

Charity Registration No. 1126555

Company Registration No. 06532815 (England and Wales)

**THE SOCIAL AFFAIRS UNIT**  
**ANNUAL REPORT AND UNAUDITED CONSOLIDATED FINANCIAL**  
**STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

# THE SOCIAL AFFAIRS UNIT

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Professor S J D Green	
	Professor D J Womersley	(Appointed 16 December 2020)
	Mr J N C Gaisman QC	(Appointed 4 September 2020)
<b>Charity number</b>	1126555	
<b>Company number</b>	06532815	
<b>Registered office</b>	10 Greenwich Quay Clarence Road London England SE8 3EY	
<b>Independent examiner</b>	Kirk Rice LLP 13 Princeton Court 53-55 Felsham Road Putney London SW15 1AZ	
<b>Bankers</b>	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ	
	Lloyds Bank Plc 39 Piccadilly Piccadilly London W1V 0AA	

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# THE SOCIAL AFFAIRS UNIT

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# THE SOCIAL AFFAIRS UNIT

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

### FOR THE YEAR ENDED 30 JUNE 2020

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The Trustees present their report and financial statements for the year ended 30 June 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with The Social Affairs Unit's Memorandum and Articles of Association, the Companies Act 2006 and "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) (effective 1 January 2019)".

#### Objectives and activities

The objects of The Social Affairs Unit charity are to advance education and learning and the promotion of research for educational purposes both in the United Kingdom and elsewhere in social, cultural and economic affairs. Via our trading subsidiary, Social Affairs Unit Magazines Limited, we publish a newstand magazine, Standpoint, to further this purpose.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

#### Achievements and performance

The Social Affairs Unit ('SAU' or the 'Charity') was originally established by Dr. Digby Anderson, a professional sociologist, in 1980 as a charitable think tank, specialising in public education in social affairs. It fulfilled its purposes by holding conferences and publishing books and reports in this field. In 2008, the SAU Trustees resolved to extend the scope, but not the purposes, of the Charity by publishing a magazine devoted to public education about current affairs and culture, more broadly. A trading subsidiary of the SAU governed by Directors was established for this purpose, Social Affairs Unit Magazines Ltd. ('SAUM'). This magazine, entitled Standpoint, continues to this day.

In June 2019, the SAU reviewed and updated its governance policies. At the same time it conducted a financial review that has resulted, *inter alia*, in the implementation of strict new financial controls and a formal expenses policy. A review of operating expenses has also resulted in a substantial reduction in net costs.

#### Financial review

The Trustees have reviewed the reserves of the Charity. The Trustees' policy is to maintain reserves at the minimum level needed to meet known expenditure commitments, in order to maximise the grants made. While working to increase the level of reserves, the Trustees consider that the Charity is able to meet its commitments as they fall due. All reserves are unrestricted and the total amount is found in the balance sheet.

All funds received are currently used to achieve the objectives of the Charity. Any surplus funds are used for the same purpose. Although the SAU does not at present have a formal reserves policy, its intended minimum reserves represent at least 3 months of operating and related costs. Its level of reserves is kept under periodic review by the Trustees and will be adjusted as perceptions of risk and other factors change. At 30 June 2020, the Charity had an unrestricted surplus of £212,218 (2019: £355,315).

The Trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. A review of all financial arrangements was undertaken starting in June 2019. As a result, strict new financial controls were put in place.

The Charity and its subsidiary have low price risk, credit risk or liquidity risk. There is some cash flow risk due to reliance on donations for continued working capital.

The publication of Standpoint magazine is currently a central focus of the Charity. The Trustees always strive to produce a high-quality magazine dedicated to public education in the fields of current affairs and culture, more broadly conceived. The Directors of the Charity's trading subsidiary are currently undertaking a strategic review with the intention of fulfilling these goals most cost-effectively. The Trustees of the Charity are considering whether to change or to widen the range of their activities.

## THE SOCIAL AFFAIRS UNIT

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

**FOR THE YEAR ENDED 30 JUNE 2020**

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#### **Structure, governance and management**

The Charity, registered charity number 1126555, is a company limited by guarantee, registered company number 06532815 (England and Wales), and is governed by its Memorandum and Articles of Association. The guarantee of individual members is limited to £1.

The address of its principal and registered office can be found on the Reference and Administrative Details page.

The Directors of the charitable company are its Trustees for the purpose of charity law. The Trustees who have served during the year and since the year end were as follows:

Professor S J D Green

Dr William Ledward

(Deceased 3 April 2020)

Ms Natalie McKimm

(Resigned 22 December 2020)

Mr R M Willer

(Resigned 12 October 2020)

Professor D J Womersley

(Appointed 16 December 2020)

Mr J N C Gaisman QC

(Appointed 4 September 2020)

#### **Recruitment, appointment and training of Trustees**

The Trustees are entitled to appoint new Trustees subject to approval of the Members.

#### **Key management personnel of the Charity**

Key management personnel of the Charity comprised of Michael Mosbacher, the Company Secretary of The Social Affairs Unit and Social Affairs Unit Magazines Limited, and Managing Editor of Standpoint magazine, published by Social Affairs Unit Magazines Limited, who ceased employment on 12 August 2019.

Approved by the Board and signed on its behalf:

**Professor S J D Green**

Trustee

Dated: 13 April 2021

## **THE SOCIAL AFFAIRS UNIT**

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

***FOR THE YEAR ENDED 30 JUNE 2020***

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The Trustees, who are also the Directors of The Social Affairs Unit for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees and key management personnel to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the The Social Affairs Unit and of its incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees and key management personnel are required to:

- select suitable accounting policies and then 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 Charity will continue in operation.

The Trustees and key management personnel are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charity 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 Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# THE SOCIAL AFFAIRS UNIT

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF THE SOCIAL AFFAIRS UNIT

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I report to the Trustees on my examination of the financial statements of The Social Affairs Unit (the Charity) for the year ended 30 June 2020.

#### **Responsibilities and basis of report**

As the Trustees of The Social Affairs Unit (and also its Directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of The Social Affairs Unit 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 the Charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination of The Social Affairs Unit I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **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 that in any material respect:

- 1 accounting records were not kept in respect of The Social Affairs Unit as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Kirk Rice LLP

13 Princeton Court  
53-55 Felsham Road  
Putney  
London  
SW15 1AZ

Dated: 13 April 2021

## THE SOCIAL AFFAIRS UNIT

### CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2020

	Notes	Unrestricted funds 2020 £	Unrestricted funds 2019 £
<b>Income from:</b>			
Donations and legacies	3	142,908	1,210,062
Other trading activities	4	99,980	117,727
<b>Total income</b>		<u>242,888</u>	<u>1,327,789</u>
<b>Expenditure on:</b>			
Charitable activities	5	<u>385,985</u>	<u>879,071</u>
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		(143,097)	448,718
Fund balances at 1 July 2019		<u>355,315</u>	<u>(93,403)</u>
<b>Fund balances at 30 June 2020</b>		<u><u>212,218</u></u>	<u><u>355,315</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.



# THE SOCIAL AFFAIRS UNIT

## BALANCE SHEET

AS AT 30 JUNE 2020

		2020	GROUP 2019	2020	CHARITY 2019
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	10	-	192	-	-
Investments	11	-	-	1	1
		-	192	1	1
<b>Current assets</b>					
Debtors	12	34,503	346,480	27,378	407,944
Cash at bank and in hand		220,596	66,190	197,706	-
		255,099	412,670	225,084	407,944
<b>Creditors: amounts falling due within one year</b>	13	(42,881)	(57,547)	(23,248)	(46,562)
Net current assets		212,218	355,123	201,836	361,382
<b>Total assets less current liabilities</b>		212,218	355,315	201,837	361,383
<b>Income funds</b>					
Unrestricted funds		212,218	355,315	201,837	361,383
		212,218	355,315	201,837	361,383

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2020.

The Directors acknowledge their responsibilities for ensuring that the Charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The Members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These 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 Trustees on 1 April 2021

Professor S J D Green  
Trustee

Company Registration No. 06532815

## THE SOCIAL AFFAIRS UNIT

### STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2020

		2020	GROUP 2019	2020	CHARITY 2019
	Notes	£	£	£	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	16	154,406	105,150	197,706	43,900
Interest paid					(4,620)
<b>Net cash used in investing activities</b>		-	-	-	-
<b>Net cash used in financing activities</b>		-	-	-	-
<b>Net increase in cash and cash equivalents</b>		154,406	105,150	197,706	39,280
Cash and cash equivalents at beginning of year		66,190	(38,960)	-	(39,280)
<b>Cash and cash equivalents at end of year</b>		220,596	66,190	197,706	-

# THE SOCIAL AFFAIRS UNIT

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 30 JUNE 2020**

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### **1 Accounting policies**

#### **Charity information**

The Social Affairs Unit is a charitable company in the United Kingdom (England and Wales). In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are on page 2.

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with The Social Affairs Unit's Memorandum and Articles of Association, the Companies Act 2006 and "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) (effective 1 January 2019)". The Social Affairs Unit is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of The Social Affairs Unit. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure along with strategies to deal with variances in demand and funding for 12 months from the date of a approval of these financial statements. The expected income and expenditure is sufficient with the level of reserves for the Charity to be able to continue as a going concern. The Trustees have considered the impact of the ongoing COVID-19 pandemic and believe that this will not adversely affect the Charity.

#### **1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

#### **1.4 Income**

All incoming resources are included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations and legacies are recognised in the financial statements when the charity is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable.

Interest income is included when receivable.

#### **1.5 Expenditure**

# THE SOCIAL AFFAIRS UNIT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2020

### 1 Accounting policies

(Continued)

Support costs are those that assist the work of the Charity but do not directly represent charitable activities and include governance costs, administrative office function costs and premises costs. They are incurred directly in support of expenditure on the objects of the charitable company.

Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice. These costs include costs related to the independent examination, statutory audit and legal fees.

Support and Governance costs have been allocated across the charitable activities using various percentage allocation.

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities includes research grants.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such as awards being recognised as expenditure when the conditions attached to the grants are fulfilled. Grants offered subject to conditions that have not been met at the year end are noted as a commitment, but not accrued as expenditure.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	25% on cost
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

#### 1.7 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.9 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

# THE SOCIAL AFFAIRS UNIT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2020

### 1 Accounting policies

(Continued)

#### Debtors

Trade debtors and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

#### Creditors

Creditors are recognised where the Charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Other creditors and accruals are recognised at their settlement amount due.

### 1.10 Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore 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 II 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.

### 2 Critical accounting estimates and judgements

In the application of The Social Affairs Unit's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

### 3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Donations and gifts	142,908	1,210,062

## THE SOCIAL AFFAIRS UNIT

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2020

#### 4 Other trading activities

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Income from Social Affairs Unit Magazines Limited	99,980	117,727

#### 5 Charitable activities

	Advance education and learning	Advance education and learning
	2020	2019
	£	£
Staff costs	-	212,193
Depreciation and impairment	192	191
Direct costs	54,359	65,463
Authors' fees, reviews, editing and printing	225,964	349,177
Rent and rates	6,642	7,325
Utilities and repairs	494	1,762
Insurance	192	1,140
Computer costs	-	572
Travel and entertaining	679	31,158
Printing, postage and stationery	517	6,920
Sundry expenses	-	5,434
Website costs	2,483	20,549
Telephone	3,386	2,828
Profit or loss on foreign exchange	-	3
	294,908	704,715
Share of support costs (see note 7)	30,414	163,053
Share of governance costs (see note 7)	60,663	11,303
	385,985	879,071

#### 6 Grants made to trading subsidiary from parent

	2020	2019
	£	£
Grants to institutions		
Grants to Social Affairs Unit Magazines Limited	249,500	687,200

## THE SOCIAL AFFAIRS UNIT

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2020

#### 6 Grants made to trading subsidiary from parent

(Continued)

#### 7 Support costs

	Support costs	Governance costs	2020	Support costs	Governance costs	2019
	£	£	£	£	£	£
Staff costs	24,209	-	24,209	24,143	-	24,143
Bank charges	173	-	173	1,690	-	1,690
Interest payable	-	-	-	4,620	-	4,620
Travel and entertaining	-	-	-	422	-	422
Sundry expenses	13	-	13	1,500	-	1,500
Fines	6,019	-	6,019	1,500	-	1,500
Provision for bad debts	-	-	-	129,178	-	129,178
Audit fees	-	-	-	-	5,000	5,000
Legal and professional	-	37,418	37,418	-	-	-
Accountancy	-	23,245	23,245	-	6,303	6,303
	<u>30,414</u>	<u>60,663</u>	<u>91,077</u>	<u>163,053</u>	<u>11,303</u>	<u>174,356</u>
Analysed between						
Charitable activities	<u>30,414</u>	<u>60,663</u>	<u>91,077</u>	<u>163,053</u>	<u>11,303</u>	<u>174,356</u>

Governance costs includes payments to the auditors of £NIL (2019- £5,000) for audit fees.

#### 8 Trustees remuneration and expenses and key personnel

None of the Trustees (or any persons connected with them) received any remuneration or benefits from The Social Affairs Unit during the year.

Key management personnel of the Charity comprised of Michael Mosbacher, the Company Secretary of the Social Affairs Unit and Social Affairs Unit Magazines Limited, and Managing Editor of Standpoint Magazine, published by Social Affairs Unit Magazines Limited, who ceased employment on 12 August 2019. There were no key management personnel after that date. The total employee benefits of the key management personnel were £NIL (2019: £125,584).

#### 9 Employees

The average monthly number of employees during the year was:

2020 Number	2019 Number
-	2

## THE SOCIAL AFFAIRS UNIT

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2020

#### 9 Employees (Continued)

Employment costs	2020 £	2019 £
Wages and salaries	23,312	209,957
Social security costs	-	17,177
Other pension costs	897	9,202
	<u>24,209</u>	<u>236,336</u>

There were no high paid staff members in the year (2019: The emoluments of one member of staff are within the range £80,000 and £90,000).

#### 10 Tangible fixed assets

	Computers £
<b>Cost</b>	
At 1 July 2019	7,060
At 30 June 2020	<u>7,060</u>
<b>Depreciation and impairment</b>	
At 1 July 2019	6,868
Depreciation charged in the year	192
At 30 June 2020	<u>7,060</u>
<b>Carrying amount</b>	
At 30 June 2019	192

The Charity does not hold any tangible assets.

#### 11 Fixed asset investments

	2020 £	GROUP 2019 £	2020 £	CHARITY 2019 £
Shares in group undertaking	-	-	1	1



# THE SOCIAL AFFAIRS UNIT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2020

### 11 Fixed asset investments

(Continued)

The Charity's investments at the Balance Sheet date in the share capital of companies include the following:

#### Subsidiary

##### Social Affairs Unit Magazines Limited

Registered Office: 10 Greenwich Quay, Clarence Road, London, England SE8 3EY

Company Number: 06510185 (England and Wales)

100% Ordinary Shares held

The results for this subsidiary were as follows:

	2020 £	2019 £
Turnover	349,480	808,449
Expenditure	(333,031)	(730,855)
Net (loss)/profit prior to gift aid to the Charity	<u>16,449</u>	<u>77,592</u>
	£	£
Aggregate capital and reserves	10,383	(6,066)
Aggregate assets	33,613	77,952
Aggregates liabilities	23,230	84,018

### 12 Debtors

	2020 £	GROUP 2019 £	2020 £	CHARITY 2019 £
<b>Amounts falling due within one year:</b>				
Trade debtors	-	1,476	-	-
Amounts owed by fellow group undertakings	-	-	-	73,034
Other debtors	33,928	345,004	26,803	334,910
Prepayments and accrued income	575	-	575	-
	<u>34,503</u>	<u>346,480</u>	<u>27,378</u>	<u>407,944</u>

## THE SOCIAL AFFAIRS UNIT

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2020

#### 13 Creditors: amounts falling due within one year

	2020	GROUP	2020	CHARITY
	£	2019	£	2019
		£		£
Other taxation and social security	20,958	15,455	13,589	13,562
Trade creditors	261	591	-	-
Amounts owed to subsidiary undertakings	-	-	3,598	-
Other creditors	1,312	25,000	1,312	25,000
Accruals and deferred income	20,350	16,501	4,749	8,000
	<u>42,881</u>	<u>57,547</u>	<u>23,248</u>	<u>46,562</u>

#### 14 Related party transactions

The Social Affairs Unit is the parent charitable company of Social Affairs Magazines Limited.

During the year, total grants of £249,500 (2019: £687,200) were given to Social Affairs Magazines Limited. As at the balance sheet date the Charity owed £3,598 to its subsidiary (2019: £73,034 was due from its subsidiary).

During the year, donations of £52,500 (2019: £10,000) were made to the Charity by the Trustees.

During the year, payments totalling £NIL (2019: £100) were made to a family member of one of the Charity's Trustees for articles written in Standpoint magazine.

#### 15 Other matters

Following a thorough internal and external review, it has come to light that the Charity is owed £127,991, which it is currently taking steps to recover. These amounts outstanding have not been provided for in the financial statements for the year ended 30 June 2020. Updates will be provided in future statements.

	2020	GROUP	2020	CHARITY
	£	2019	£	2019
		£		£
16 Cash generated from operations				
(Deficit)/surplus for the year	(143,097)	448,718	(159,546)	371,127
Adjustments for:				
Interest paid	-	-	-	4,620
Depreciation and impairment of tangible fixed assets	192	191	-	-
Movements in working capital:				
Decrease/(increase) in debtors	311,977	(234,377)	380,566	(297,823)
(Decrease) in creditors	(14,666)	(109,382)	(23,314)	(34,024)
Cash generated from operations	<u>154,406</u>	<u>105,150</u>	<u>197,706</u>	<u>43,900</u>

## **THE SOCIAL AFFAIRS UNIT**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 30 JUNE 2020***

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**17 Analysis of changes in net funds**

The Charity had no debt during the year.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.