

Registered Charity No: **227068**
Company Registered No: **00498619**



INSTITUTE OF MATERIALS FINISHING
(A COMPANY LIMITED BY GUARANTEE)

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2020

EDEN CURRIE LIMITED
CHARTERED ACCOUNTANTS AND
STATUTORY AUDITOR

INSTITUTE OF MATERIALS FINISHING

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INSTITUTE OF MATERIALS FINISHING

Charity Information

DIRECTORS & MANAGEMENT BOARD (2018/19): G J Armstrong
C Arnold (Resigned 30.06.20)
R Banks
J Burgess
E Cotton
T Crichton
D Eastham
B Gay
N Johnson
P Lansdell
B Peters
K Ryder
J G Torr
G Wilcox

OFFICE MANAGER: H Wood

MEMBERSHIP MANAGER: K Yates

REGISTERED OFFICE: Exeter House
48 Holloway Head
Birmingham
B1 1NQ

AUDITORS: Eden Currie Limited
2 Highlands Court
Cranmore Avenue
Solihull
B90 4LE

INSTITUTE OF MATERIALS FINISHING

Report of the Directors for the year ended 30 June 2020

The directors present their report and the audited financial statements of the charity for the year ended 30 June 2020. The directors have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (issued in October 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Institute of Materials finishing is a registered charitable company, founded in 1925. Its objective is to provide a focus for Surface Engineering and Finishing activities worldwide through the fulfilment of the technical, educational and professional needs at all levels for both the individuals and companies involved in the coatings industry.

Principal Activity

The Institute is a private company limited by guarantee. Its objectives are to promote the theory and practice of materials finishing and the Institute is exempt from the requirement to use the word 'limited'.

Directors and Management Board

The Directors and Management Board of the Institute are listed on the charity information page contained within the financial statements.

Public Benefit

The directors are aware of the obligations of the charity, which are set out in the Guidance issued by The Charities Commission. They are confident that the work of the charity in pursuit of its objects is delivering Public Benefit.

Review of Activities and Future Developments

During the year ended 30 June 2020 the main achievement of the Institute continued to be the supply of education services with particular focus on distance learning. In February 2020 the economy was affected by the rapid spread of Covid-19. The directors have considered the impact Covid 19 has had on the Institute's income and educational activities and additional measures are being put in place to proactively support all stakeholders.

The Statement of Financial Activities for the year is on page eight of the financial statements. A summary of the financial results and work undertaken by the Institute during the year is set out below.

FINANCIAL REVIEW

Financial position

The Institute's incoming resources for the year ended 30 June 2020 decreased by £19,055 to £138,694. The decrease is mainly as a result of reduced income associated to distance learning fees. In addition, an appropriate proportion of income has been deferred to the year ending 30 June 2021 to ensure the effect Covid 19 has had on the Institute's income is correctly accounted for.

Investment Portfolio

The Institute's portfolio of shares provided dividend income of £5,671 and generated realised gains of £6,946 and unrealised losses of £12,852. The portfolio's market value has decreased to £496,891 as at 30 June 2020. Further details of the movements in the portfolio are contained in note fifteen.

The portfolio continues to be administered by an independent fund manager.

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Report of the Directors for the year ended 30 June 2020

Risks and Reserves Policy

The members of the Management Board examine major risks that the Institute faces each financial year when preparing and updating the Strategic Plan. The Institute has developed systems to monitor and control these risks to mitigate any impact that they may have on the Institute in the future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new directors

In selecting individuals for appointment as directors, the directors have regard to skills, knowledge and experience needed for the effective administration of the charity.

Induction and training of new directors

Directors must make available to each new director on their first appointment: a copy of the Deed and any amendments made to it, a copy of the Charity's latest report and statement of accounts. They should emphasise the Responsibilities of the Directors detailed in the Report.

Future Plans

Our future plans ensure the Institute will continue to support its stakeholders whilst the effect of Covid 19 and the ongoing Pandemic continues. Within the confines of the Pandemic the Institute will continue to provide educational, information and networking needs to our community to maintain a continued income stream to sustain our ongoing activities.

EVENTS SINCE THE YEAR END

Information relating to events since the year end is given in the notes to the financial statements.

DIRECTORS RESPONSIBILITIES

The Directors of Institute Of Materials Finishing for the purposes of the Companies Act, are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Companies Act requires the Directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice SORP 2019 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INSTITUTE OF MATERIALS FINISHING

**Report of the Directors
for the year ended 30 June 2020**

In so far as the Directors are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditors

The auditors, Eden Currie Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

This report was approved by the Management Board on 8 October 2020 and signed on its behalf by:

G J ARMSTRONG
Secretary General

INSTITUTE OF MATERIALS FINISHING

Independent Auditors' Report for the year ended 30 June 2020

We have audited the financial statements of The Institute Of Materials Finishing (the “charitable company”) for the year ended 30 June 2020 which comprise of the Statement of Financial Activity and Institute Balance Sheet and related notes. 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 applicable to Smaller Entities).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company’s affairs as at 30 June 2020, and of the incoming resources and application of resources, including its income and expenditure, 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 Auditor’s responsibilities for the audit of the financial statements section of our report. We are independent of the charitable 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors’ use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company’s ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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Independent Auditors' Report for the year ended 30 June 2020

Other information

The directors are responsible for the other information. The other information comprises the information included in the directors' annual report, other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

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

- adequate and sufficient accounting records have not been kept by the charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the charitable company's 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 trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the Directors' report.

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Independent Auditors' Report for the year ended 30 June 2020

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page three 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 is 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 charitable 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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.

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. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable 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 charitable company's members and its directors those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body and the charitable company's directors as a body, for our audit work, for this report, or for the opinions we have formed.

**Paul Mannion ACA ACCA (Senior Statutory Auditor)
for and on behalf of Eden Currie Limited
Chartered Accountants
and Statutory Auditor
2 Highlands Court
Cranmore Avenue
Solihull
B90 4LE**

8 October 2020

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**Statement of Financial Activities
for the year ended 30 June 2020**

	Note	Unrestricted Funds 2020 £	Unrestricted Funds 2019 £
Income:			
Charitable activities			
Education	2	73,724	91,765
Members Subscriptions	3	47,113	46,009
Publications	4	11,670	11,290
Investments	5	6,187	8,685
Total Income		138,694	157,749
Expenditure:			
Charitable activities			
Education	6	75,429	78,128
Members Subscriptions	7	36,460	37,638
Publications	8	18,278	25,660
Total Expenditure		130,167	141,426
Net Surplus/Deficit		8,527	16,323
Realised gain on investment assets	15	6,946	-
Unrealised (loss) /gain on investment assets	15	(12,852)	6,180
Total net investment gain /(loss)		(5,906)	6,180
Net movement in funds		2,621	22,503
Reconciliation of funds:			
Total funds brought forward		628,621	606,118
Total funds carried forward	18	631,242	628,621

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continued activities.

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Company Registered No: 00498619

**Balance Sheet
for the year ended 30 June 2020**

	Note	2020 £	2019 £
Fixed Assets			
Tangible assets	13	108,396	110,953
Intangible assets	14	-	200
Investments	15	496,891	500,542
		<u>605,287</u>	<u>611,695</u>
Current Assets			
Debtors	16	19,693	10,490
Cash at bank and in hand		29,403	30,468
		<u>49,096</u>	<u>40,958</u>
Liabilities			
Creditors falling due within one year	17	(23,141)	(24,032)
Net Current Assets		<u>25,955</u>	<u>16,926</u>
Net Assets		<u>631,242</u>	<u>628,621</u>
Funds			
Unrestricted funds	18	<u>631,242</u>	<u>628,621</u>
Total funds		<u>631,242</u>	<u>628,621</u>

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006.

The financial statements were approved by the Management Board on 8 October 2020 and signed on its behalf by:

B GAY
President

N JOHNSON
Treasurer

INSTITUTE OF MATERIALS FINISHING

Notes to the Financial Statements for the year ended 30 June 2020

1. Accounting policies

1.1 General information and basis of preparation

The charity is a company limited by guarantee. In the event of the charity being wound up, the liability in respect of any guarantee is limited to £5 per member of the Institute.

The Management Board are the trustees of the charity and are named on the charity information page.

The Institute constitutes a public benefit charity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

The financial statements incorporate the results of the Institute and its branches, for the year ended 30 June 2020. The figures for the branches have been arrived at on an accruals basis.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Income

Income represents amounts invoiced by the Institute in respect of goods and services provided, excluding value added tax. All income is included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

1.3 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to that category. All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include offices costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

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Notes to the Financial Statements for the year ended 30 June 2020

1.4 Tangible fixed assets and depreciation (continued...)

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold property	-	Straight Line over fifty years on original cost
Equipment, fixtures & fittings	-	10% and 20% Straight line

1.5 Intangible fixed assets and amortisation

Amortisation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Copyright	-	10% Straight line
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1.6 Operating leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred.

1.7 Investments and investment income

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in net gains / losses on investments' in the SOFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

Investment income is accounted for in the period in which the Institute is entitled to receipt. It includes dividends and interest.

1.8 Fund Accounting

Unrestricted funds are available for use at the discretion of the Directors in furtherance of the general objectives of the Institute and have not been designated for other purposes.

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the balance sheet date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the SOFA.

1.10 Financial instruments

Basic financial assets

Basic financial assets, which include debtors, cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the

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Notes to the Financial Statements for the year ended 30 June 2020

present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the company from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.11 Significant judgements and estimates

In the application of the charity's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period to which it relates.

1.12 Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

1.13 Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and expected level of income and expenditure for twelve months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the Institute to be able to continue as a going concern. The trustees have considered the impact due to COVID -19 Pandemic when considering the going concern of the Institute.

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Notes to the Financial Statements for the year ended 30 June 2020

2. Education Income	2020 £	2019 £
Distance/tutored learning	67,437	85,473
Conference and seminars	440	476
Corporate	5,757	5,686
Administration fees	90	130
	73,724	91,765
3. Membership Subscriptions Income	2020 £	2019 £
Members	19,222	19,961
Sustaining members	27,891	26,048
	47,113	46,009
4. Publications Income	2020 £	2019 £
Outsourced publications income	8,983	9,882
Other publications income	1,829	545
Diaries	858	863
	11,670	11,290
5. Investment Income	2020 £	2019 £
Income from investments	5,671	8,646
Interest receivable	516	39
	6,187	8,685
6. Education Expenditure	2020 £	2019 £
Direct costs:		
Branch	1,459	1,961
Examiners fees	4,090	4,015
Other	2,158	3,450
AGM / Fundraising	5,219	4,181
Support costs:		
Premises	3,960	3,587
Salaries	41,936	39,457
General office	4,148	3,417
Repairs	487	673
Travel and hotel	3,172	6,763
Sundry	2,954	4,197
Auditor fees	2,964	2,700
Bookkeeping	80	2,426
Professional fees	2,027	525
Bank charges	775	776
	75,429	78,128

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Notes to the Financial Statements for the year ended 30 June 2020

7. Members Subscriptions Costs	2020 £	2019 £
Support costs:		
Salaries	24,462	23,017
Premises	2,310	2,093
General office	2,420	1,993
Repairs	284	393
Travel and hotel	1,850	3,945
Sundry	1,724	2,448
Audit fees	1,729	1,575
Bookkeeping	47	1,415
Professional fees	1,182	306
Bank charges	452	453
	36,460	37,638
8. Publication Costs	2020 £	2019 £
Direct costs:		
Transactions	7,414	12,274
IMF Bulletin	3,210	3,210
Other publications	2,445	4,799
Support costs:		
Salaries	3,495	3,288
Premises	330	299
General office	346	285
Repairs	41	56
Travel and hotel	264	564
Sundry	245	350
Audit fees	247	225
Bookkeeping	7	202
Professional fees	169	44
Bank charges	65	64
	18,278	25,660
9. Analysis of total Charitable expenditure	2020 £	2019 £
Direct costs:		
Branch	1,459	1,961
Examiners fees	4,090	4,015
Other	2,158	3,450
AGM / Fundraising	5,219	4,181
Transactions	7,414	12,274
IMF Bulletin	3,210	3,210
Other publications	2,445	4,799
	25,995	33,890

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Notes to the Financial Statements for the year ended 30 June 2020

9. Analysis of total Charitable expenditure (Continued...)	2020 £	2019 £
Support costs:		
Salaries	69,893	65,762
Premises	6,600	5,979
General office	6,914	5,695
Repairs	812	1,122
Travel and hotel	5,286	11,272
Sundry	4,923	6,995
Bookkeeping	134	4,043
Professional fees	2,783	-
Bank charges	1,292	1,293
	124,632	136,051
Governance costs:		
Audit fees	4,940	4,500
Professional fees	595	875
	5,535	5,375
	130,167	141,426
10. Staff Costs and Numbers	2020 £	2019 £
Staff costs were as follows:		
Salaries	65,990	61,797
Social security costs	3,903	3,965
	69,893	65,762
	69,893	65,762

No employee received emoluments of more than £60,000

The charity's key management personnel comprise the management board, the office manager and membership manager. The total remuneration paid to key management personnel in respect of the year ended 30 June 2020 total £69,893 (2019 - £65,762).

The average number of employees during the period was two. Due to the nature of each employee's diverse role, it is impractical to analyse them between the functions of the Institute.

11. Directors Remuneration

None of the Institute's directors received any remuneration during the year ended 30 June 2020 (2019 – nil).

Out of pocket expenses reimbursed to directors during the year were as follows:

	Number	2020 £	2019 £
Travel	8	4,084	7,534

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**Notes to the Financial Statements
for the year ended 30 June 2020**

12. Net income for the year	2020	2019
	£	£
This is stated after charging:		
Depreciation	2,557	3,499
Amortisation	200	800
Auditors' remuneration	4,940	4,500
Foreign exchange	78	59
	<u>78</u>	<u>59</u>

13. Tangible Fixed Assets –		Office Equipment, Fixtures and Fittings	
	Freehold Property	£	Total £
Cost/Valuation			
At 1 July 2019	130,000	32,946	162,946
At 30 June 2020	<u>130,000</u>	<u>32,946</u>	<u>162,946</u>
Depreciation			
At 1 July 2019	21,187	30,806	51,993
Charge for the year	1,926	631	2,557
At 30 June 2020	<u>23,113</u>	<u>31,437</u>	<u>54,550</u>
Net Book Values			
At 30 June 2020	<u>106,887</u>	<u>1,509</u>	<u>108,396</u>
At 30 June 2019	<u>108,813</u>	<u>2,140</u>	<u>110,953</u>

During the year ended 30 June 2008 the freehold property was valued on an open market basis at £130,000 by the members of Council.

The historical cost of the freehold property is £96,314 (2019 - £96,314).

14. Intangible Fixed Assets –	
	Copyright Total £
Cost/Valuation	
At 1 July 2019	8,000
At 30 June 2020	<u>8,000</u>
Depreciation	
At 1 July 2019	7,800
Charge for the year	200
At 30 June 2020	<u>8,000</u>
Net Book Values	
At 30 June 2020	<u>-</u>
At 30 June 2019	<u>200</u>

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Notes to the Financial Statements for the year ended 30 June 2020

15. Fixed Asset Listed Investments

	Listed Investments	
	£	
Market value at 1 July 2019	500,541	
Additions	512,650	
Disposal	(510,394)	
Net investment gains/(losses)		
Realised	6,946	
Unrealised	(12,852)	
Market value at 30 June 2020	<u>496,891</u>	
Historical cost at 30 June 2020	510,324	
Investments at fair value compromise:	2020	2019
	£	£
Equity shares	-	500,541
Securities	393,179	-
Cash within investment portfolio	103,713	-
	<u>496,892</u>	<u>500,541</u>

The fair value of listed investment is determined by reference to the portfolio report provided by Rathbones. Prices for quoted securities are mid-market closing prices provided by the London Stock Exchange.

Fixed Asset Unlisted Investments

	Shares in Subsidiary Undertaking	
	£	
1 July 2019	1	
Disposal	(1)	
30 June 2020	<u>-</u>	

The Institute's wholly owned dormant subsidiary, IMF Initiatives Limited, was removed from the Register of Companies on 2 June 2020.

	2020	2019
	£	£
16. Debtors		
Trade debtors	4,735	1,800
Other debtors	3,882	2,661
Prepayments and accrued income	11,076	6,029
	<u>19,693</u>	<u>10,490</u>
	2020	2019
	£	£
17. Creditors : Amounts falling due within one year		
Trade creditors	2,082	6,317
Other taxes and social security costs	1,110	1,070
Amount due to subsidiary	-	1
Accruals and deferred income	19,949	16,644
	<u>23,141</u>	<u>24,032</u>

INSTITUTE OF MATERIALS FINISHING

Notes to the Financial Statements for the year ended 30 June 2020

18. Analysis of Net Assets between funds

	Tangible and intangible fixed assets £	Investments £	Net current assets £	Total £
Unrestricted funds	<u>108,396</u>	<u>496,891</u>	<u>25,955</u>	<u>631,242</u>

19. Operating Lease Commitments

The future minimum payments to which the Charity is committed at 30 June 2020 under operating leases are payable as follows:

	30 June 2020 £	30 June 2019 £
Within one year	689	689
Within two to five years	<u>1,378</u>	<u>2,066</u>
	<u><u>2,067</u></u>	<u><u>2,755</u></u>

20. Events after the end of the period

During March 2020 the rapid spread of Covid-19 severely affected the United Kingdom's economy. The trustees confirm that they have taken into account the effect of the ongoing Pandemic and assessed the uncertainties as known at the sign off date. In addition the trustees have considered the financial implications and impact of COVID 19 and the Pandemic when considering the Going Concern of the Charity.