1,582,288	1,499,519
CURRENT ASSETS			
Stocks		3,200	2,260
Debtors	8	122,366	45,441
Cash at bank		<u>162,479</u>	<u>288,743</u>
		288,045	336,444
CREDITORS			
Amounts falling due within one year	9	<u>611,712</u>	<u>560,101</u>
NET CURRENT LIABILITIES		(323,667)	(223,657)
TOTAL ASSETS LESS CURRENT LIABILITIES		1,258,621	1,275,862
CREDITORS			
Amounts falling due after more than one year	10	(7,658)	(10,008)
PROVISIONS FOR LIABILITIES		(12,635)	(8,332)
NET ASSETS		<u>1,238,328</u>	<u>1,257,522</u>
RESERVES			
Revaluation reserve	11	365,745	365,745
Income and expenditure account		<u>872,583</u>	<u>891,777</u>
		<u>1,238,328</u>	<u>1,257,522</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on
5 May 2020 and were signed on its behalf by:



G.W. BERRAGAN

-Director

The notes form part of these financial statements

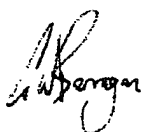
THE FORCES PENSION SOCIETY (REGISTERED NUMBER: 00418311)

**Company Balance Sheet
31st December 2019**

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	6	33,482	31,643
Investments	7	<u>100</u>	<u>100</u>
		33,582	31,743
CURRENT ASSETS			
Stocks		3,200	2,260
Debtors	8	569,321	525,602
Cash at bank		<u>128,863</u>	<u>218,613</u>
		701,384	746,475
CREDITORS			
Amounts falling due within one year	9	<u>609,186</u>	<u>549,164</u>
NET CURRENT ASSETS		<u>92,198</u>	<u>197,311</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		125,780	229,054
CREDITORS			
Amounts falling due after more than one year	10	<u>7,658</u>	<u>10,008</u>
NET ASSETS		<u>118,122</u>	<u>219,046</u>
RESERVES			
Income and expenditure account		<u>118,122</u>	<u>219,046</u>
		<u>118,122</u>	<u>219,046</u>
Company's loss for the financial year		<u>(100,924)</u>	<u>(3,228)</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 5 May 2020 and were signed on its behalf by:



G.W. BENNAGAN
- Director

The notes form part of these financial statements

1. **STATUTORY INFORMATION**

The Forces Pension Society is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Basis of consolidation

The group comprises The Forces Pension Society and its subsidiary, The Forces Pension Society Investment Company Limited. These financial statements incorporate the results of both the company and the subsidiary. In preparing the consolidated financial statements any intra-group transactions have been eliminated.

Critical accounting judgements and key sources of estimation uncertainty

- Fair value of land and buildings

Land and buildings are measured at each reporting date at fair value less accumulated depreciation. The directors assess the fair value based on recent market values and periodically obtain an appraisal from a professionally qualified valuer. In determining fair value on this basis. The valuation remains sensitive to fluctuations in the property market.

- Useful life of tangible fixed assets

The depreciation charge on tangible fixed assets is based on management's estimate of useful life. This is subject to uncertainty and reviewed by management at each reporting date.

- Depreciation of tangible fixed assets

Under the terms of the lease, the company is required to contribute to the costs of maintaining the building, which contains its leasehold property, in a good standard of repair. The directors consider that such maintenance of the building's condition means that the residual value of the property is not less than its book value, the appropriateness of which is reviewed annually, and as such no depreciation charge is necessary.

- Life member subscriptions

Subscriptions for life membership are recognised as income over a period of 20 years, with amounts relating to future years recorded as creditors due in less than and more than one year as appropriate.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Land and buildings	- 2% on cost
Plant and machinery etc	- at varying rates on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. **ACCOUNTING POLICIES - continued**

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 16 (2018 - 15).

4. **OPERATING (DEFICIT)/SURPLUS**

The operating deficit (2018 - operating surplus) is stated after charging:

	2019	2018
	£	£
Depreciation - owned assets	<u>10,756</u>	<u>7,491</u>

5. **INDIVIDUAL INCOME STATEMENT**

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

THE FORCES PENSION SOCIETY

Notes to the Consolidated Financial Statements - continued for the Year Ended 31st December 2019

6. TANGIBLE FIXED ASSETS

Group

	Long leasehold £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1st January 2019	950,000	61,931	-	1,011,931
Additions	-	734	11,861	12,595
Reclassification/transfer	-	(32,088)	32,088	-
At 31st December 2019	<u>950,000</u>	<u>30,577</u>	<u>43,949</u>	<u>1,024,526</u>
DEPRECIATION				
At 1st January 2019	-	30,288	-	30,288
Charge for year	-	2,924	7,832	10,756
Reclassification/transfer	-	(18,980)	18,980	-
At 31st December 2019	<u>-</u>	<u>14,232</u>	<u>26,812</u>	<u>41,044</u>
NET BOOK VALUE				
At 31st December 2019	<u>950,000</u>	<u>16,345</u>	<u>17,137</u>	<u>983,482</u>
At 31st December 2018	<u>950,000</u>	<u>31,643</u>	<u>-</u>	<u>981,643</u>

Land and buildings were valued on a fair value basis on 13th January 2018 by Cluttons LLP.

The historical cost of land and buildings at 31 December 2019 was £570,176 (2018 - £570,176).

If land and buildings had not been revalued they would have been included at the following historical cost:

	2019 £	2018 £
Cost	570,176	570,176
Accumulated depreciation	-	-
Carrying value	<u>570,176</u>	<u>570,176</u>

THE FORCES PENSION SOCIETY

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31st December 2019**

6. TANGIBLE FIXED ASSETS - continued

Company

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1st January 2019	61,931	-	61,931
Additions	734	11,861	12,595
Reclassification/transfer	(32,088)	32,088	-
At 31st December 2019	<u>30,577</u>	<u>43,949</u>	<u>74,526</u>
DEPRECIATION			
At 1st January 2019	30,288	-	30,288
Charge for year	2,924	7,832	10,756
Reclassification/transfer	(18,980)	18,980	-
At 31st December 2019	<u>14,232</u>	<u>26,812</u>	<u>41,044</u>
NET BOOK VALUE			
At 31st December 2019	<u>16,345</u>	<u>17,137</u>	<u>33,482</u>
At 31st December 2018	<u>31,643</u>	<u>-</u>	<u>31,643</u>

7. FIXED ASSET INVESTMENTS

Group

	Other investments £
COST OR VALUATION	
At 1st January 2019	517,876
Additions	605,124
Disposals	(543,338)
Revaluations	<u>19,144</u>
At 31st December 2019	<u>598,806</u>
NET BOOK VALUE	
At 31st December 2019	<u>598,806</u>
At 31st December 2018	<u>517,876</u>

The historical cost of investments at 31 December 2019 was £596,376 (2018 - £459,750).

THE FORCES PENSION SOCIETY

Notes to the Consolidated Financial Statements - continued for the Year Ended 31st December 2019

7. FIXED ASSET INVESTMENTS - continued

Group Company	Shares in group undertakings £
COST	
At 1st January 2019 and 31st December 2019	<u>100</u>
NET BOOK VALUE	
At 31st December 2019	<u>100</u>
At 31st December 2018	<u>100</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Trade debtors	12,277	9,493	7,257	9,493
Amounts owed by group undertakings	-	-	486,353	484,841
Other debtors	<u>110,089</u>	<u>35,948</u>	<u>75,711</u>	<u>31,268</u>
	<u>122,366</u>	<u>45,441</u>	<u>569,321</u>	<u>525,602</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Trade creditors	2,692	5,075	2,692	5,075
Taxation and social security	-	31,141	-	22,676
Other creditors	<u>609,020</u>	<u>523,885</u>	<u>606,494</u>	<u>521,413</u>
	<u>611,712</u>	<u>560,101</u>	<u>609,186</u>	<u>549,164</u>

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Other creditors	<u>7,658</u>	<u>10,008</u>	<u>7,658</u>	<u>10,008</u>

THE FORCES PENSION SOCIETY

Notes to the Consolidated Financial Statements - continued for the Year Ended 31st December 2019

11. RESERVES

Group

	Revaluation reserve £
At 1st January 2019 and 31st December 2019	<u>365,745</u>

12. RELATED PARTY DISCLOSURES

During the year, the Society received donations totalling £35,000 (2018: £60,000) from The Forces Pension Society Charitable Fund. Under this charity's trust deed, the Society appoints its trustee board.

13. EVENT AFTER THE END OF THE REPORTING PERIOD

Since the year end, the group's investment portfolio has suffered a material decline in value. This is a non-adjusting event.

THE FORCES PENSION SOCIETY

Consolidated Detailed Income and Expenditure Account for the Year Ended 31st December 2019

	2019		2018	
	£	£	£	£
Turnover				
Annual subscriptions	1,196,449		1,063,915	
Life member subscriptions	3,145		3,939	
Advertisement income	31,975		30,364	
FAR capitation fees	23,701		18,984	
Commissions receivable	57,050		68,405	
Merchandise sales	1,507		1,111	
		1,313,827		1,186,718
Cost of sales				
Opening stock	2,260		2,783	
Purchases	2,205		571	
Pennant	62,872		55,601	
FAR costs	6,835		-	
	74,172		58,955	
Closing stock	(3,200)		(2,260)	
		70,972		56,695
GROSS SURPLUS		1,242,855		1,130,023
Other income				
Sundry receipts	22		-	
Donations, legacies and grants	35,076		99,280	
Royalties	882		697	
Dividends receivable	12,638		13,380	
Deposit account interest	879		24	
		49,497		113,381
		1,292,352		1,243,404
Expenditure				
Staff costs	885,721		742,819	
Professional fees	94,350		99,587	
Marketing & advertising	110,862		153,200	
Office costs	45,979		36,529	
Building costs	47,221		48,259	
Roadshow costs	10,523		13,945	
Office IT & website	77,835		36,854	
Governance, travel & entertainment	19,878		16,122	
Financial & bank charges	14,112		11,813	
Auditors' remuneration	9,150		8,952	
Depreciation of tangible fixed assets				
Fixtures and fittings	2,924		7,491	
Computer equipment	7,832		-	
Entertainment	-		484	
		1,326,387		1,176,055
Carried forward		(34,035)		67,349

This page does not form part of the statutory financial statements

THE FORCES PENSION SOCIETY**Consolidated Detailed Income and Expenditure Account
for the Year Ended 31st December 2019**

	2019	2018
	£	£
Brought forward	(34,035)	67,349
Finance costs		
Bank and other finance charges	-	110
	(34,035)	67,239
Gain/loss on revaluation of assets		
Gain/loss on revaluation of investments	19,144	(46,797)
NET (DEFICIT)/SURPLUS	<u>(14,891)</u>	<u>20,442</u>

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