

Scottish Charity Number SC000241

EDINBURGH MATHEMATICAL SOCIETY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JULY 2008



EDINBURGH MATHEMATICAL SOCIETY

REFERENCE AND ADMINISTRATIVE INFORMATION

The Edinburgh Mathematical Society (EMS) is a registered Scottish charity, No. SC000241.

Trustees

Professor R J Archbold (President)	
Dr L Boulton	
Dr C M Campbell (Vice President)	
Dr M H Eggar (Librarian)	
Dr J Farkas	(Appointed 12 th October 2007)
Dr A D Gilbert (General Secretary)	
Professor T N T Goodman	(Resigned 12 th October 2007)
Professor D Higham	
Dr G Hornig	(Appointed 12 th October 2007)
Dr T Leinster	
Professor T H Lenagan (Meetings Secretary)	
Professor R Levi (Convener of the Editorial Board)	(Resigned 31 st December 2007)
Dr A Libman	
Dr C Maclachlan (Convener of the Editorial Board)	(Appointed 1 st January 2008)
Dr R Norman	(Resigned 12 th October 2007)
Dr R Paris	
Dr C M Roney-Dougal	
Dr M A Youngson (Treasurer)	

Principal address

The Honorary Secretary
Edinburgh Mathematical Society
University of Edinburgh
School of Mathematics
James Clerk Maxwell Building
The King's Buildings
Mayfield Road
Edinburgh EH9 3JZ

Website

<http://www.maths.ed.ac.uk/~ems>

Independent examiner

Kenneth McDowell CA
Chiene + Tait
Chartered Accountants
61 Dublin Street
Edinburgh EH3 6NL

Bankers

Bank of Scotland
The Mound
Edinburgh EH1 1YZ

The Royal Bank of Scotland plc
36 St Andrew Square
Edinburgh EH2 2YB

Standard Life Bank
30 Lothian Road
Edinburgh EH1 2DH

VAT registration number

GB 607 3627 45

EDINBURGH MATHEMATICAL SOCIETY

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JULY 2008

The trustees present their report and financial statement for the year ending 31 July 2008.

Structure, governance and management

The Society is governed in accordance with its Constitution and Rules (copies of which are available on request). The Constitution places the responsibility for the management of the Society in the hands of its General Committee, comprising President, Vice-President, one or two Secretaries, Treasurer, Librarian, Convener of the Editorial Board and at least six but not more than ten additional members, all of whom are elected annually. The Society also has an Investment Committee (responsible for monitoring the Society's finances and selecting investments), an Editorial Board, a Policy Advisory Group, a Research Support Fund Committee, an Education Committee and, when required, a Whittaker Prize Committee.

For the purposes of charity legislation, the trustees of the Society are precisely the members of the General Committee. The members for 2007-08 are listed on the previous page. The members of the General Committee are elected annually at the Annual General Meeting of the Society which is held in October. A list of the current members of all committees is available on request.

Objectives, activities and achievements

The Edinburgh Mathematical Society was founded in 1883 for "the mutual improvement of its members in the Mathematical Sciences, pure and applied", an objective that was later recast in broader and more outward looking terms as "the promotion and extension of the Mathematical Sciences, pure and applied, particularly in Scotland". The Society is an unincorporated association firmly established as the principal mathematical society for the university community in Scotland. Its membership is drawn from all the Scottish universities and other educational institutions as well as from mathematicians in industry and commerce both at home and overseas.

Activities

In 2007-08 the Society held seven regular meetings, each addressed by a prominent mathematician. Details of the speakers and the titles of their talks are given in the table below. In addition the Society held a special meeting in February to celebrate its 125th anniversary, which was addressed by two eminent mathematicians. At this meeting two new honorary members were also inducted.

Date	Place	Speaker	Title
12/10/07	Edinburgh	Dr C M Campbell, St Andrews	Presentations galore
9/11/07	Glasgow	Prof C A Stuart, Lausanne	Buckling and bifurcation
7/12/07	Strathclyde	Prof P K Jimack, Leeds	Multigrid and nonlinear systems of PDEs
18/01/08	Edinburgh	Prof F Kirwan, Oxford	Non-reductive group actions and symplectic implosion
15/02/08	Edinburgh EMS@125	Prof M J Taylor, UMIST Prof J F Toland, Bath	Aspects of Galois theory in arithmetic geometry A relaxed approach to optimization with geometric constraints
14/03/08	Dundee	Prof A Stevens, Heidelberg	Turing mechanisms vs. local interaction in developing cell systems
2/05/08	Aberdeen	Prof A A Ranicki, Edinburgh	The Poincaré duality theorem and its converse
23/05/08	St Andrews	Prof C W Parker, Birmingham	Characterizations of simple groups

EDINBURGH MATHEMATICAL SOCIETY

TRUSTEES' REPORT *(cont'd)*

FOR THE YEAR ENDED 31 JULY 2008

The *Proceedings of the Edinburgh Mathematical Society* has been published by the Society since 1884. Three issues are published each year containing research papers covering a wide range of topics in pure and applied mathematics. The *Proceedings* has an international board of consulting editors and has a world-wide circulation; five new subject editors have recently been appointed. Last year it was agreed in principle to digitise the *Proceedings of the Edinburgh Mathematical Society*, and this is now close to completion. A rolling most recent 10 years will be available to subscribers only and issues before that will be freely available.

The Society is conscious that its declared objective - "the promotion and extension of the Mathematical Sciences" - is sometimes best achieved through the support of activities planned and instigated by others. It therefore has schemes for awarding grants for mathematical activities, and it also joins with other societies in supporting various joint initiatives at national and international level through subscriptions, donations and representation on committees. Details are set out below.

Applicant	Purpose	£
Joint Mathematical Council	Affiliation Fee and donation	60.00
Scottish Mathematical Council	Affiliation Fee	50.00
Society of Friends of Oberwolfach	Donation	198.79
European Mathematical Society	Corporate Membership Fee	325.97

The Society became a member of the Council for Mathematical Sciences in January 2008. The CMS is an umbrella organisation representing university level mathematics throughout the UK. There is no membership fee, but the Society will cover the cost of sending a representative to future meetings.

Newsletter

The *President's Newsletter* is sent annually to all members. It is designed to keep members informed about the Society's activities and describes recent events in a more detailed and informal way than is possible in this Annual Report. Copies are available on request.

Membership

Membership of the Society is open to all who are interested. Applications for membership are considered by the General Committee and can be refused only for good and proper reasons. The Society has reciprocity agreements with a number of overseas mathematical societies under which membership of one society gives the right to join the others at a reduced subscription. Postgraduate students at Scottish universities are offered free membership of the Society for up to three years to encourage them to take part in Society activities.

Library

Most of the collections belonging to the Society are held in the James Clerk Maxwell Building Library at the University of Edinburgh and are recorded as such in the Edinburgh University Library catalogue. Some older books and journals are housed at the Collaborative Academic Store for Scotland (CASS), which is located in the Causewayside Building of the National Library of Scotland. The Society's principal collection consists mainly of periodicals obtained by exchange with other learned societies throughout the world; at present about 150 periodical titles are received. Members may consult or borrow books from the Society's Library, and are also entitled to use Edinburgh University Library; in return, members of Edinburgh University Library may use the Society's Library.

Website

Over the summer design work has been undertaken on a new wiki-based website for the EMS, and is approaching completion. This will be managed by a webmaster. It will become much easier for society members, and also non-members, to access information about the EMS; it will also enable key committee members to update information on the site much more simply than before.

EDINBURGH MATHEMATICAL SOCIETY

TRUSTEES' REPORT *(cont'd)*

FOR THE YEAR ENDED 31 JULY 2008

Grants

The Society has three schemes for awarding grants: the **Research Support Fund**, the **Education Fund** and the **St. Andrews Fund**.

The **Research Support Fund** (launched as the Centenary Fund in 1983, the Society's centenary year, and renamed in 2002 to make a clear statement of its purpose) gives financial support to a variety of mathematical activities, including research visits, conferences and publications. Any person may apply for a grant or guarantee from this fund. Applications are considered by the Research Support Fund Committee. The committee works to a set of rules, copies of which are made available to potential applicants. Awards are normally paid to an applicant's institution rather than the applicant personally. The **Education Fund** supports educational activities of a mathematical nature at both school and university level. At school level it is advertised as the *Schools Enrichment Fund*. Applications may be made to the Education Committee, but additionally the Education Committee actively seeks out projects worthy of support and may organise activities itself. The **St. Andrews Fund** (formerly used to support colloquia at the University of St. Andrews) is used to support the postgraduates' meeting at the Burn.

In addition to the above funds, General Committee from time to time makes special grants. Sometimes these are major grants for the support of large international conferences but equally they may be small grants for worthy mathematical purposes that do not fall within the remits of the two schemes. The budgets for Research Support Fund, Education Fund and St. Andrews Fund for this year and next year are given below:

	2007-08 £	2008-09 £
Research Support Fund	16,000	16,000
Education Fund	7,000	7,000
St. Andrews Fund	2,500	2,500

The following tables show details of the grants awarded in 2007-08.

Research Support Fund grants paid in 2007-08:

Applicant	Purpose	£
L O'Carrol (Edinburgh)	Visit of S Cooper	1,000.00
N Ruskuc (St Andrews)	Conference on Permutation Patterns	750.00
C Gilson (Glasgow)	Conference on Integrable Systems, Linear and Nonlinear Dynamics	750.00
J Mitchell (St Andrews)	Visit of M Morayne	560.00
R Thomas (Leicester)	Visit of G Rosenberger	340.00
M Bees (Glasgow)	Visit of J Kessler	1,000.00
C Stroppel (Glasgow)	ICMS workshop on Cherednik Algebras	750.00
C Hobbs (Oxford Brookes)	European Women in Mathematics Conference	629.00
D Higham (Strathclyde)	Visit of E Estrada	300.00
O Davydov (Strathclyde)	Visit of P Sablonniere	717.61
C Santa Clara (Lisboa)	Conference on Rings and Modules	500.00
S Foss (Heriot-Watt)	Visit of D Korshnov	600.00
J Figueroa-O'Farrill (Edinburgh)	RSE/ICMS Public Lecture - L Susskind	800.00
B Schroers (Heriot-Watt)	ICMS workshop on Noncommutative Deformations of Special Relativity	1,000.00
F Davidson (Dundee)	European Conference on Mathematical and Theoretical Biology	1,000.00
J Carr (Heriot-Watt)	ICMS Workshop on Geometric Analysis, Elasticity and PDE	972.74

EDINBURGH MATHEMATICAL SOCIETY**TRUSTEES' REPORT** *(cont'd)***FOR THE YEAR ENDED 31 JULY 2008****Education Fund grants paid in 2007-08:**

Applicant	Purpose	£
M. Ashcroft Scottish Mathematical Council	Mathematical Challenge schools competition: annual grant each year until further notice	800.00
W. P. Richardson Scottish Qualifications Authority	Advanced Higher Mathematics prizes: annual grant each year until further notice	400.00
G Harkins St Saviour's RC High School, Dundee	Prisec Mathematics Competition	250.00
K Birnie Aboyne Academy	Equipment for Maths Club	417.95
R Donaldson Pitlochry High School	'Active Maths' in the playground	350.00
S Markham Bell Baxter High School	School mathematics competition	225.00
T McNutt Breadalbane Academy	Scale model project of school	490.00
M Dorris Taylor High School	Maths Camp	500.00
D B Levey Loretto School	Mathematical licence	260.00
A Macdonald St Aidan's High School	Maths Quest	500.00
R Forbes Newbattle Community High School	Teacher help for fast track course	200.00
F Harcourt Dalkeith High School	Maths Club	212.07
J Oliver Dumbarton School	S1 Maths Numeracy Day	200.00
D Martin Harris School	Maths Club	200.00
J Bryson Lesmahagow School	Primary School Challenge	100.00

St. Andrews Fund grant paid in 2007-08:

A meeting for postgraduate students was held at the Burn, near Edzell, from 3rd to 5th June. From those who applied, 28 students from seven Scottish universities were allocated places. The evident continuing success of this event bodes well for the continued health of Scottish mathematics.

The Burn Conference 2008	2,168.10
--------------------------	----------

Special grants paid in 2007/8:

BMC 2008	750.00
EMS 125 th Anniversary Celebration	3,439.60
RSE Clerk Maxwell Fund	5,000.00

In addition to the previously listed grants, the Society approved in March a joint project with the International Centre for Mathematical Sciences to support "Research in Groups", and to provide additional support for Scotland-based mathematicians attending ICMS-sponsored workshops. An offer, without obligation at this stage, of £2,000 per year for four years starting August 2008-July 2009 has been accepted by ICMS.

EDINBURGH MATHEMATICAL SOCIETY

TRUSTEES' REPORT *(cont'd)*

FOR THE YEAR ENDED 31 JULY 2008

Grant rebates

University of Wales Swansea	BMC	12.00
University of Edinburgh	I Gordon	62.75

Voluntary and paid work

The Society's officers and committee members undertake all their work for the Society on a voluntary basis. They therefore receive no payment beyond the reimbursement of some of their expenses. Many members of the Society, and indeed non-members too, also assist the Society in a range of activities including refereeing papers submitted to the *Proceedings* and representing the Society on other bodies. They too receive no payment other than reimbursement of some expenses. The Society is deeply grateful for all this assistance freely given and is very conscious that without it the Society's work would come to a halt.

The Society is also very grateful to the Scottish universities, particularly the University of Edinburgh, for permitting staff and resources to be used to assist the Society. The Society continues to employ the services of a part-time Secretary in the School of Mathematics.

The Society has a contract with the International Centre for Mathematical Sciences in Edinburgh for the management of pre-production editorial work on the *Proceedings*.

Financial review

In round figures income and expenditure were £63,000, with the Society having a small deficit during the year, and at the end of the year the Society's assets were £268,000.

This year the Society had a couple of major one-off expenses. The first was to sponsor the mathematical events related to the 125th anniversary of its founding. The second was a donation to the appeal by the Royal Society of Edinburgh for the erection of a statue to James Clerk Maxwell. In addition during the course of the year the Society has been granted membership of the CMS. While this of itself involved no expense it did increase the expenses of both members and trustees incurred in travelling to meetings of the CMS.

Despite this additional expenditure, the Society was able to support an increase in the amount awarded by the Research Support Fund and the Education Fund during the course of the year. After providing for the expenditure on the production of the *Proceedings* of the Edinburgh Mathematical Society and the appropriate assistance in the running of the Society it has been the policy of the Society to actively deploy the income it receives for the support of the mathematical community. It was very encouraging to see the quality and number of applications received by Research Support Fund and the Education Fund during the course of the year and it is gratifying to note that the Society currently has the resources to be able to support so many of these applications.

During the year the overall value of our investments fell significantly. Whilst our holding of government stock has held up, the equity investments have borne the brunt of a falling market. As these are long-term investments there is little option but to sit things out until the market improves. While the pessimistic view is that our investments have fallen in value since their peak the optimistic view is that they are still showing healthy growth on the initial amounts invested. It may be necessary to realise some of our investments to meet proposed expenditure on the activities of the Society.

The trustees approved the following distribution of assets among the Society's Designated Funds: Whittaker Prize Fund £8,000; St. Andrews Fund £10,000; the remaining assets divided equally (to the nearest penny) between the Grants and Awards Fund and the Strategic Reserves Fund.

EDINBURGH MATHEMATICAL SOCIETY

TRUSTEES' REPORT *(cont'd)*

FOR THE YEAR ENDED 31 JULY 2008

Plans for future periods

The speakers and dates for the Society's eight meetings in 2008-09 have already been confirmed.

Risk management

The trustees have continued to assess the risks to which the Society is exposed, in particular those relating to the operational and financial activities of the Society. They are satisfied that adequate systems and controls are in place to mitigate any exposure to risk.

Statement of trustees' responsibilities

The Society's Constitution and Rules require the trustees to prepare annual financial statements which give a true and fair view of the state of the Society at the end of the financial year, and of its surplus or deficit for the year. In preparing these financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements as for a going concern unless it is inappropriate to presume that the Society will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention of fraud and other irregularities.

On behalf of the trustees

Dr A D Gilbert
General Secretary

_____2008

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
OF EDINBURGH MATHEMATICAL SOCIETY**



I report on the financial statements of the charity for the year ended 31 July 2008 which are set out on pages 9 to 15.

This report is made to the trustees, as a body, in accordance with the terms of my engagement. My work has been undertaken to enable me to prepare the accounts on behalf of the trustees and report my opinion as set out below and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the trustees, as a body, for my work or for this report.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of examiner's statement

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Regulations, and
 - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations
- have not been met; or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

**Kenneth McDowell CA
CHIENE + TAIT
Chartered Accountants and Independent Examiners
61 Dublin Street
Edinburgh
EH3 6NL**

_____2008

EDINBURGH MATHEMATICAL SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2008

	General Unrestricted Fund	Designated Funds	2008 Total	2007 Total
	£	£	£	£
Incoming resources				
Incoming resources from generated funds:				
Voluntary income	74.75	-	74.75	753.79
Investment income	1,766.83	8,005.64	9,772.47	8,646.35
Incoming resources from charitable activities:				
Publisher: proceedings income	49,349.09	-	49,349.09	46,896.22
Members' subscriptions	4,060.00	-	4,060.00	4,024.00
Total incoming resources	55,250.67	8,005.64	63,256.31	60,320.36
Resources expended				
Charitable activities:				
Proceedings	27,649.81	-	27,649.81	29,215.63
Meetings and lectures	1,799.89	-	1,799.89	2,202.95
Seminars and conferences	-	2,168.10	2,168.10	1,302.20
Grants, awards and prizes	-	25,963.97	25,963.97	12,559.59
Subscriptions and donations	1,146.76	-	1,146.76	989.85
Management and administration	4,097.49	-	4,097.49	2,463.06
	34,693.95	28,132.07	62,826.02	48,733.28
Governance costs	1,100.00	-	1,100.00	1,270.00
Total resources expended	35,793.95	28,132.07	63,926.02	50,003.28
Net incoming/(outgoing) resources before transfers	19,456.72	(20,126.43)	(669.71)	10,317.08
Transfers between funds	(18,217.32)	18,217.32	-	-
Net incoming/(outgoing) resources before other recognised gains and losses	1,239.40	(1,909.11)	(669.71)	10,317.08
Realised gain on investments	-	8.21	8.21	-
Unrealised (losses)/gains on revaluation of investments	-	(37,943.29)	(37,943.29)	16,430.36
Net movement in funds	1,239.40	(39,844.19)	(38,604.79)	26,747.44
Total funds brought forward	60,263.12	246,791.96	307,055.08	280,307.64
Total funds carried forward	61,502.52	206,947.77	268,450.29	307,055.08

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

EDINBURGH MATHEMATICAL SOCIETY

BALANCE SHEET

FOR THE YEAR ENDED 31 JULY 2008

	Notes	2008	2007
		£	£
Fixed assets			
Investments	8	206,947.77	246,791.96
Current assets			
Debtors	9	2,098.90	561.73
Cash at bank and in hand	10	60,503.62	60,751.39
		<u>62,602.52</u>	<u>61,313.12</u>
Creditors: amounts falling due within one year	11	<u>1,100.00</u>	<u>1,050.00</u>
Net current assets		<u>61,502.52</u>	<u>60,263.12</u>
Net assets		<u>268,450.29</u>	<u>307,055.08</u>

The funds of the charity:-

Unrestricted funds

General fund	12	61,502.52	60,263.12
Designated funds	12	206,947.77	246,791.96
		<u>268,450.29</u>	<u>307,055.08</u>

The financial statements were approved by the trustees on 2008 and are signed on their behalf by:-

Professor R J Archbold
President

Dr M A Youngson
Treasurer

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

EDINBURGH MATHEMATICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2008

1. Accounting policies

Accounting convention

The financial statements are prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and in accordance with applicable accounting standards, the Statement of Recommended Practice: Accounting and Reporting by Charities (revised 2005), the Charities Accounts (Scotland) Regulations 2006 and the Society's Constitution and Rules.

Incoming resources

Income is recognised in the period in which the Society is entitled to receipt and can be measured with reasonable certainty.

Investment income is recognised in the period in which it is receivable.

Members' subscriptions are recognised on a cash received basis.

Resources expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Grants, awards and prizes are accounted for when the recipient has submitted a claim and the trustees have thereafter agreed to pay the amount without condition. Expenditure on the governance of the Society, including independent examination and professional advice, is analysed to the governance costs category.

Management and administration costs have been separately disclosed in the Statement of Financial Activities. In the opinion of the trustees, there is no reliable method to allocate such support costs within charitable activities.

Assets and liabilities

Income and expenditure that is due to be received or incurred in one financial year but is not actually received or incurred before the end of that year is treated as an asset or liability in the Balance Sheet only if the payment is a legal or contractual requirement and not if the payment will be made on a voluntary basis. So, for example, payments for secretarial services could come into this category but membership subscriptions and grants would not.

Contributions and refunds received

The Society sometimes receives contributions from various sources towards meetings and other events that it organises. Sometimes also the recipient of a grant has to refund part or all of the grant, because conditions attached to the grant have not been met or the financial position has changed. In all such cases the contributions and refunds are recognised as income.

Investments

Investments are valued at their market value (selling price in the case of unit trusts).

VAT

The Society is VAT registered so expenditure is stated net of the recoverable amount of VAT.

Foreign currency transactions

For expenditure incurred in a foreign currency the amount shown in the Statement of Financial Activities is the total amount paid in Sterling including any bank charges. Similarly, for income received in a foreign currency the amount shown is the amount received in Sterling after deduction of any bank charges.

EDINBURGH MATHEMATICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

FOR THE YEAR ENDED 31 JULY 2008

2. Proceedings

The Statement of Financial Activities does not show the complete financial position of the *Proceedings* because it contains income and expenditure relating to different volumes and does not include income and expenditure transactions by the Society's Publisher. Therefore, an analysis of the *Proceedings* by volume is set out in the Supplementary Information on page 17. That analysis is obtained by combining information in the Society's financial records with the Publisher's annual statements of account. There is, however, one point that is not covered by that analysis. The cost of complimentary copies of the *Proceedings* for copyright libraries, other organisations with whom the Society has exchange agreements, marketing purposes, internal use of the Society and its Publisher, and a small number of life members of the Society entitled to receive them under a now withdrawn Society rule is included in the expenditure, but no attempt has been made to quantify the value to the Society and the mathematical community of the journals in the Society's library that the Society receives from other organisations as a result of the exchange agreements.

3. Employees

The society has no employees but incurs the cost of secretarial services.

4. Remuneration and reimbursement of expenses to trustees

No remuneration was paid to trustees. Trustees received reimbursement of expenses for the following two reasons: firstly travel expenses and accommodation of trustees attending meetings of, or on behalf of, the Society and secondly expenses incurred by the President of the Society entertaining speakers or guests of the Society. The total reimbursement of expenses paid to trustees was £2,015.75 (2007: £1,372.30).

5. Grants

Details of the grants awarded for the period are given in the trustees' report. It is the policy of the Society to award grants to institutions and only in exceptional circumstances to individuals. The largest grant awarded through the Research Support Fund or Education Fund was £1,000.00 (2007: £800.00), although the largest award this year was a special grant of £5,000.00. The Society through its educational enrichment fund is one of several institutions that are a sponsor of prizes for Advanced Higher Mathematics school pupils. This year the Society was associated with two prizes of £170.00 each. Speakers to the Society are reimbursed for travel, subsistence and accommodation upon presentation of receipts for these items. Finally payment was also made to individuals who helped the Society in the setting up or maintenance of its database or website. These were the only payments made to individuals in the current period.

6. Net incoming resources

This is stated after charging:-

	2008	2007
	£	£
Independent examiners' remuneration - examination of financial statements	1,100.00	1,050.00
- other services	-	220.00
	<u>1,100.00</u>	<u>1,270.00</u>

7. Taxation

The Society is a registered charity and as a consequence no liability to taxation arises.

EDINBURGH MATHEMATICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

FOR THE YEAR ENDED 31 JULY 2008

8. Investments	Holding	Valuation	2008	2007
	£	£	£	£
Government Stock: Conventional				
5% Treasury Stock 2008	-	-		1,900.90
9% Treasury Stock 2008	1,476.87	1,487.36		1,531.81
5% Treasury Stock 2012	2,883.97	2,905.31		2,841.58
8% Treasury Stock 2013	1,735.52	1,984.91		1,970.34
		<hr/>	6,377.58	<hr/> 8,244.63
Government Stock: Index-linked				
2½% IL Treasury Stock 2009	2,475.14	6,721.00		6,416.06
2½% IL Treasury Stock 2011	2,000.00	5,819.00		5,463.60
2½% IL Treasury Stock 2013	6,122.07	15,021.11		14,059.33
2½% IL Treasury Stock 2020	4,275.70	12,292.64		11,204.47
		<hr/>	39,853.75	<hr/> 37,143.46
Unit Trusts, OEICs and Investment Trusts				
M&G Charifund	4,457.00	52,276.15		70,709.41
M&G Dividend A	21,748.00	11,039.28		14,392.83
New Star Equity Income	11,390.93	12,352.32		17,564.81
Invesco Perpetual High Income (Inc)	4,947.91	14,602.77		16,860.50
Invesco Perpetual High Income (Acc)	6,678.28	27,372.27		30,460.97
Invesco Perpetual UK Growth (Acc)	6,468.93	18,022.44		24,552.82
British Assets Trust	6,469.00	7,051.21		8,862.53
		<hr/>	142,716.44	<hr/> 183,403.87
Standard Life Bonds				
6.10% December 2008	8,000.00	8,000.00		8,000.00
5.85% November 2008	10,000.00	10,000.00		10,000.00
		<hr/>	18,000.00	<hr/> 18,000.00
Total investments			<hr/> <hr/> 206,947.77	<hr/> <hr/> 246,791.96
Valuation at 31 July 2007				
Disposal of investments				246,791.96
				<hr/> (1,909.11)
				<hr/> 244,882.85
Realised gain on investments				8.21
Unrealised loss on revaluation of investments				<hr/> (37,943.29)
Valuation at 31 July 2008				<hr/> <hr/> 206,947.77

The Society's investments are in general long term investments and during the course of the year one government stock reached maturity.

EDINBURGH MATHEMATICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

FOR THE YEAR ENDED 31 JULY 2008

9. Debtors	2008	2007
	£	£
VAT recoverable	2,098.90	561.73
	<u> </u>	<u> </u>
10. Cash at bank and in hand	2008	2007
	£	£
Royal Bank of Scotland	1,220.55	1,384.49
Bank of Scotland	27,385.28	29,739.40
Standard Life Bank: direct access	21,001.97	19,200.33
Standard Life Bank: 60 day notice	10,895.82	10,427.17
	<u> </u>	<u> </u>
	60,503.62	60,751.39
	<u> </u>	<u> </u>
11. Creditors: Amounts falling due within one year	2008	2007
	£	£
Accruals	1,100.00	1,050.00
	<u> </u>	<u> </u>

12. Funds

The Society has no restricted funds and no permanent endowment funds. The subdivision of the Society's assets reflects the charitable activities it undertakes. Investment income from all the funds is currently used to make grants and awards. The Society's assets are divided into designated funds as follows.-

	Balance 1 August 2007 £	Net incoming/ (outgoing) resources £	Transfers £	Investment losses £	Balance 31 July 2008 £
Unrestricted funds					
General fund	60,263.12	19,456.72	(18,217.32)	-	61,502.52
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Designated funds					
Grants and Awards Fund	114,395.98	(21,961.15)	21,006.59	(18,967.54)	94,473.88
Whittaker Prize Fund	8,000.00	-	-	-	8,000.00
St. Andrews Fund	10,000.00	(2,168.10)	2,168.10	-	10,000.00
Strategic Reserves Fund	114,395.98	4,002.82	(4,957.37)	(18,967.54)	94,473.89
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	246,791.96	(20,126.43)	18,217.32	(37,935.08)	206,947.77
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

EDINBURGH MATHEMATICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

FOR THE YEAR ENDED 31 JULY 2008

12. Funds (cont'd)

General Fund - this comprises the assets required for day to day operation of the Society.

Grants and Awards Fund - this fund acts as the Society's reserves to provide grants and awards.

Whittaker Prize Fund - this fund is reserves held to cover the costs of the Whittaker Prize.

St. Andrews Fund - this fund is reserves held to support the postgraduates' meetings at the Burn.

Strategic Reserves Fund - this fund acts as the Society's reserve against contingencies (particularly in relation to the publishing of the *Proceedings*) and also as the fund from which exceptional expenditure can be taken.

13. Analysis of net assets between funds

	Investments	Net current assets	Total
	£	£	£
General funds	-	61,502.52	61,502.52
Designated funds	206,947.77	-	206,947.77
	<u>206,947.77</u>	<u>61,502.52</u>	<u>268,450.29</u>

Assets are assigned to funds as follows:

The General fund is assigned all the money in the current accounts. The Whittaker Prize fund and the St. Andrews fund are assigned the two Standard Life bonds. The remaining investment assets are equally divided between the Grants and Awards fund and the Strategic Reserves fund.

EDINBURGH MATHEMATICAL SOCIETY

SUPPLEMENTARY INFORMATION – ANALYSIS OF EXPENDITURE

FOR THE YEAR ENDED 31 JULY 2008

	2008		2007	
	£	£	£	£
Proceedings				
Typesetting, printing and binding	14,623.61		18,170.36	
Paper and Board	1,044.17		-	
Editorial work	11,476.25		10,441.25	
Administrative costs	505.78		604.02	
		<u>27,649.81</u>		<u>29,215.63</u>
Meetings and lectures				
Speakers' expenses	634.04		1,001.55	
Accommodation costs	342.45		311.50	
President's expenses	823.40		889.90	
		<u>1,799.89</u>		<u>2,202.95</u>
Seminars and conferences				
Postgraduate meeting	2,168.10		1,302.20	
		<u>2,168.10</u>		<u>1,302.20</u>
Grants, awards and prizes				
Research Support Fund	11,669.35		7,536.09	
Education Fund	5,105.02		4,273.50	
Special Grants	9,189.60		750.00	
Whittaker Prize	-		-	
		<u>25,963.97</u>		<u>12,559.59</u>
Subscriptions and donations				
European Mathematical Society	837.97		702.47	
Scottish Mathematical Council	50.00		50.00	
Joint Mathematical Council	60.00		60.00	
Society of Friends of Oberwolfach	198.79		177.38	
		<u>1,146.76</u>		<u>989.85</u>
Management and administration				
Secretarial services	1,180.14		1,409.39	
Work on database/logo/website	695.20		211.50	
Printing, photocopying, postage, etc	247.53		181.19	
Expenses of trustees on Society business	1,192.35		482.40	
Expenses of members on Society business	693.58		89.20	
Bank charges	88.69		89.38	
		<u>4,097.49</u>		<u>2,463.06</u>
Governance costs				
Independent examiner's fee	1,100.00		1,050.00	
Professional fees - VAT advice	-		220.00	
		<u>1,100.00</u>		<u>1,270.00</u>
		<u>63,926.02</u>		<u>50,003.28</u>

EDINBURGH MATHEMATICAL SOCIETY

SUPPLEMENTARY INFORMATION – ANALYSIS OF PROCEEDINGS BY VOLUME

FOR THE YEAR ENDED 31 JULY 2008

	Volume 50 2007	Volume 49 2006
	£	£
INCOME		
Income received by Publisher		
Subscription income	59,848.22	60,818.99
Single and back issues	81.17	307.67
Royalties and permissions	567.64	1,118.00
	<u>60,497.03</u>	<u>62,244.66</u>
Income received by Society		
Sales to publisher	<u>46,147.41</u>	<u>-</u>
EXPENDITURE		
Editorial Board		
Administrative costs	562.88	532.19
Production		
Typesetting	11,205.80	10,947.75
Files for online version	-	914.40
Editorial work	11,255.00	8,000.00
Paper and Board	1,044.17	1,888.08
Printing and binding	5,104.01	7,012.99
	<u>28,608.98</u>	<u>28,763.22</u>
Publishing		
Subscription handling	-	1,491.01
Distribution	-	2,921.37
Online version	-	1,062.63
Marketing	-	1,582.94
Publisher's 'share of profit'	-	7,827.09
	<u>-</u>	<u>14,885.04</u>
	<u>29,171.86</u>	<u>44,180.45</u>
SURPLUS OF INCOME OVER EXPENDITURE	<u>16,975.55</u>	<u>18,064.21</u>