

Registration number: 667616

Society of Professional Economists

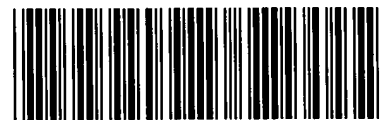
(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 June 2021

Blue Spire Limited
Chartered Accountants and Statutory Auditors
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

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Society of Professional Economists

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Society of Professional Economists

Company Information

Directors	G E Buckley (Vice Chair to and Chair from 27 September 2021) K J Daly (Chair to 27 September 2021) Dame K M Barker J H Lambert (Honorary Treasurer) S Curtis (Honorary Secretary) C V Connolly U Hotopp S Meredith S Krishnan I Mulheirn M T Pisani A Rowlatt
Company secretary	S Curtis
Registered office	Cawley Priory South Pallant Chichester West Sussex PO19 1SY
Auditors	Blue Spire Limited Chartered Accountants and Statutory Auditors Cawley Priory South Pallant Chichester West Sussex PO19 1SY

Society of Professional Economists

Directors' Report for the Year Ended 30 June 2021

The directors present their report and the financial statements for the year ended 30 June 2021.

Directors of the company

The directors who held office during the year were as follows:

G E Buckley (Vice Chair to and Chair from 27 September 2021)

K J Daly (Chair to 27 September 2021)

Dame K M Barker

J H Lambert (Honorary Treasurer)

S Curtis (Honorary Secretary)

C V Connolly

U Hotopp

S Meredith

S Krishnan

I Mulheirn

M T Pisani

A Rowlatt

Directors' reappointment

At the Society's AGM on 25 November 2020 Sandra Curtis, James Lambert, Sunil Krishnan and Amanda Rowlatt retired by rotation. Sandra Curtis, James Lambert, Sunil Krishnan and Amanda Rowlatt were eligible and offered themselves for re-election. The election of all candidates passed unanimously.

At the Society's forthcoming AGM on 24 November 2021 Dame Kate Barker, George Buckley, Sandra Curtis and Catherine Connolly will retire by rotation. George Buckley and Catherine Connolly are eligible and have offered themselves for re-election.

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Reappointment of auditors

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Blue Spire Limited as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

Society of Professional Economists

Directors' Report for the Year Ended 30 June 2021

Small companies provision statement

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

Approved by the Board on 1 November 2021 and signed on its behalf by:

Sandra Curtis

.....
S Curtis

Company secretary

Society of Professional Economists

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report 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 of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

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

Society of Professional Economists

Independent Auditor's Report to the Members of Society of Professional Economists

Opinion

We have audited the financial statements of Society of Professional Economists (the 'company') for the year ended 30 June 2021, which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity, 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 FRS 102 Section 1A '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 company's affairs as at 30 June 2021 and of its profit 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company 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

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report 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.

Society of Professional Economists

Independent Auditor's Report to the Members of Society of Professional Economists

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

Matters on which we are required to report by exception

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

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 4], 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 is 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 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 company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of those charged with governance around actual and potential litigation and claims;
- Enquiry of those charged with governance of any instances of non-compliance with laws and regulations;
- Reviewing minutes of meetings of those charged with governance.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Society of Professional Economists

Independent Auditor's Report to the Members of Society of Professional Economists

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 an auditor's report 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.



.....
Geoffrey Frost BSc(Hons) FCA (Senior Statutory Auditor)
For and on behalf of Blue Spire Limited, Statutory Auditor

Cawley Priors
South Pallant
Chichester
West Sussex
PO19 1SY

02 November 2021
Date:.....

Society of Professional Economists

Profit and Loss Account for the Year Ended 30 June 2021

	Note	2021 £	2020 £
Turnover		<u>74,034</u>	<u>73,610</u>
Gross surplus		74,034	73,610
Administrative expenses		(68,063)	(84,894)
Other operating income		<u>1,750</u>	<u>37,375</u>
Operating surplus		7,721	26,091
Other interest receivable and similar income		<u>2,769</u>	<u>5,192</u>
Surplus before tax		10,490	31,283
Tax on profit		<u>(2)</u>	<u>(29)</u>
Surplus for the financial year		<u><u>10,488</u></u>	<u><u>31,254</u></u>

The above results were derived from continuing operations.

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(Registration number: 667616)
Balance Sheet as at 30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Other financial assets	5	235,121	185,737
Current assets			
Debtors	6	7,641	7,018
Cash at bank and in hand		<u>132,664</u>	<u>106,915</u>
		140,305	113,933
Creditors: Amounts falling due within one year	7	<u>(41,779)</u>	<u>(25,895)</u>
Net current assets		<u>98,526</u>	<u>88,038</u>
Net assets		<u>333,647</u>	<u>273,775</u>
Capital and reserves			
Revaluation reserve		155,782	106,398
Profit and loss account		<u>177,865</u>	<u>167,377</u>
Shareholders' funds		<u>333,647</u>	<u>273,775</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the Board on 1 November 2021 and signed on its behalf by:



.....
G E Buckley (Vice Chair to and Chair from 27 September 2021)
Director



.....
J H Lambert (Honorary Treasurer)
Director

Society of Professional Economists

Statement of Changes in Equity for the Year Ended 30 June 2021

	Revaluation reserve £	Profit and loss account £	Total £
At 1 July 2020	106,398	167,377	273,775
Surplus for the year	-	10,488	10,488
Other comprehensive income	49,384	-	49,384
Total comprehensive income	49,384	10,488	59,872
At 30 June 2021	155,782	177,865	333,647
	Revaluation reserve £	Profit and loss account £	Total £
At 1 July 2019	101,503	136,123	237,626
Surplus for the year	-	31,254	31,254
Other comprehensive income	4,895	-	4,895
Total comprehensive income	4,895	31,254	36,149
At 30 June 2020	106,398	167,377	273,775

The notes on pages 11 to 14 form an integral part of these financial statements.

Society of Professional Economists

Notes to the Financial Statements for the Year Ended 30 June 2021

1 General information

The company (reg. no. 00667616) is a company limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

The address of its registered office is:

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

These financial statements were authorised for issue by the Board on 1 November 2021.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £1.

2 Accounting policies

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

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

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Notes to the Financial Statements for the Year Ended 30 June 2021

Depreciation

Asset class
Office Equipment

Depreciation method and rate
4 years straight line

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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade 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 trade 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 0 (2020 - 0).

4 Auditors' remuneration

	2021 £	2020 £
Audit of the financial statements	1,900	1,900
Other fees to auditors		
All other non-audit services	3,200	3,200

Society of Professional Economists

Notes to the Financial Statements for the Year Ended 30 June 2021

5 Other financial assets (current and non-current)

	Listed investments at fair value through profit and loss £	Unlisted investments at fair value through profit and loss £	Total £
Non-current financial assets			
Valuation			
At 1 July 2020	93,600	92,137	185,737
Fair value adjustments	42,750	-	42,750
Fair value adjustments	-	6,634	6,634
At 30 June 2021	<u>136,350</u>	<u>98,771</u>	<u>235,121</u>
Impairment			
Carrying amount			
At 30 June 2021	<u>136,350</u>	<u>98,771</u>	<u>235,121</u>

The market value of the listed investments at 30 June 2021 was £136,350 (2020 - £93,600).

The market value of the unlisted investments at 30 June 2021 was £98,770 (2020 - £92,137).

The historic cost of the listed investments is £2,567 (2020 - £2,567) and the unlisted investments is £76,772 (2020 - £76,772).

6 Debtors

	2021 £	2020 £
Trade debtors	6,000	4,200
Other debtors	<u>1,641</u>	<u>2,818</u>
	<u>7,641</u>	<u>7,018</u>

Society of Professional Economists

Notes to the Financial Statements for the Year Ended 30 June 2021

7 Creditors

Creditors: amounts falling due within one year

	2021 £	2020 £
Due within one year		
Trade creditors	6,931	5,566
Taxation and social security	873	29
Accruals and deferred income	1,900	1,900
Other creditors	32,075	18,400
	<u>41,779</u>	<u>25,895</u>

8 Reserves

The changes to each component of equity resulting from items of other comprehensive income for the current year were as follows:

	Revaluation reserve £	Total £
Surplus/(deficit) on revaluation of other assets	<u>49,384</u>	<u>49,384</u>

The changes to each component of equity resulting from items of other comprehensive income for the prior year were as follows:

	Revaluation reserve £	Total £
Surplus/(deficit) on revaluation of other assets	<u>4,895</u>	<u>4,895</u>

Society of Professional Economists

Detailed Profit and Loss Account for the Year Ended 30 June 2021

	2021 £	2020 £
Turnover (analysed below)	<u>74,034</u>	<u>73,610</u>
Gross surplus (%)	100%	100%
Administrative expenses		
Establishment costs (analysed below)	(518)	(484)
General administrative expenses (analysed below)	(51,237)	(55,316)
Finance charges (analysed below)	(2,708)	(3,113)
Depreciation costs (analysed below)	-	(11)
Other expenses (analysed below)	<u>(13,600)</u>	<u>(25,970)</u>
	(68,063)	(84,894)
Other operating income (analysed below)	<u>1,750</u>	<u>37,375</u>
Operating surplus	7,721	26,091
Other interest receivable and similar income (analysed below)	<u>2,769</u>	<u>5,192</u>
Surplus before tax	<u><u>10,490</u></u>	<u><u>31,283</u></u>

Society of Professional Economists

Detailed Profit and Loss Account for the Year Ended 30 June 2021

	2021 £	2020 £
Turnover		
Membership subscriptions	<u>74,034</u>	<u>73,610</u>
Establishment costs		
Insurance	<u>518</u>	<u>484</u>
General administrative expenses		
Secretarial service fees	42,770	47,229
Computer software and maintenance costs	120	192
Printing, postage and stationery	57	310
Website costs	2,142	2,244
Sundry expenses	823	228
Auditor's remuneration - The audit of the company's annual accounts	1,900	1,900
Auditors' remuneration - non audit work	3,200	3,200
Consultancy fees	160	-
Legal and professional fees	<u>65</u>	<u>13</u>
	<u>51,237</u>	<u>55,316</u>
Finance charges		
Bank and credit card charges	<u>2,708</u>	<u>3,113</u>
Depreciation costs		
Depreciation of office equipment (owned)	<u>-</u>	<u>11</u>
Other expenses		
Conferences and dinners	943	17,743
Yearbook	1,760	1,688
Rybczynski prize expenses	-	3,000
Irrecoverable VAT	10,897	10,904
(Gain)/loss on disposal of fixed asset Investments - held for sale	<u>-</u>	<u>(7,365)</u>
	<u>13,600</u>	<u>25,970</u>
Other operating income		
Sponsorship of Rybczynski prize	-	3,000
Conferences and dinners	300	33,650
Advertising (SPE)	<u>1,450</u>	<u>725</u>
	<u>1,750</u>	<u>37,375</u>
Other interest receivable and similar income		
Bank interest receivable	12	150
Dividend income	<u>2,757</u>	<u>5,042</u>
	<u>2,769</u>	<u>5,192</u>

This page does not form part of the statutory financial statements.