

THE GLOBAL WARMING POLICY FOUNDATION

FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2013

THE GLOBAL WARMING POLICY FOUNDATION

I N D E X

Year ended 31 July 2013

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THE GLOBAL WARMING POLICY FOUNDATION

GENERAL INFORMATION

Year ended 31 July 2013

Charity Registration number	1131448
Company number	06962749
Directors and Trustees	The Rt Hon The Lord Lawson (Chairman) The Lord Donoughue The Rt Hon Lord Fellowes GCB GCVO QSO Rt Rev Peter Forster Sir Martin Jacomb Baroness Nicholson of Winterbourne Sir James Spooner (appointed 24 October 2012) The Lord Turnbull KCB CVO
Honorary Treasurer	Sir James Spooner
The Director	Dr Benny Peiser
Registered office	10 Upper Bank Street London E14 5NP
Independent examiner	M V Waterman FCA Dixon Wilson Chartered Accountants 22 Chancery Lane London WC2A 1LS
Bankers	Barclays Bank Plc 1 Churchill Place London E14 5HP
Legal advisers	Farrer & Co LLP 66 Lincoln's Inn Fields London WC2A 3LH Darbys Solicitors LLP 52 New Inn Hall Street Oxford OX1 2DN

THE GLOBAL WARMING POLICY FOUNDATION

CHAIRMAN'S STATEMENT

Year ended 31 July 2013

I am pleased to present the report and accounts of the Global Warming Policy Foundation for 2012-2013.

This was a year of continued progress for the GWPF. I am particularly grateful to our Director, Benny Peiser, whose own Report (see page 6) describes a number of our achievements.

He has, once again, been ably assisted by a very small but hard-working staff, a supportive Board of Trustees, a distinguished Academic Advisory Council, and a most diligent honorary Treasurer.

Although a small organisation, I think it can safely be said that, on this important issue, we punch well above our weight. Finally, I am most grateful to all our donors for their loyalty and continuing support, without which we could not exist.

The Rt Hon The Lord Lawson
Chairman

THE RT HON THE LORD LAWSON
Chairman

2013

THE GLOBAL WARMING POLICY FOUNDATION

TRUSTEES' ANNUAL REPORT

Year ended 31 July 2013

Creation

The Global Warming Policy Foundation ("the Foundation") was incorporated as a company limited by guarantee with no share capital. The Foundation is registered as a charity under reference 1131448.

Governing instrument

The governing instruments are the Memorandum and Articles of Association.

Objects

The Global Warming Policy Foundation is an educational charity. Its main purpose is to advance the public understanding of global warming and of its possible consequences, and also of the measures taken or proposed to be taken in response to such warming.

Public benefit

The Trustees, having regard to the Public Benefit guidance published by the Charity Commission in accordance with section 4 of the Charities Act 2006, consider that the purpose and activities of the Foundation satisfy the requirements of the public benefit test set out in section 3 of the same act.

Protocol for the Acceptance of Gifts

The Trustees are satisfied that the self-denying ordinance contained in the Protocol for the Acceptance of Gifts laid down at the first meeting of the Board of Trustees to ensure the Foundation's independence from energy interests is being strictly observed.

Directors and trustees

The names of the directors who have served during the year are set out on page 2.

In addition, The Rt Hon The Lord Barnett and Henri Lepage served as directors until their resignation on 24 October 2012.

The Rt Rev Peter Forster, Sir Martin Jacomb, Baroness Nicholson of Winterbourne, and The Lord Turnbull were re-appointed as Trustees on 29 November 2012. All four were happy to be re-appointed, and thanked the three subscribers accordingly.

The directors of the charitable company (the charity) are its Trustees for the purpose of charity law and throughout this report are collectively referred to as the Trustees.

The Trustees have control of the property and funds of the charity. The three subscribers to the Memorandum, being Lord Lawson, Lord Fellowes and Lord Donoughue may serve as Trustees indefinitely. There should be at least three and not more than twelve Trustees and Trustees other than the founder Trustee shall hold office for a period of three years, but may be reappointed Trustee, provided that they do not act for more than two consecutive terms of office. Trustees may be appointed by ordinary resolution of the members.

At least three Trustee meetings must be held each year, during which a quorum is at least three Trustees.

Organisational structure

The Foundation has established a sub-committee to oversee matters concerning employees, salaries and financial and organisational matters on a day to day basis. Members of the sub-committee are Sir Martin Jacomb (Chairman), Lord Lawson and Sir James Spooner.

Recommendations are put forward to the Trustees at Trustee meetings.

Risk

The Trustees have formally considered the major risks to which the charity is exposed. These will be regularly monitored and all necessary steps taken to mitigate them.

THE GLOBAL WARMING POLICY FOUNDATION

T R U S T E E S ' A N N U A L R E P O R T (c o n t i n u e d)

Year ended 31 July 2013

Reserves

In line with the guidance issued by the Charity Commission, the Trustees have reviewed the need for reserves. The Trustees seek to apply all income in pursuance of the stated objects of the Fund as soon as is reasonably prudent, but are conscious that until the ongoing level of donations and subscriptions is known, sufficient reserves will be maintained to cover at least one year's anticipated expenditure.

The Trustees monitor the level of reserves held at each Trustees meeting.

Connected charities

There are no connected charities.

Financial review

During the year income totalled £362,632 (2012 - £424,305), as set out on page 8.

In accordance with the reserves policy stated above, reserves of unrestricted income funds amounting to £602,171 are being held until required.

Financial statements

Accounts are set out on pages 8 to 12. They have been drawn up in compliance with the Companies Act 2006 the relevant provisions of the Charities Act 2011 and the recommendations of the revised Statement of Recommended Practice: Accounting and Reporting by Charities, issued by the Charity Commissioner for England and Wales in 2005.

Audit exemption and special provisions

The trustees have taken advantage of the exemption from audit conferred by Section 477 of the Companies Act 2006 and the accounts for the year are unaudited.

This report is prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005) and the provisions applicable to companies subject to the small companies regime in Part 15 of the Companies Act 2006.

On behalf of the Trustees

THE RT HON THE LORD LAWSON
Chairman

THE GLOBAL WARMING POLICY FOUNDATION

REPORT OF THE DIRECTOR

Year ended 31 July 2013

During the last year, a wide range of issues surrounding global warming and what to do about it have continued to occupy the interested public. The cost of unilateral climate policies in general and the rise in energy prices in particular have become a growing concern for families, businesses and policy makers.

In Brussels, the European industry commissioner has warned that Europe's industry is being damaged by exorbitant energy costs. The European Commission has released a report concluding that high energy costs threaten de-industrialisation across Europe.

In our report 'Why is wind power so expensive?', Professor Gordon Hughes (Edinburgh University) concluded that meeting official targets for renewable generation in 2020 would require total wind capacity of 36 GW backed up by 13 GW of open cycle gas plants plus large complementary investments in transmission capacity at a cost of about £120 billion.

The GWPF published a number of papers and articles, including one by Professor Ross McKittrick (University of Guelph, Ontario) that proposes a radical new climate policy approach, offering what Professor McKittrick considers to be the most cost-effective means of curbing CO₂ emissions, while automatically adjusting the stringency of the policy to the severity of the problem. The paper proposed to link the level of a tax on CO₂ emissions to temperatures in the tropical troposphere, and to create a 30-year futures market for tax-exemption certificates.

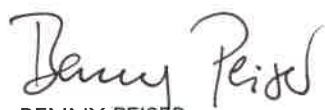
2013 marked the 40th anniversary of the signing of an international agreement to protect polar bears from commercial and unregulated sport hunting. In honour of the International Polar Bear Day (27 February) the GWPF published a briefing paper by Professor Susan Crockford (University of Victoria, British Columbia) that summarises the current state of polar bear populations and their apparent resilience.

A report written by Dr David Whitehouse concluded that there has been no statistically significant increase in annual global temperatures since 1997. The report shows that the temperature standstill has been a much discussed topic in peer-reviewed scientific literature for years, but that this scientific debate has neither been followed by most of the media, nor acknowledged by environmental campaigners, scientific societies and prominent scientists.

In his foreword, Lord Turnbull, former Cabinet Secretary and Head of the Home Civil Service, commented: "Dr Whitehouse is a man who deserves to be listened to. He has consistently followed an approach of examining observations rather than projections of large scale computer models, which are too often cited as 'evidence'. He looks dispassionately at the data, trying to establish what message it tells us, rather than using it to confirm a pre-held view."

In recent months, a number of policy makers cited a survey of climate science abstracts that alleges an overwhelming consensus on the subject of global warming. A GWPF briefing paper by Andrew Montford reviewed the methodology used in the survey and concluded that the consensus claimed by the study in question is so broad that it incorporates the views of most prominent climate sceptics.

Lord Lawson has accepted an offer by Sir Paul Nurse, the President of the Royal Society, to facilitate a meeting between him and selected Fellows of the Royal Society. A date has now been agreed for the meeting, which will discuss issues surrounding climate science and policy. Lord Lawson will be accompanied by a number of members of the GWPF's Academic Advisory Council and independent scientists. It is hoped that this dialogue will help the interested public to understand areas of agreement and disagreement and the empirical and economic basis on which the discussion about global warming takes place.


BENNY PEISER
Director

2013

THE GLOBAL WARMING POLICY FOUNDATION

INDEPENDENT EXAMINER'S REPORT

Year ended 31 July 2013

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE GLOBAL WARMING POLICY FOUNDATION

I report on the accounts of the company for the year ended 31 July 2013, which are set out on pages 8 to 12.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Act) and that an independent examination is needed. I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. 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 seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

M V WATERMAN FCA
Dixon Wilson
22 Chancery Lane
London WC2A 1LS

2013

THE GLOBAL WARMING POLICY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

Year ended 31 July 2013

	Note	2013 £	2012 £
Income and expenditure			
Incoming resources			
Voluntary income – membership fees		12,771	12,161
Voluntary income – donations		342,530	408,641
Investment income – interest receivable		7,331	3,503
Total incoming resources		<u>362,632</u>	<u>424,305</u>
Resources expended			
Charitable activities	1	264,871	242,737
Governance costs	2	1,500	1,500
Total resources expended		<u>266,371</u>	<u>244,237</u>
Net incoming resources		<u>96,261</u>	<u>180,068</u>
Net movement in funds for the year		96,261	180,068
Total funds brought forward		505,910	325,842
Total funds carried forward		<u>602,171</u>	<u>505,910</u>

All amounts are in respect of continuing operations.

BALANCE SHEET

At 31 July 2013

	Note	2013 £	2012 £
Fixed assets			
Tangible fixed assets	3	965	803
Current assets			
Debtors	4	39,760	20,930
Cash at bank and in hand		568,360	492,166
		608,120	513,096
Creditors: amounts falling due within one year			
Other creditors		811	1,660
Accrued expenses and deferred income	5	6,103	6,329
		6,914	7,989
Net current assets		601,206	505,107
Total net assets		602,171	505,910
Represented by:			
Unrestricted funds		602,171	505,910

Trustees' statement

For the year ended 31 July 2013, the Foundation was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the Foundation to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime in Part 15 of the Companies Act 2006.

The financial statements on page 8 to 12 were approved by the Trustees on
signed on their behalf by:

2013 and

THE RT HON THE LORD LAWSON
Chairman

THE GLOBAL WARMING POLICY FOUNDATION

ACCOUNTING POLICIES

Year ended 31 July 2013

The financial statements have been prepared in accordance with applicable accounting standards, the Companies Act 2006 and with the Statement of Recommended Practice Accounting and Reporting by Charities (SORP 2005). The particular accounting policies adopted are described below.

Basis of accounting

These financial statements have been prepared under the historical cost convention.

Fixed assets and depreciation

A full year's depreciation is provided on fixtures and fittings and equipment at rates calculated to write off the cost of the assets, less residual value, over their expected useful life as follows:

Fixtures and fittings	–	20% straight line basis
Computer equipment	–	33.33% straight line basis

Incoming resources

Membership fees are recognised in the Statement of Financial Activities in the period or periods to which they relate. All donations are recognised when the Foundation has entitlement to the income.

Resources expended

Expenditure is recognised on an accruals basis.

THE GLOBAL WARMING POLICY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 July 2013

1. Charitable activities	2013	2012
	£	£
Publications, publicity and printing	23,434	34,350
Wages and salaries	164,049	142,597
Employer's national insurance contributions	16,890	14,169
Office costs	34,878	30,556
Other support costs	25,003	19,101
Depreciation	617	1,964
	<u>264,871</u>	<u>242,737</u>

The average number of employees during the year was four (2012 – four).

2. Governance costs

Accountancy fees relating to independent examination	<u>1,500</u>	<u>1,500</u>
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3. Tangible fixed assets

	Fixtures & fittings	Computer equipment	Total
	£	£	£
Cost			
At 1 August 2012	812	5,406	6,218
Additions	-	779	779
At 31 July 2013	<u>812</u>	<u>6,185</u>	<u>6,997</u>
Depreciation			
At 1 August 2012	296	5,119	5,415
Charge for the year	162	455	617
At 31 July 2013	<u>458</u>	<u>5,574</u>	<u>6,032</u>
Net book value			
At 31 July 2013	<u>354</u>	<u>611</u>	<u>965</u>
At 31 July 2012	<u>516</u>	<u>287</u>	<u>803</u>

4. Debtors	2013	2012
	£	£
Other debtors	1,412	-
Prepayments and accrued income	38,348	20,930
	<u>39,760</u>	<u>20,930</u>

THE GLOBAL WARMING POLICY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 July 2013

5. Accrued expenses and deferred income	2013	2012
	£	£
Accruals	1,500	1,500
Deferred income	4,603	4,829
	<u>6,103</u>	<u>6,329</u>

6. Trustees

Trustees are not remunerated.

During the year, the Rt Hon The Lord Lawson was reimbursed £4,105 (2012 - £736) with regards to fundraising expenses, whilst Sir James Spooner was reimbursed £2,655 (2012 - £nil) with regards to fundraising expenses.

In addition, the Rt Hon The Lord Lawson repaid £3,012 (2012 - £nil) to the Foundation with regards to staff costs incurred on his behalf.

7. Tax

The company does not have any taxable sources of income and is therefore tax exempt.
