PRESENTED TO THE COUNCIL OF ASSOCIATES, 14 MARCH 2026

Summary of accounts for the year to 31 December 2025

This summary is published under the Council's resolution of 1958 that the house's accounts be open to its keepers. The full accounts, with the auditors' report, may be inspected at the House by any registered keeper.

The Treasurer's statement

The year was dominated by two things: the first full year of sales of the Penfield Mk IV, which brought the house more income than in any year of its history, and the Nexus-6 recall, which cost it more than any single undertaking since the House was bought in 1911. The reserve was drawn upon, as Article VIII intends, and at the year's end it stood comfortably above what the Article requires.

The Penfield Works at Everett completed its first full year of production, and the Council should note that the house's income now depends to an unusual degree on a single instrument. The Treasurer recommends that the reserve continue to be held well above the Article VIII requirement while that remains so.

All figures in thousands of United States dollars.

Income

Penfield Mk IV, sales	224,608
Less returns and allowances, Penfield Mk IV	(1,248)
Servicing and restoration of heritage pieces	11,412
Commissions: clocks and singing birds	6,904
Heritage extracts and certified copies	72
Return on the reserve	10,052
Total income	**251,800**

Expenditure

Wages and pensions, all houses	98,616

Materials and parts	41,208
The Nexus-6 recall	61,694
Servicing under Article IV, pieces since 1979	19,870
The House, the Works and the Zürich Salon	9,312
The Archive and the Register	2,145
Apprentices	3,155
Total expenditure	**236,000**

The Rosen Association

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The reserve

Reserve at 1 January 2025	868,200
Surplus for the year	15,800
Reserve at 31 December 2025	**884,000**

The test under Article VIII

Article VIII requires the house to keep a reserve sufficient to service every piece it has made for twenty-five years without a further sale. The Treasurer tests the reserve each December against the house's own schedule of servicing costs for every piece in the Register still in existence.

Pieces registered and under servicing, 31 December 2025	98,758 pieces
Of which Penfield instruments of all marks	76,852
Of which other pieces	21,906
Reserve required for twenty-five years' servicing	612,500
Reserve held	884,000
Margin	**271,500**

The test has been met every year since 1946.

Notes

1. The Nexus-6 recall

The cost of the recall in 2025 comprises the fees of recovery agents engaged under contract, carriage of units from five licensed settings, the fitting and running of the store at Everett, and the reconciliation of the Works' commissioning and shipping records. Recovered units are withdrawn and stored, not destroyed; no value is ascribed to them in these accounts.

2. The Penfield Works

The Penfield Works at Everett employed 171 people at the year's end. Its costs are included in wages, materials and premises above.

3. Usage data

The house holds no usage data from Penfield instruments and has received no income from any such data, as the license for the Mk IV requires.

A. Thorvald
Treasurer

E. Rosen
President

L. Strand
Secretary to the Association