

Company Registration No 3087463  
(England & Wales)  
Charity Registration No 1049171  
(England & Wales)



**THE INSTITUTION OF STRUCTURAL ENGINEERS**

**BENEVOLENT FUND**

(A company limited by guarantee not having a share capital)

**REPORTS AND**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2006**

**THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND**

**TRUSTEE-DIRECTORS 2006**

S M Craddy CEng FStructE MConsE  
J M Allen BSc(Hons) CEng FStructE MICE  
B W J Boys FStructE  
B W Cooper BSc DIC FStructE FICE MConsE  
Dr K J Eaton BSc(Eng) PhD FCGI CEng FStructE MIMMM FRMetS MASCE  
A L Gilbertson BSc(Eng) MSc DIC CEng FStructE FICE <sup>(1)</sup>  
Dr J M Roberts FEng BEng(Hons) PhD CEng FStructE FICE  
C E Short CEng FStructE MICE FIEI  
B Simpson OBE CEng FStructE FRSA <sup>(2)</sup>  
J A Waller BSc(Hons) FCGI DIC CEng FStructE FICE MConsE

Chairman

<sup>(1)</sup> From 12 May 2006

<sup>(2)</sup> To 11 May 2006

**ADVISORY COUNCIL 2006**

D J Rolton BSc(Eng) CEng FStructE MICE  
P R Desmonde BSc(Eng) CEng FStructE  
B C Davies MStructE  
W E Lord CEng MStructE MICE <sup>(1)</sup>  
M G Baker CEng MStructE <sup>(2)</sup>  
A J Peck BSc(Hons) CEng FStructE MICE <sup>(1)</sup>  
I G Hill BEng(Hons) CEng MStructE MICE <sup>(2)</sup>  
A K Strong CEng FStructE MICE MCI Arb FIHT MCFI  
R C Legg BSc(Eng) CEng FStructE  
F J McGlade BSc CEng FStructE MICE <sup>(1)</sup>  
K R Greeves CEng MStructE <sup>(2)</sup>  
M F Ryland BSc(Hons) CEng FStructE MICE  
C E Short CEng FStructE MICE FIEI  
A N Tait CEng FStructE FIQA  
G E Watts CEng FStructE FICE  
R J Pragnell BEng(Hons) CEng FStructE MICE  
A L Gilbertson BSc(Eng) MSc DIC CEng FStructE FICE  
B W J Boys FStructE  
J D Parsons BSc(Hons) CEng FStructE MICE  
S M Craddy CEng FStructE MConsE  
N C Wheeler BSc(Hons) CEng MStructE MICE

Bedfordshire & Adjoining Counties Branch  
Devon & Cornwall Branch  
East Anglian Branch  
East Midlands Branch  
East Midlands Branch  
Lancashire & Cheshire Branch  
Lancashire & Cheshire Branch  
Midland Counties Branch  
Northern Counties Branch  
Northern Ireland Branch  
Northern Ireland Branch  
North Thames Branch  
Republic of Ireland Branch  
Scottish Branch  
South-Eastern Counties Branch  
Southern Branch  
Surrey Branch  
Thames Valley Branch  
Wales Branch  
Western Counties Branch  
Yorkshire Branch

<sup>(1)</sup> To 28 September 2006

<sup>(2)</sup> From 29 September 2006

**SECRETARY**

H S Kitching FCIS FInstAM MCFI

**BENEFITS CONSULTANT**

C Pedroza, 53 Ryde Road, Brighton BN2 3EG

**AUDITORS**

BDO Stoy Hayward LLP, Emerald House, East Street, Epsom KT17 1HS

**BANKERS**

National Westminster Bank plc, PO Box 3043, 141 Ebury Street, London SW1W 9QP

**INVESTMENT MANAGERS**

Rensburg Sheppards Investment Management Ltd, 2 Gresham Street, London EC2V 7QN

# THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

## DIRECTORS' AND TRUSTEES' REPORT 31 DECEMBER 2006

### 1 INTRODUCTION

The Trustee-Directors present their report and the financial statements of the Institution of Structural Engineers Benevolent Fund for the year ended 31 December 2006. The accounts which are attached to this report comply with current statutory requirements, the requirements of the Benevolent Fund's Memorandum and Articles of Association, and with the requirements of 'Accounting and Reporting by Charities: Statement of Recommended Practice (Revised 2005)'.

### 2 REFERENCE AND ADMINISTRATIVE INFORMATION

The Institution of Structural Engineers Benevolent Fund is constituted as a company limited by guarantee incorporated in England & Wales under Registered No 3087463 and is governed by its Memorandum and Articles of Association.

The Benevolent Fund is registered with the Charity Commission for England & Wales, under Registered No 1049171.

The registered office of the Benevolent Fund is 11 Upper Belgrave Street, London SW1X 8BH.

The Trustee-Directors who served during the period are set out on page 2; all remained in office at the date of the approval of this report. The Trustee-Directors do not have any interests required to be disclosed under the Companies Act 1985. No material contracts subsisted during the period in which any Trustee-Director had an interest.

The names of the Secretary and of the principal professional advisers to the Benevolent Fund are set out on page 2.

### 3 ORGANISATIONAL STRUCTURE, GOVERNANCE AND MANAGEMENT

#### Constitution

The Benevolent Fund was established in 1936 as an unincorporated association and in 1941 it obtained registration as a friendly society. With the agreement of its members, as well as the relevant statutory authorities, on 2 August 1995 it was incorporated as a company limited by guarantee and on 13 September 1995 it was reregistered as a charity. The Benevolent Fund's governing document is its Memorandum and Articles of Association, under which the Trustee-Directors have made rules for the management of the Benevolent Fund.

#### Trustee-Directors

The Benevolent Fund's Articles of Association provide that there shall be at least three Trustee-Directors; on the formation of the Benevolent Fund as a company there were ten but the first Annual General Meeting in 1996 reduced that number to nine. Trustee-Directors are appointed, for three-year terms, at general meetings of the Benevolent Fund, although the Trustee-Directors themselves may also make appointments but only up to the next Annual General Meeting. Subject to the Benevolent Fund's Memorandum and Articles of Association, all decisions are taken by the Trustee-Directors (although the Chairman, with one other Trustee-Director, has limited delegated power to approve emergency grants). On appointment, each Trustee-Director receives an information pack, which, in addition to details about the Benevolent Fund, contains information relating to the roles of trustee and company director; this pack is updated as required.

#### Advisory Council

The Articles also allow the Trustee-Directors to invite representatives of branches of the Institution of Structural Engineers to attend meetings and to act as an Advisory Council to the Trustee-Directors: this Council has been established, comprising delegates from each of the 18 UK/Republic of Ireland branches. The names of the Advisory Council members are given on page 2. As well as visiting applicants and beneficiaries and attending meetings of the Trustee-Directors, the Advisory Council members also contact widows/widowers of members and other potential beneficiaries, undertake local publicity on behalf of the Benevolent Fund and encourage contributions. Neither the Advisory Council members, nor the Trustee-Directors or anyone else acting on behalf of the Benevolent Fund (other than the principal advisers), receives any payment apart from out-of-pocket expenses.

# THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

## DIRECTORS' AND TRUSTEES' REPORT (continued) 31 DECEMBER 2006

### Sub-committees

The Articles authorise the Trustee-Directors to appoint sub-committees; the only sub-committee appointed in 2006 was the Investments Sub-Committee, comprising Mr J M Allen, Mr C E Short (from 12 May 2006), Mr B Simpson (to 11 May 2006) and Mr J A Waller.

### Relationships with other organisations

The Benevolent Fund is deemed a connected charity to the Institution of Structural Engineers as its objects are to make grants and afford assistance to necessitous persons who are members of the Institution, and to former members and dependents of members, and as it benefits from administrative services provided by the Institution. The affairs of the Benevolent Fund are conducted from the Institution's offices and the secretariat is provided by the Institution.

Wherever possible, the Benevolent Fund co-operates with other charities in relation to applicants and beneficiaries. The Benevolent Fund has three nomination rights in respect of accommodation in residential homes for the elderly run by Crossways Trust Ltd, a charity supported by various occupational and other benevolent funds. The Benevolent Fund is an associate member of Age Concern. A Trustee-Director represents the Benevolent Fund on the Council of the Professional Classes Aid Council. The Secretary is a member of the Association of Charity Officers and the Occupational Benevolent Funds Alliance.

### Risk

The Trustee-Directors oversee an ongoing assessment of the major risks to which the Benevolent Fund is exposed, in particular those relating to its operations and finances, and are satisfied that systems are in place to mitigate the Benevolent Fund's exposure to those risks.

## 4 OBJECTS, ACTIVITIES AND ACHIEVEMENTS

### Objects

The Benevolent Fund's objects are to make grants and afford assistance to necessitous persons who are:

- (a) Fellows, Members or Associates of the Institution of Structural Engineers;
- (b) former Fellows, Members or Associates;
- (c) dependants or former dependants of any of the persons referred to above whether the same are alive or deceased;
- (d) Companions, Associate-Members, Graduates and Students of the Institution, or the dependants or former dependants of a person who dies whilst a Companion, Associate-Member, Graduate or Student.

### Vision

The vision of the Benevolent Fund is to enable the Institution of Structural Engineers to care for its members, and their dependants, in time of need.

### Activities and achievements

The Benevolent Fund's principal activity during the year was the administration of funds held for charitable purposes.

There is no geographical restriction relating to beneficiaries, and the Benevolent Fund assists members and their dependants both within and beyond the United Kingdom. In 2006 the Benevolent Fund helped 25 individuals and distributed £55,008 in grants. A summary of grants paid is given on page 14. Whenever possible, a representative of the Benevolent Fund visits an applicant to establish a personal link with the Benevolent Fund and to make an independent appraisal of the circumstances to guide the Trustee-Directors in their assessment of need: the Trustee-Directors are grateful to those who undertake this important and sensitive role.

Many members of the Institution, and some firms, support the Benevolent Fund by regular contributions. Some considerably remember the Benevolent Fund in their will. Branches of the Institution also support the Benevolent Fund through fund-raising at events.

# THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

## DIRECTORS' AND TRUSTEES' REPORT (continued) 31 DECEMBER 2006

The following were members of the Benevolent Fund in 2006:

- individuals who were Life Members of the Benevolent Fund prior to its incorporation (for life, subject to their remaining in membership of the Institution); and
- individuals who made any financial contribution to the Benevolent Fund in the year.

In all, there were 7,906 members of the Benevolent Fund. The Trustee-Directors are most grateful for the generous support of the Benevolent Fund by all concerned.

The Trustee-Directors have formulated a strategic plan, and also policies and procedures for the administration of the Benevolent Fund and its assets. These are kept under review.

### 5 FINANCIAL REVIEW

#### Responsibilities for the accounts and financial statements

Law applicable to charities in England and Wales requires the Trustee-Directors to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis). In preparing financial statements giving a true and fair view, the Trustee-Directors should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustee-Directors are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and to ensure that the financial statements comply with the Companies Act 1985 and the Charities Act 1993. 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

All of the current Trustee-Directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the charity's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The Trustee-Directors are not aware of any relevant audit information of which the auditors are unaware.

#### Review of the year

The Benevolent Fund's income in the period comprised donations and gifts (£73,136) and investment income (£28,984), a total of £102,120. Grants made were £55,008. With other expenditure of £20,133 the operational surplus was £26,979. The value of the Benevolent Fund at the year end was £1,558,260. This mainly comprised investments held to generate income for the payment of grants.

The Benevolent Fund needs reserves to provide a buffer between fluctuations of income and expenditure, and must generate a significant additional income stream through the investment of those reserves. The Benevolent Fund acquired the bulk of its reserves, on its formation as a company limited by guarantee on 2 August 1995, from the unincorporated association of the same name originally established in 1936. £378,216 of the total funds of £553,770 which were then passed over had been donated as capital.

As the majority of the Benevolent Fund's investments are in listed securities, their market value (which is the figure used in the balance sheet) varies according to stock market conditions. At 31 December 2006 the market value of the investments was £358,554 above their historical cost.

# THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

## DIRECTORS' AND TRUSTEES' REPORT (continued) 31 DECEMBER 2006

Income from donations (including gift aid donations) and bequests varies from year to year and, furthermore, donations are subject to reduction during periods of economic difficulty, when demands on the Benevolent Fund tend to increase.

So far as expenditure is concerned, the bulk represents grants to beneficiaries. The total varies year by year, and in 2006 it was 10% higher than the previous year. Some beneficiaries are helped for many years (one has been receiving assistance for 46 years), whereas others require short-term (but often more) assistance. Greater longevity impacts on the Benevolent Fund, as do beneficiaries' increasing expectations. The Benevolent Fund is available to help Institution members, of whom there are some 21,000 (and their dependants) throughout the world, and seeks to do so wherever need is demonstrated.

### Investment policy and performance

Under the Articles of Association, the Trustee-Directors have adopted rules governing the investment of funds. The Trustee-Directors have approved an investment policy, in accordance with which the main objective of the portfolio is long-term growth in income and capital; the Benevolent Fund accepts modest risk in this aim. The value of the Benevolent Fund's portfolio has reflected the rise during 2006 in the various market indices. Activity in the portfolio is monitored by the Investments Sub-Committee, which receives detailed reports from the investment managers (Rensburg Sheppards Investment Management Ltd), who are represented at its twice-yearly meetings.

### Reserves policy

The Trustee-Directors have reviewed the level of reserves that the Benevolent Fund needs in order to continue to operate within the environment set out above. Although grants are decided annually, the Trustee-Directors' policy is to offer long-term help where this is identified. Furthermore, it is not considered practicable to increase the Benevolent Fund's income substantially in the short term. Additionally, the value of the Benevolent Fund's investment portfolio fluctuates over time. Accordingly, the Trustee-Directors have adopted a 15-year planning period. An appropriate minimum level of reserves is considered to be the equivalent of 15 years' expenditure on grants (some £750,000), plus a contingency for a recession period - leading to reduced income and increased expenditure - of a further £750,000, i.e. around £1,500,000. The Trustee-Directors review this policy annually in conjunction with their consideration of the annual accounts.

### Grant-making policies

Under policies adopted by the Trustee-Directors, each case is considered on its merits (that is, there is no scale grant); grants are not made to assist in the professional development of Institution members; and grants are not, normally, made to Student members of the Institution, or to dependants or former dependants of Institution members who are children aged 21 or over or who are legally separated or divorced from the member, or for the purpose of funding private health care, or totalling more than £5,000 to any beneficiary in any year. Furthermore, payments are not made that would reduce a beneficiary's entitlement to public funding (each application is reviewed by the Benefits Consultant). If the Benevolent Fund settles debts, it will not normally pay any subsequent debts. Where applicable, the Benevolent Fund pays in respect of a beneficiary a sum to the Institution to clear their annual subscription and Engineering Council UK fee.

## 6 PLANS FOR FUTURE PERIODS

While keeping the Benevolent Fund's policies, procedures and activities under review, and ensuring that it operates effectively and efficiently, the Trustee-Directors currently have no plans for major change. They will continue to aim to assist between 15 and 30 Institution members and their dependants each year. The Trustee-Directors will continue to promote the Benevolent Fund to potential beneficiaries, including outside the United Kingdom where some 30% of Institution members are located.

14 March 2007

S.M. Craddy  
Chairman  
on behalf of the Board

## THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

### REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

We have audited the financial statements of The Institution of Structural Engineers Benevolent Fund for the year ended 31 December 2006 on pages 8 and 9 which have been prepared under the accounting policies set out on pages 10 to 13.

#### *Respective responsibilities of trustees and auditors*

The trustees' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the charity is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability

#### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

#### ***Opinion***

In our opinion the financial statements

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the charity at 31 December 2006, and of the incoming resources and resources expended, including its income and expenditure, for the year then ended; and
- and have been properly prepared in accordance with the Companies Act 1985.

BDO STOY HAYWARD LLP

*Chartered Accountants & Registered Auditors*  
Epsom

Date 5 April 2007

**THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME & EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 DECEMBER 2006**

		2006	Total Unrestricted Funds	2005
	Notes	£		£
<b><u>Incoming resources</u></b>				
<b>Incoming resources from generated funds</b>				
Voluntary Income	3	73,136		38,353
<b>Activities for generating funds</b>				
Investment income	4	28,984		27,365
<b>Total incoming resources</b>		<u>102,120</u>		<u>65,718</u>
<b><u>Resources expended</u></b>				
<b>Costs of generating funds</b>				
Fundraising and publicity		1,326		279
<b>Charitable activities</b>				
Grants		72,951		59,922
<b>Governance costs</b>	6	864		703
<b>Total resources expended</b>		<u>75,141</u>		<u>60,904</u>
Net incoming/(outgoing) resources		26,979		4,814
Realised gains on investments		53,216		104,070
Unrealised gains on investments		113,485		241,244
Net movement in funds		<u>193,680</u>		<u>350,128</u>
Fund balance brought forward		<u>1,364,580</u>		<u>1,014,452</u>
Fund balance carried forward		<u>1,558,260</u>		<u>1,364,580</u>

All amounts relate to continuing activities.

All recognised gains and losses are included in the Statement of Financial Activities.

The notes on pages 10 to 13 form part of these financial statements.

**THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND**

**BALANCE SHEET  
31 DECEMBER 2006**

		2006	2005
	Notes	£	£
<b>FIXED ASSETS</b>			
Investments	8	1,496,407	1,329,706
<b>CURRENT ASSETS</b>			
Debtors	9	26,964	21,730
Cash at bank and in hand		37,732	15,805
		<u>64,696</u>	<u>37,535</u>
<b>CREDITORS</b>			
Amounts falling due within one year	10	(2,843)	(2,661)
<b>NET CURRENT ASSETS</b>			
		<u>61,853</u>	<u>34,874</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES AND NET ASSETS</b>			
		<u>1,558,260</u>	<u>1,364,580</u>
<b>INCOME FUND</b>			
Unrestricted funds:			
General fund			
Realised surpluses and gains		1,193,821	1,113,626
Unrealised gains/(losses) on fixed asset investments	11	364,439	250,954
		<u>1,558,260</u>	<u>1,364,580</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

On behalf of the board:

S. M. Craddy  
Director - Trustee

These financial statements were approved by the Board on 14 March 2007.

The notes on pages 9 to 12 form part of these financial statements.

# THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

## NOTES ON THE FINANCIAL STATEMENTS 31 DECEMBER 2006

### 1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards and the Statement of Recommended Practice – Accounting and reporting by Charities and the Companies Act 1985. No cash flow statement has been prepared since The Institution of Structural Engineers Benevolent Fund meets the requirements of a small company as defined by the Companies Act 1985. The following accounting policies have been applied consistently during the period:

#### (a) Incoming Resources

##### **Donations and gifts**

Donations and gifts are included in the financial statements as received.

##### **Investment income**

Investment income, including any tax recoverable thereon, is included in the financial statements in the year in which it is receivable.

#### (b) Resources Expended

Expenditure is incorporated in the financial statements as incurred, and includes irrecoverable Value Added Tax.

Grants are incorporated as committed. Any commitments payable at a later date are included in the balance sheet as creditors. Any grants which are subsequently repaid are treated as donations.

##### **Support costs**

These costs represent a management recharge from the Institution of Structural Engineers in relation to the costs associated with staffing, finance, IT and the general administration in supporting the operational activities for which the charity is responsible.

##### **Governance costs**

These costs include the costs of governance arrangements which relate to the general running of the charity as opposed to the direct management functions inherent in the charitable activities. This includes external audit costs and legal fees.

#### (c) Investments

Investments are shown at market value. Unrealised gains and losses are incorporated within the fund balance and are identified as unrealised.

Market value is based on mid market prices for listed investments.

### 2. NET INCOMING RESOURCES AND NET MOVEMENT IN FUNDS

The net incoming resources and net movement in funds are wholly attributable to the company's activity of the administration of funds held for charitable purposes and arise mainly within the United Kingdom.

### 3. VOLUNTARY INCOME

Donations in the year were received from:

	£
Branches	3,005
Legacies	25,415
Tax recovery	8,649
Individual donations	<u>36,067</u>
Total	<u>73,136</u>

**THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND**

**NOTES ON THE FINANCIAL STATEMENTS  
31 DECEMBER 2006**

**4. INVESTMENT INCOME**

Investment income for the year is derived from:

	2006 £	2005 £
Listed investments including Government Securities	28,272	26,538
Cash deposit	<u>712</u>	<u>827</u>
	<u><u>28,984</u></u>	<u><u>27,365</u></u>

**5. SUPPORT COSTS**

	Basis of allocation	Fundraising & Publicity £	Grants	Governance £	Total £
Management & administration	Expenditure ratios	325	17,943	213	18,481

**6. GOVERNANCE COSTS**

	Unrestricted Funds £	Restricted Funds £	Total 2006 £	Total 2005 £
External audit costs	343	-	343	294
Legal costs	65	-	65	65
Directors' meetings	243	-	243	230
Allocated support costs	213	-	213	114
Total governance costs	<u>864</u>	<u>-</u>	<u>864</u>	<u>703</u>

**7. DIRECTORS AND TRUSTEES**

No director received any remuneration during the year (2005 – none).

During the period two directors were reimbursed travelling expenses incurred whilst engaged on the business of the charity amounting to £244 (2005 – three directors were reimbursed £230).

**8. FIXED ASSET INVESTMENTS**

	2006 £	2005 £
At 1 January	1,329,706	954,393
Acquisitions at cost	497,043	455,418
Less: Disposals at opening market value or subsequent cost (Proceeds £524,543 - Profit £80,716)	(443,827)	(321,349)
	<u>1,382,922</u>	<u>1,088,462</u>
Net gain/loss on revaluation at 31 December	113,485	241,244
	<u><u>1,496,407</u></u>	<u><u>1,329,706</u></u>

**THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND**

**NOTES ON THE FINANCIAL STATEMENTS  
31 DECEMBER 2006**

**8. FIXED ASSET INVESTMENTS (CONTINUED)**

	2006	2005
	£	£
Investments, all of which are in the UK, are made up of:		
Listed investments including Government Securities	1,467,598	1,329,531
Cash deposits	28,809	175
	<u>1,496,407</u>	<u>1,329,706</u>
 The historical cost of fixed asset investments is:	 <u>1,137,853</u>	 <u>995,271</u>

The listed investments and cash deposits are managed on behalf of the company by Rensburg Sheppards Investment Management Limited on a discretionary basis and include direct investment in listed investments and government securities, and indirect investment through unit and investment trusts.

Cash deposits within the portfolio are held on overnight deposit.

Investments within the portfolio which amount to more than 5% of the total values are:

<b>Listed investments:</b>	2006	2005
	£	£
14,015 J P Morgan Flem American Ordinary	91,658	88,715
25,615 J P Morgan Flem Jap Ordinary	-	84,530
30,560 M L World Mining Ordinary	-	107,418
	<u>91,658</u>	<u>280,663</u>
Other listed investments individually under 5%	1,375,940	1,048,868
Cash deposits	28,809	175
	<u>1,496,407</u>	<u>1,329,706</u>

**9. DEBTORS**

	2006	2005
	£	£
Amounts due within 1 year:		
Other debtors	7,964	2,730
	<u>7,964</u>	<u>2,730</u>
Amounts due after 1 year:		
Secured loan to beneficiary	19,000	19,000
	<u>26,964</u>	<u>21,730</u>

The secured loan to a beneficiary was advanced on the security of a fixed charge over freehold property. The loan is repayable when vacant possession of the property is available.

**10. CREDITORS**

	2006	2005
	£	£
Amounts falling due within one year:		
Accruals	2,843	2,661
	<u>2,843</u>	<u>2,661</u>

THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND

NOTES ON THE FINANCIAL STATEMENTS  
31 DECEMBER 2006

11. RECONCILIATION OF MOVEMENTS IN UNREALISED  
GAINS/(LOSSES) ON FIXED ASSET INVESTMENTS

	2006	2005
	£	£
Unrealised gains/(losses)	170,238	(44,241)
In respect of disposals in year	80,716	53,951
	<u>250,954</u>	<u>9,710</u>
Net gains arising on revaluation in year	113,485	241,244
Unrealised gains at 31 December	<u>364,439</u>	<u>250,954</u>

12. CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

The company had no capital commitments or contingent liabilities at 31 December 2006 (2005 – none).

**THE INSTITUTION OF STRUCTURAL ENGINEERS BENEVOLENT FUND**

**GRANTS 2006**

<b>Case</b>		<b>£</b>	<b>First assisted</b>
49	Widow of Member, aged 89	614	1960
137	Widow of Graduate, aged 79	1550	1986
154	Daughter of deceased Fellow, aged 87	50	1990
158	Member, aged 78	2710	1990
171	Member, aged 51, unemployed *	2165	1991
198	Fellow, aged 87, married *	3737	1994
219	Student, aged 72	1250	1997
223	Widow of Fellow, aged 82 *	1799	1997
225	Member, aged 61, married, unemployed	1500	1998
225	Widow of Member, aged 58	2550	2006
226	Widow of Fellow, aged 77 *	963	1998
234	Member, aged 65	2360	1999
241	Member, aged 80, married	5050	2000
247	Widow of Member, aged 49, with 2 children *	480	2001
252	Graduate, aged 52, married with 1 child, unemployed *	3999	2002
256	Fellow, aged 66, married	2110	2003
256	Wife of Fellow, aged 53	6300	2006
262	Member, aged 44, unemployed *	2165	2003
265	Graduate, aged 83	3750	2004
268	Widow of Associate-Member, aged 39, with 2 children *	576	2005
269	Widow of Fellow, aged 81	2000	2006
270	Son of Fellow, aged 24	850	2006
271	Widow of Fellow, aged 79	2050	2005
272	Member, aged 62, married, unemployed	3210	2005
274	Student, aged 24 *	1220	2006
		55,008	
Allocated support costs		<u>17,943</u>	
		<u>72,951</u>	

\* Joint beneficiary of the Institution of Structural Engineers and the Institution of Civil Engineers Benevolent Funds.