

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 2022

BK PLUS AUDIT LIMITED
CHARTERED CERTIFIED ACCOUNTANTS AND
STATUTORY AUDITOR

INSTITUTE OF MATERIALS FINISHING

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INSTITUTE OF MATERIALS FINISHING

Charity Information

DIRECTORS & MANAGEMENT BOARD (2021/22):	P Alexander G J Armstrong R Banks (Resigned 07.12.21) J Burgess D Chaplin E Cotton T Crichton D Eastham B Gay P Lansdell D Neal B Peters K Ryder J G Torr G Wilcox J Oliver (Appointed 07.07.22)
OFFICE MANAGER:	H Wood
MEMBERSHIP MANAGER:	K Yates
REGISTERED OFFICE:	New Exeter House Unit 2 Roman Way Coleshill Birmingham B46 1HQ
AUDITORS:	BK Plus Audit Limited 2 Highlands Court Cranmore Avenue Solihull B90 4LE

INSTITUTE OF MATERIALS FINISHING

Report of the Directors for the year ended 30 June 2022

The directors present their report and the audited financial statements of the charity for the year ended 30 June 2022. 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).

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 2022 income from education increased by £10,020. The increase is primarily as a result of improved course enrolments as the effect of Covid 19 and lockdown with the United Kingdom reduced. Our strategy over the upcoming year is to continue to provide education services that will help our students, members and industry develop.

In November 2021 the Institute purchased 'New Exeter House' and relocated in December 2021. The Board of Trustees took the strategic decision to move the Institute's headquarters to ensure our office provides the facilities we need. New Exeter House contains conference and meeting facilities, our library and an education room for tutoring, training and examinations. The Board of Trustees believe the new location and facilities will benefit the Institute's ongoing operations for many years.

FINANCIAL REVIEW

Financial position

The sale of Exeter House generated a significant profit amounting to £263,099. However, the costs associated to moving location contributed to our net deficit for the year before investment gains and losses of £21,681. After taking into account the fall in market value of our investment portfolio and the profit from the sale of Exeter House a net surplus for the year of £228,140 has been achieved.

Investment Portfolio

The Institute's portfolio continues to be administered by an independent fund manager. The portfolio provided dividend income of £6,409 and generated realised gains of £20,567. However, the portfolio's market value reduced to £516,588 as at 30 June 2022 resulting in an unrealised loss of £33,845. Further details of the movements in the portfolio are contained in note sixteen.

INSTITUTE OF MATERIALS FINISHING

Report of the Directors for the year ended 30 June 2022

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.

With regards the appointment of individuals as Branch officers the Institute's Management Committee has the power to co-opt to the Committee any member possessing experience or qualifications likely to be of value to the Branch. Co-opted Members of the Committee shall have no voting powers unless co-opted to fill a casual vacancy.

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 through the provision of educational, information and networking events whilst maintaining a continued income stream to sustain our ongoing activities.

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 2022

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, BK Plus Audit 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 9 November 2022 and signed on its behalf by:

G J ARMSTRONG
Secretary General

INSTITUTE OF MATERIALS FINISHING

Independent Auditors' Report for the year ended 30 June 2022

Opinion

We have audited the financial statements of The Institute Of Materials Finishing (the “charitable company”) for the year ended 30 June 2022 which comprise of the Statement of Financial Activity and Institute Balance Sheet and notes to the financial statements, including 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 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 2022, 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

In auditing the financial statements, we have concluded that the director's 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.

INSTITUTE OF MATERIALS FINISHING

Independent Auditors' Report for the year ended 30 June 2022

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.

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 course of 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 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.

INSTITUTE OF MATERIALS FINISHING

Independent Auditors' Report for the year ended 30 June 2022

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.

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:

- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Performing audit work over the risk of understatement of turnover including analytical review and substantive testing.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

INSTITUTE OF MATERIALS FINISHING

**Independent Auditors' Report
for the year ended 30 June 2022**

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 FCA FCCA (Senior Statutory Auditor)
for and on behalf of BK Plus Audit Limited
Chartered Certified Accountants
and Statutory Auditor
2 Highlands Court
Cranmore Avenue
Solihull
B90 4LE**

9 November 2022

INSTITUTE OF MATERIALS FINISHING

**Statement of Financial Activities
for the year ended 30 June 2022**

	Note	Unrestricted Funds 2022 £	Unrestricted Funds 2021 £
Income:			
Charitable activities			
Education	2	52,481	42,461
Members Subscriptions	3	43,965	47,416
Publications	4	6,066	6,472
Other trading activities	5	4,000	10,000
Investments	6	6,681	6,438
Total Income		113,193	112,787
Expenditure:			
Charitable activities			
Education	7	67,775	77,245
Members Subscriptions	8	47,611	41,688
Publications	9	19,488	21,774
Total Expenditure		134,874	140,707
Net Surplus/ (deficit)		(21,681)	(27,920)
Realised gain on investment assets	16	20,567	-
Unrealised (loss) /gain on investment assets	16	(33,845)	46,031
Total net investment gain /(loss)		(13,278)	46,031
Other gains/ (losses)	17	263,099	-
Net movement in funds		228,140	18,111
Reconciliation of funds:			
Total funds brought forward		649,353	631,424
Total funds carried forward	20	877,493	649,353

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

INSTITUTE OF MATERIALS FINISHING

Company Registered No: 00498619

**Balance Sheet
for the year ended 30 June 2022**

	Note	2022 £	2021 £
Fixed Assets			
Tangible assets	14	271,503	105,840
Intangible assets	15	-	-
Investments	16	516,588	524,985
		<u>788,091</u>	<u>630,825</u>
Current Assets			
Debtors	18	9,868	12,923
Cash at bank and in hand		111,228	32,749
		<u>121,096</u>	<u>45,672</u>
Liabilities			
Creditors falling due within one year	19	(31,694)	(27,144)
Net Current Assets		<u>89,402</u>	<u>18,528</u>
Net Assets		<u>877,493</u>	<u>649,353</u>
Funds			
Unrestricted funds	20	877,493	649,353
Total funds		<u>877,493</u>	<u>649,353</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 9 November 2022 and signed on its behalf by:

K RYDER
President

G ARMSTRONG
Secretary

INSTITUTE OF MATERIALS FINISHING

Notes to the Financial Statements for the year ended 30 June 2022

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 presented in sterling which is the functional currency of the charity and rounded to the nearest £000.

The financial statements incorporate the results of the Institute and its branches, for the year ended 30 June 2022. 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

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received. Income represents amounts invoiced by the Institute in respect of goods and services provided, excluding value added tax.

Income from trading activities includes income earned from letting and licensing arrangements for property held primarily for functional use by the charity but temporarily surplus to operational requirements.

Investment income is earned through holding assets for investment purposes such as shares. It includes dividends and interest. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend is recognised as the charity's right to receive payment is established.

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.

INSTITUTE OF MATERIALS FINISHING

Notes to the Financial Statements for the year ended 30 June 2022

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.

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

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.

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.

INSTITUTE OF MATERIALS FINISHING

Notes to the Financial Statements for the year ended 30 June 2022

1.10 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.

2. Education Income	2022	2021
	£	£
Distance/tutored learning	52,481	42,461
	<u>52,481</u>	<u>42,461</u>
3. Membership Subscriptions Income	2022	2021
	£	£
Members	16,574	18,706
Sustaining members	27,391	28,710
	<u>43,965</u>	<u>47,416</u>
4. Publications Income	2022	2021
	£	£
Outsourced publications income	3,806	5,023
Other publications income	1,750	875
Diaries	510	574
	<u>6,066</u>	<u>6,472</u>

INSTITUTE OF MATERIALS FINISHING

**Notes to the Financial Statements
for the year ended 30 June 2022**

5. Other trading activities	2022	2021
	£	£
Car park hire	4,000	10,000
	<hr/>	<hr/>
6. Investment Income	2022	2021
	£	£
Income from investments	6,409	6,214
Interest receivable	272	224
	<hr/>	<hr/>
	6,681	6,438
	<hr/>	<hr/>
7. Education Expenditure	2022	2021
	£	£
Direct costs:		
Examiners fees	3,583	4,145
Research project	(740)	1,505
Other	-	131
AGM / Fundraising	2,585	-
Support costs:		
Salaries	42,857	47,431
Premises	3,841	12,004
General office	2,061	3,176
Repairs	1,150	501
Travel and hotel	502	140
Sundry	4,228	2,302
Auditor fees	2,723	2,791
Bookkeeping	-	176
Professional fees	4,606	2,654
Bank charges	379	289
	<hr/>	<hr/>
	67,775	77,245
	<hr/>	<hr/>
8. Members Subscriptions Costs	2022	2021
	£	£
Support costs:		
Salaries	32,727	27,668
Premises	2,933	7,002
General office	1,574	1,853
Repairs	878	292
Travel and hotel	384	82
Sundry	3,229	1,343
Audit fees	2,079	1,627
Bookkeeping	-	103
Professional fees	3,518	1,548
Bank charges	289	170
	<hr/>	<hr/>
	47,611	41,688
	<hr/>	<hr/>

INSTITUTE OF MATERIALS FINISHING

**Notes to the Financial Statements
for the year ended 30 June 2022**

9. Publication Costs	2022	2021
	£	£
Direct costs:		
Transactions	6,661	10,697
IMF Bulletin	874	498
Other publication and exhibition	8,552	4,624
Support costs:		
Salaries	2,337	3,953
Premises	210	1,000
General office	112	265
Repairs	63	42
Travel and hotel	27	11
Sundry	231	192
Audit fees	149	232
Bookkeeping	-	15
Professional fees	251	221
Bank charges	21	24
	<u>19,488</u>	<u>21,774</u>
10. Analysis of total Charitable expenditure	2022	2021
	£	£
Direct costs:		
Examiners fees	3,583	4,145
Research project	(740)	1,505
Other	-	131
AGM / Fundraising	2,585	-
Transactions	6,661	10,697
IMF Bulletin	874	498
Other publication and exhibition	8,552	4,624
	<u>21,515</u>	<u>21,600</u>
Support costs:		
Salaries	77,921	79,052
Premises	6,984	20,006
General office	3,748	5,294
Repairs	2,091	835
Travel and hotel	914	233
Sundry	7,688	3,837
Bookkeeping	-	294
Professional fees	7,524	3,803
Bank charges	689	483
	<u>107,559</u>	<u>113,837</u>
Governance costs:		
Audit fees	4,950	4,650
Professional fees	850	620
	<u>5,800</u>	<u>5,270</u>
	<u>134,874</u>	<u>140,707</u>

INSTITUTE OF MATERIALS FINISHING

Notes to the Financial Statements for the year ended 30 June 2022

11. Staff Costs and Numbers	2022 £	2021 £
Staff costs were as follows:		
Salaries	74,403	74,701
Social security costs	3,518	4,351
	77,921	79,052

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 2022 total £77,921 (2021 - £79,052).

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.

12. Directors Remuneration

None of the Institute's directors received any remuneration during the year ended 30 June 2022 (2021 – nil).

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

	Number	2022 £	2021 £
Travel	2022 - 8 (2021 -4)	7,507	2,175

13. Net income for the year

This is stated after charging:

	2022 £	2021 £
Depreciation	3,521	2,556
Profit in disposal of assets	262,719	-
Auditors' remuneration	4,950	4,650
Foreign exchange	(18)	326

INSTITUTE OF MATERIALS FINISHING

**Notes to the Financial Statements
for the year ended 30 June 2022**

14. Tangible Fixed Assets

	Freehold Property	Office Equipment, Fixtures and Fittings	Total
	£	£	£
Cost/Valuation			
At 1 July 2021	130,000	32,946	162,946
Additions	272,459	2,065	274,524
Disposals	(130,000)	(24,090)	(154,090)
At 30 June 2022	272,459	10,921	283,380
Depreciation			
At 1 July 2021	25,039	32,067	57,106
Disposals	(25,039)	(23,711)	(48,750)
Charge for the year	3,178	343	3,521
At 30 June 2022	3,178	8,699	11,877
Net Book Values			
At 30 June 2022	269,281	2,222	271,503
At 30 June 2021	104,961	879	105,840

15. Intangible Fixed Assets

	Copyright Total
	£
Cost/Valuation	
At 1 July 2021	8,000
At 30 June 2022	8,000
Depreciation	
At 1 July 2021	8,000
Charge for the year	-
At 30 June 2022	8,000
Net Book Values	
At 30 June 2022	-
At 30 June 2021	-

INSTITUTE OF MATERIALS FINISHING

**Notes to the Financial Statements
for the year ended 30 June 2022**

16. Fixed Asset Listed Investments

	Listed Investments	
	£	
Market value at 1 July 2021	524,985	
Additions	219,809	
Disposals	(206,288)	
Investment cash - movement	(8,640)	
Net investment gains/(losses)		
Realised gains	20,567	
Unrealised gains	(33,845)	
Market value at 30 June 2022	<u>516,588</u>	
Historical cost at 30 June 2022	492,174	
Investments at fair value compromise:	2022	2021
	£	£
Securities	451,352	451,100
Cash within investment portfolio	65,236	73,875
	<u>516,588</u>	<u>524,985</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.

17. Other gains/ (losses) for the year

	2022	2021
	£	£
Profit on disposal of freehold property	263,099	-
	<u>263,099</u>	<u>-</u>

18. Debtors

	2022	2021
	£	£
Trade debtors	-	1,730
Other debtors	5,566	3,495
Prepayments and accrued income	4,302	7,698
	<u>9,868</u>	<u>12,923</u>

INSTITUTE OF MATERIALS FINISHING

Notes to the Financial Statements for the year ended 30 June 2022

	2022 £	2021 £
19. Creditors : Amounts falling due within one year		
Trade creditors	700	13
Other taxes and social security costs	1,330	1,177
Accruals and deferred income	29,604	25,954
	31,694	27,144

20. Analysis of Net Assets between funds

	Tangible and intangible fixed assets £	Investments £	Net current assets £	Total £
Unrestricted funds	271,503	516,588	89,402	877,493

21. Operating Lease Commitments

The future minimum payments to which the Charity is committed at 30 June 2021 under operating leases are payable as follows:

	30 June 2022 £	30 June 2021 £
Within one year	689	689
Within two to five years	689	689
	1,378	1,378