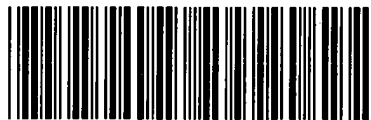


**Report of the Directors and  
Financial Statements for the Year Ended 31 December 2020  
for  
THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

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**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Contents of the Financial Statements  
for the Year Ended 31 December 2020**

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**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Company Information  
for the Year Ended 31 December 2020**

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**DIRECTORS:**

M P Morrissey  
N Marshall  
D J Marsh  
W H Moore

**SECRETARY:**

M P Lowe

**REGISTERED OFFICE:**

68 South Lambeth Road  
Vauxhall  
London  
SW8 1RL

**REGISTERED NUMBER:**

00892077 (England and Wales)

**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Report of the Directors  
for the Year Ended 31 December 2020**

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The directors present their report with the financial statements of the company for the year ended 31 December 2020.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2020 to the date of this report.

M P Morrissey  
N Marshall  
D J Marsh  
W H Moore

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

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

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

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

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

**AUDITORS**

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

**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Report of the Directors  
for the Year Ended 31 December 2020**

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

**ON BEHALF OF THE BOARD:**



.....  
W H Moore - Director

Date: ..... 17<sup>th</sup> Apr 2021 .....

### **Opinion**

We have audited the financial statements of The Forces Pension Society Investment Company Limited (the 'company') for the year ended 31 December 2020 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

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

### **Conclusions relating to going concern**

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

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

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

### **Other information**

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

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

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

### **Opinions on other matters prescribed by the Companies Act 2006**

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

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

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

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**Matters on which we are required to report by exception**

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

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

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

**Responsibilities of directors**

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

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

**Auditors' responsibilities for the audit of the financial statements**

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

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

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are the Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice), the Companies Act 2006, and the Corporation Tax Act 2010.
- We understood how the Company is complying with those frameworks via communication with those charged with governance, together with the review of the Company's documented policies and procedure.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the key risks impacting the financial statements. These included risks associated with Revenue Recognition, Management override of Controls and the increased incentive and pressure to commit fraud due to the Covid-19 environment, which were discussed and agreed by the audit team.
- Our approach included agreeing the company's recognition of income to the terms of the underlying contract, the review of journal entries processed in the accounting records and the investigation of significant and unusual transactions identified from our review of the accounting records.

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

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- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the directors with respect to the application of the documented policies and procedures and review of the financial statements to ensure compliance with the reporting requirements of the Company.

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

**Use of our report**

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



Greg Stevenson (Senior Statutory Auditor)  
for and on behalf of Knox Cropper LLP  
Chartered Accountants and Statutory Auditors  
65 Leadenhall Street  
London  
EC3A 2AD

Date: 21<sup>st</sup> April 2021



**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Income Statement  
for the Year Ended 31 December 2020**

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	2020	2019
	£	£
<b>TURNOVER</b>	<b>38,713</b>	<b>57,050</b>
Administrative expenses	<u>3,411</u>	<u>2,840</u>
<b>OPERATING PROFIT</b>	<b>35,302</b>	<b>54,210</b>
Income from fixed asset investments	7,208	12,638
Interest receivable and similar income	<u>14</u>	<u>41</u>
	<u>7,222</u>	<u>12,679</u>
	<b>42,524</b>	<b>66,889</b>
Gain/loss on revaluation of investments	<u>54,066</u>	<u>19,144</u>
<b>PROFIT BEFORE TAXATION</b>	<b>96,590</b>	<b>86,033</b>
Tax on profit	<u>10,609</u>	<u>4,303</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>	<b><u>85,981</u></b>	<b><u>81,730</u></b>

The notes form part of these financial statements

**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Other Comprehensive Income  
for the Year Ended 31 December 2020**

	Notes	2020 £	2019 £
<b>PROFIT FOR THE YEAR</b>		<b>85,981</b>	<b>81,730</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Change in deferred tax rate			
Income tax relating to other comprehensive income		(1,657)	-
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX</b>		<b><u>(1,657)</u></b>	<b><u>-</u></b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b><u>84,324</u></b>	<b><u>81,730</u></b>

The notes form part of these financial statements

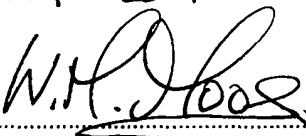
**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED (REGISTERED NUMBER: 00892077)**

**Balance Sheet  
31 December 2020**

	Notes	2020 £	2019 £
<b>FIXED ASSETS</b>			
Tangible assets	4	950,000	950,000
Investments	5	<u>664,981</u>	<u>598,806</u>
		<b>1,614,981</b>	<b>1,548,806</b>
<b>CURRENT ASSETS</b>			
Debtors	6	-	39,398
Cash at bank		<u>57,772</u>	<u>33,616</u>
		<b>57,772</b>	<b>73,014</b>
<b>CREDITORS</b>			
Amounts falling due within one year	7	<u>443,222</u>	<u>488,879</u>
<b>NET CURRENT LIABILITIES</b>		<b>(385,450)</b>	<b>(415,865)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>1,229,531</b>	<b>1,132,941</b>
<b>PROVISIONS FOR LIABILITIES</b>		<u><b>24,901</b></u>	<u><b>12,635</b></u>
<b>NET ASSETS</b>		<u><b>1,204,630</b></u>	<u><b>1,120,306</b></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		100	100
Revaluation reserve	8	364,088	365,745
Retained earnings	8	<u>840,442</u>	<u>754,461</u>
		<u><b>1,204,630</b></u>	<u><b>1,120,306</b></u>

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

The financial statements were approved by the Board of Directors and authorised for issue on 17 April 2021 and were signed on its behalf by:

  
.....  
W H Moore - Director

The notes form part of these financial statements

**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Notes to the Financial Statements  
for the Year Ended 31 December 2020**

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**1. STATUTORY INFORMATION**

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

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

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

**Critical accounting judgements and key sources of estimation uncertainty**

**- Fair value of tangible fixed assets**

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

**- Depreciation of tangible fixed assets**

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

**Turnover**

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

**Tangible fixed assets**

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

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was NIL (2019 - NIL).

**4. TANGIBLE FIXED ASSETS**

	<b>Land and buildings £</b>
<b>COST OR VALUATION</b>	
At 1 January 2020 and 31 December 2020	<b><u>950,000</u></b>
<b>NET BOOK VALUE</b>	
At 31 December 2020	<b><u>950,000</u></b>
At 31 December 2019	<b><u>950,000</u></b>

**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2020**

**4. TANGIBLE FIXED ASSETS - continued**

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

The historical cost of land and buildings at 31 December 2020 was £570,176 (2019 - £570,176).

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

	2020 £	2019 £
Cost	570,176	570,176
Accumulated depreciation	-	-
Carrying value	<u>570,176</u>	<u>570,176</u>

**5. FIXED ASSET INVESTMENTS**

	2020 £	2019 £
Other investments not loans	<u>664,981</u>	<u>598,806</u>

Additional information is as follows:

	Other investments £
<b>COST OR VALUATION</b>	
At 1 January 2020	598,806
Additions	51,800
Disposals	(49,808)
Revaluations	<u>53,368</u>
At 31 December 2020	<u>654,166</u>
<b>NET BOOK VALUE</b>	
At 31 December 2020	<u>654,166</u>
At 31 December 2019	<u>598,806</u>

The historical cost of investments at 31 December 2020 was £597,968 (2019 - £596,376).

Investments (neither listed nor unlisted) were as follows:

	2020 £	2019 £
Cash pending investment	<u>10,815</u>	<u>-</u>

**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2020**

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade debtors	-	5,020
Other debtors	-	34,378
	<u>-</u>	<u>39,398</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Amounts owed to group undertakings	440,622	486,353
Other creditors	2,600	2,526
	<u>443,222</u>	<u>488,879</u>

**8. RESERVES**

	<b>Retained earnings £</b>	<b>Revaluation reserve £</b>	<b>Totals £</b>
At 1 January 2020	754,461	365,745	1,120,206
Profit for the year	85,981		85,981
Change in tax rate	-	(1,657)	(1,657)
At 31 December 2020	<u>840,442</u>	<u>364,088</u>	<u>1,204,530</u>

**THE FORCES PENSION SOCIETY INVESTMENT  
COMPANY LIMITED**

**Detailed Profit and Loss Account  
for the Year Ended 31 December 2020**

	2020		2019	
	£	£	£	£
<b>Turnover</b>				
Commissions receivable		38,713		57,050
<b>Other income</b>				
Dividends receivable	7,208		12,638	
Deposit account interest	<u>14</u>		<u>41</u>	
		<u>7,222</u>		<u>12,679</u>
		45,935		69,729
<b>Expenditure</b>				
Professional fees	-		67	
Office costs	-		13	
Governance, travel & entertainment	116		104	
Financial & bank charges	695		130	
Auditors' remuneration	<u>2,600</u>		<u>2,526</u>	
		<u>3,411</u>		<u>2,840</u>
		42,524		66,889
<b>Gain/loss on revaluation of assets</b>				
Gain/loss on revaluation of investments		<u>54,066</u>		<u>19,144</u>
<b>NET PROFIT</b>		<u>96,590</u>		<u>86,033</u>

This page does not form part of the statutory financial statements