

To promote, for the public benefit, education in the scientific and technical aspects of petroleum exploration



# Remembering Aidan Joy (1961 - 2021)

- Aidan was a much-loved member of the PESGB who commanded a lot of respect from the members and wider community
- He was in his first year as Vice President on Council and cochaired the Energy Transition SIG
- With over 30 years of experience in the international energy industry, having worked in the North Sea, Australia and Canada in both subsurface and commercial roles, Aidan brought a wealth of knowledge and experience to the Energy Industry
- Aidan had recently moved back to the UK with his family to accept a role as Director and Energy Transition Lead at the Carnite Group consultancy, and his drive and energy in repositioning our organization (and indeed the industry) for the energy transition was an incredible force for good
- Aidan leaves behind his wife Vanessa and three sons, and will be sorely missed by all who knew him





## AGENDA



Welcome James Churchill

Past President's Summary Beverley Smith

Receipt of 2020 Trustees' Report Raquel Arzola

Treasurer's Financial Report & Context Graham Robertson

Receipt of 2020 Accounts

James Churchill

2021 President's Report James Churchill

Post AGM Indicative Votes

Vote: change of Charitable Objectives

Vote: change of name of the PESGB

James Churchill

James Churchill

Plan for 2022 Julian Bessa



# PAST PRESIDENT'S SUMMARY 2020 Activity



2020 was always going to have a focus on costs. The downturn in oil price in 2015 was the most significant blow to the industry for the last 20 years and the PESGB had failed to post a surplus since 2014......but then a global pandemic hit and the price of oil briefly fell to less than zero

- Cost Cutting
  - Two members of staff were made redundant
  - The office was closed but the effects will mostly not be felt until 2021 due to notice periods and the costs of reparations
  - Staff were furloughed and those that worked were on 4 day weeks
- Financial Control
  - A consultant was hired to sort out the financial reporting issues that the society has suffered throughout 2019 and 2020
  - The President, Past President, President Elect, Treasurer and the Executive Director met weekly to review the finances on a cash flow basis



# PAST PRESIDENT'S SUMMARY 2020 Activity



PES &

Due to COVID-19 Pandemic and lockdown restrictions, we had to move all events and activity online

#### ✓ Member Events

- √ 12 Evening Lectures (7 virtual)
- ✓ 12 YP Lockdown Lectures
- ✓ 9 Night School courses
- ✓ 8 Energy Transition webinars
- ✓ 5 PESGB training courses
- ✓ 2 YP & YP/AAPG seminars
- ✓ YP Annual Energy Debate

#### ✓ Virtual Conferences

- ✓ HGS/PESGB Africa Conference
- ✓ DEVEX
- ✓ CCUS
- ✓ PROSPEX







Team Maker and MD, Pale Blue Dot

**Energy Transition** 

Virtual Programme



#### PAST PRESIDENT'S SUMMARY



#### 2020 Publications & Member Services

- PESGB Magazine (online, issued monthly)
- PESGB Membership Directory (online via Very Connect Members' Platform)

# 2020 Postponements

- PETEX (but costs still incurred in 2020)
- The Stoneley Lecture





#### 2020 COUNCIL





Beverley Smith **President** 



Julie Branston
President
Elect



Martin Durham Past President



David Offer Vice President



Graham Robertson **Treasurer** 



Raquel Arzola Secretary



James Churchill
Aberdeen
Director/
President Elect



Cliff Lovelock
Aberdeen
Director
Elect



Nick Allan
Past Aberdeen
Director



Steve Pickering Education & Training



Nicholas Cope Outreach Director



David Moseley
Communications
Director



Holly-Marie Owen Young Professionals Director









# RECEIPT OF TRUSTEES' REPORT 2020



# Proposer Seconder







# 2020 Financial Results Summary

- PESGB remains a Going Concern
- PESGB Consolidated made a loss
- Net Expenditure before gains and losses £ -46,627
- Net Expenditure £ -50,525
- Decrease in Investment Portfolio value of £ 183,229 to £ 520,500
- Increase in Cash at Bank from £81,878 to £106,060





#### CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted funds	Restricted fund	Endowment fund	2020 Total funds	2019 Total funds Restated
	Notes	£	£	£	£	£
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	6,422			6,422	11.054
Income from trading	2	74,843		-	74,843	596,927
subsidiary		,			-	-
Other trading activities	3	327,543	-	10,000	337,543	353,827
Investment income Government grants	4	6,989	-	390	7,379	13,368
Government grants		14,272			14,272	
Total		430,069	-	10,390	440,459	975,176
EXPENDITURE ON						
Raising funds	5	4,957	-	-	4,957	5,615
Expenditure from trading subsidiary	21	39,451	-	-	39,451	521,315
Charitable activities	6					
Charitable purposes	-	417,733	-	-	417,733	744,456
Other		24,945			24,945	30,220
Total		487,086	_	-	487,086	1,301,606
NET EXPENDITURE BEFORE GAINS AND LOSSES		(57,017)	-	10,390	(46,627)	(326,430)
Net gains/(losses) on investm	ents	(11,383)		7,485	(3,898)	80,405
NET INCOME/(EXPENDITURE)		(68,400)	-	17,875	(50,525)	(246,025)
RECONCILIATION OF FUNDS						
Total funds brought forward as previously reported		414,408	-	16,624	431,032	717,726
Prior Year Adjustment	22	40,669	-	-	40,669	
TOTAL FUNDS		386,677		34,499	421,176	471,701
CARRIED FORWARD						





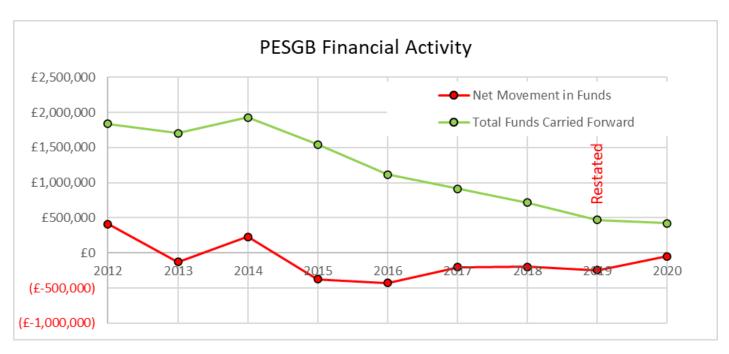
# Consolidated Accounts – Key Figures

	2015 restated	2016	2017	2018	2019 restated	2020
Total Incoming Resources	£1,198,557	£1,220,646	£843,738	£1,599,744	£975,176	£440,459
Total Resources Expended	£1,564,620	£1,747,924	£1,097,585	£1,734,780	£1,301,606	£487,086
Net Incoming/Outgoing Resources	(£-366,063)	(£-527,278)	(£-253,847)	(£-135,036)	(£-326,430)	(£-46,627)
Gains/(Losses) on Investment Assets	(£-6,690)	£102,888	£49,590	(£-60,890)	£80,405	(£-3,898)
Net Movement in Funds	(£-372,753)	(£-424,390)	(£-204,257)	(£-195,926)	(£-246,025)	(£-50,525)
Total Funds Carried Forward	£1,542,299	£1,117,909	£913,652	£717,726	£471,701	£421,176
Fixed Assets	2015 restated	2016	2017	2018	2019	2020
Tangible assets	£98,365	£65,497	£32,827	£37	£45,358	£7,251
Intangible assets	£400	£200	£0	£0	£0	£0
Investments	£860,029	£980,274	£861,857	£684,366	£703,729	£520,500
Total	£958,794	£1,045,971	£894,684	£684,403	£749,087	£527,751
Current Assets						
Debtors	£218,386	£130,201	£130,140	£158,942	£186,451	£87,365
Cash	£652,924	£308,137	£96,283	£203,247	£73,429	£106,060
Total	£871,310	£438,338	£226,423	£362,189	£259,880	£193,425
Creditors	(£-287,805)	(£-366,400)	(£-207,455)	(£-328,867)	(£-529,099)	(£-300,000)
Net Current Assets	£583,505	£71,938	£18,968	£33,322	(£-269,219)	(£-106,575)
Total Assets Less Current Liabilities	£1,542,299	£1,117,909	£913,652	£717,725	£479,868	£421,176





# Statement of Financial Activities







#### PESGB

#### CONSOLIDATED STATEMENT OF FINANCIAL POSITION 31 DECEMBER 2020

		Unrestricted funds	Restricted fund	Endowment fund	2020 Total funds	2019 Total funds Restated
	Note	s £	£	£	£	£
FIXED ASSETS Tangible assets	13	7,251			7,251	45,358
Investments	14	486,001		34,499	520,500	703,729
		493,252	_	34,499	527,751	749,087
CURRENT ASSETS						
Debtors	15	87,365		-	87,365	186,451
Cash at bank and in hand		106,060	-		106,060	73,429
		193,425	-	-	193,425	259,880
CREDITORS Amounts falling due within		(200.000)			(200.000)	(500,000)
one year	16	(300,000)	-	-	(300,000)	(529,099)
NET CURRENT ASSETS		(106,575)			(106,575)	(269,219)
TOTAL ASSETS LESS CURRENT LIABILITIES		386,677		34,499	421,176	479,868
PROVISIONS FOR LIABILITIES	18	-		-		(8,167)
NET ASSETS		386,677		34,499	421,176	471,701
					2020 £	2019 £
					~	restated
FUNDS Unrestricted funds Endowment funds	19				386,677 34,499	455,077 16,624
TOTAL FUNDS					421,176	471,701





# **Auditors' Opinion**

- The auditors consider the PESGB to be a Going Concern based on:
  - ➤ Value of Investment Portfolio (circa £ 500,000) which can be liquidated to fund activities if required
  - Cost cutting measures which realised approx. £160,000 savings during 2021
  - ➤ Board/Council support moving forward

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' 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 group's and parent charitable 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.









#### 2021 PRESIDENT'S REPORT



# **Activity**

Membership

2021 membership has been higher than the previous 3 years for 10 months so far (YTD 4156)

Virtual learning

Virtual training courses and Night School continue to be hugely popular for our membership (>300 attendees over 14 events)

Conferences

DEVEX 7-9 June (virtual)

PESGB/HGS Africa Conference 14-15 Sept (virtual)

PETEX 23-25 Nov (in person)

PROSPEX 24-25 Nov (in person)





#### 2021 PRESIDENT'S REPORT



#### Publications & Member Services

- PESGB Magazine (remains online, issued monthly)
- Member Events:
  - ✓ 10 online Evening Lectures
  - ✓ 14 online training courses
  - Energy Transition webinars
  - ✓ YP Annual Energy Debate
  - ✓ Field trips: 2 in person
- Postponed to 2022: Stoneley Lecture





# 2021 PRESIDENT'S REPORT



# **Regional Branches**

Aberdeen, Berks, Bucks & Oxon, Cumberland & Lake District, Houston, Liverpool, North Wales, Surrey & Ireland

# Special Interest Groups

- Africa
- Diversity & Inclusion
- Exploring The Energy Transition
- Geophysics
- Machine Learning in Geoscience
- Old Timers
- UK Onshore
- > YP
- > **NEW**: Middle East
- NEW: Risk, Resources, Economics and Commercial



# 2021 OFFICE STAFF





**Executive Director** Maria Iredale, maria@pesgb.org.uk





**Exhibition and Sponsorship Officer** Leanne Smith, leanne@pesgb.org.uk



Finance Manager Rebecca Boyce, Rebecca@pesgb.org.uk



Simona Pszon, simona@pesgb.org.uk



Membership and Database Officer Sam Neighbour, sam@pesgb.org.uk



**Events and Communications Officer** Freya Jacobs, freya@pesgb.org.uk



### 2021 COUNCIL





James Churchill
President /
Past Aberdeen
Director



Julian Bessa President Elect



Beverley Smith Past President



Aidan Joy Vice President (d.)



Graham Robertson **Treasurer** 



Raquel Arzola Secretary



Cliff Lovelock
Aberdeen
Director/
Vice President



Andrea D'Silva
Aberdeen Director
Elect / Outreach
Director



Steve Pickering
Education &
Training



Nicholas Cope Outreach Director





David Moseley
Communications
Director



Holly-Marie Owen Young Professionals Director



# POST AGM INDICATIVE VOTES



- A difficult decision
- The case for change
- Working group approach
- GeoEnergy? Geoenergy relates to the entire range of disciplines, technologies and sources that relate to energy with in the geological subsurface
- Not moving away from our petroleum heritage but broadening our Society to welcome other like-minded people working within geoenergy
- The objective of the non-binding indicative votes



# POST AGM INDICATIVE VOTES



# Vote on the change of Charitable Objectives

- Should the PESGB change its Charitable Objectives to reflect the broadening needs of our members and society?
- Should the PESGB change its Charitable Objectives from

"to promote, for the public benefit, education in the scientific and technical aspects of petroleum exploration"

#### to

"to advance, for the public benefit, education in the scientific and technical aspects of subsurface energy and related technologies"?

Votes are INDICATIVE only at this stage to ascertain support from the membership. A further binding vote will be held in Q1 2022.

Full report in https://www.pesgb.org.uk/news/energy-transition-working-group-recommendations-to-executive-council/



# POST AGM INDICATIVE VOTES



# Vote on the change of name of the PESGB

- Should the PESGB change its name to better reflect the changing and future activities of the Society?
- Should the PESGB change its name from

The Petroleum Exploration Society of Great Britain (PESGB)

to

The GeoEnergy Society of Great Britain (GESGB)?

Votes are INDICATIVE only at this stage to ascertain support from the membership. A further binding vote will be held in Q1 2022.

Full report in https://www.pesgb.org.uk/news/energy-transition-working-group-recommendations-to-executive-council/









### 2021 PLAN



 Lecture programme to continue virtually until physical meetings are possible



 Continue cost preservation measures to ensure financial stability of the Society



 Update the financial model of the Society to halt the erosion of funds and grow reserves to safeguard core member benefits and conferences



Set the course for the Society through Energy Transition. Recognising both the societal need for change and our petroleum heritage



Physical PETEX 2021





#### PLAN FOR 2022



- Continue prudence to ensure financial stability of the Society
- Lecture programme to continue virtually in H1 2022
  - Decision on return to physical lectures in mid year
  - ➤ Not forecasting any rise in membership cost in H1 may review in H2 if able to offer physical lectures
- Update to magazine model
  - Have listened to members' feedback: moving to paper copy to be issued quarterly (additional opt-in in yearly membership)
  - More detail, more in depth, even higher quality publication for our members
  - First issue due March 2022

Set the course for the Society through the Energy Transition Recognising both our petroleum heritage and the societal need for change



# COUNCIL 2022 ELECTIONS





Tom Smith
Aberdeen
Director Elect



Matthew Allen
Communications
Director



Aaron Lockwood Education & Training Director



Gerald Stein
Outreach
Director



Chris Howell
President Elect



Mark Rees Treasurer



Jade Metcalfe
YP Director









Thank you for your attention!





