

Registered number: 00606601
Charity number: 244812

The Institute of Quarrying

Trustees' Report and Financial Statements

For the Year Ended 31 December 2022



The Institute of Quarrying
(A Company Limited by Guarantee)

Contents

	Page
Reference and Administrative Details of the Company, its Trustees and Advisers	1 - 2
Trustees' Report	3 - 11
Trustees' Responsibilities Statement	12
Independent Auditors' Report on the Financial Statements	13 - 16
Consolidated Statement of Financial Activities	17
Consolidated Balance Sheet	18 - 19
Company Balance Sheet	20
Consolidated Statement of Cash Flows	21
Notes to the Financial Statements	22 - 56

The Institute of Quarrying
(A Company Limited by Guarantee)

Reference and Administrative Details of the Company, its Trustees and Advisers
For the Year Ended 31 December 2022

Trustees

M Riley, President until 15 September 2022
VG Russell, Chairman until 15 September 2022
President from 15 September 2022
B Williams, Deputy Chairman until 15 September 2022
Chairman from 15 September 2022
D Bagshaw
R Allington
P Williamson (resigned 10 March 2023)
PFW Cottrell
BM Uphill, Deputy Chairman from 15 September 2022
MR Dobson (resigned 15 September 2022)
HK Bailey
TJ Corcoran
A Meadows (appointed 15 September 2022)
L Saunders (appointed 15 September 2022)

Company registered number

00606601

Charity registered number

244812

Registered office

Porter Lane
Wirksworth
Matlock
Derbyshire
DE4 4LS

Company secretary

JE Thorne

Independent auditors

Dains Audit Limited
Statutory Auditor
Suite 2, Albion House
2 Etruria Office Village
Forge Lane
Stoke on Trent
Staffordshire
ST1 5RQ

The Institute of Quarrying
(A Company Limited by Guarantee)

Reference and Administrative Details of the Company, its Trustees and Advisers (continued)
For the Year Ended 31 December 2022

Bankers

Lloyds Bank Plc
Parliament Street
Nottingham
NG1 3DA

Solicitors

Harvey Ingram Shakespeares LLP
20 New Walk
Leicester
LE1 6TX

Investment Advisors

Investec Wealth and Investment
Beech House
61 Napier Street
Sheffield
S11 8HA

Trustees' Report
For the Year Ended 31 December 2022

The Trustees present their annual report together with the audited financial statements of the Company for the year 1 January 2022 to 31 December 2022. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The Institute of Quarrying has charitable status and is a company limited by guarantee. Its primary objective is 'To advance the science, practice and professionalism of quarrying through education, training and the encouragement of progressive improvements in standards of business, technical and environmental performance'.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

During 2022 the Institute continued to deliver its five-year strategy incorporating four strategic pillars to support achieving its charitable purpose. As part of its strategy, the Institute progressed negotiations with the National Stone Centre (NSC) and relocated its offices to the NSC in Wirksworth, Derbyshire. It also began developing plans for a new centre of excellence at the site, with consultations with members, industry, the local community and Local Authorities taking place. These culminated with the submission of a planning application in the final quarter of 2022 and was granted on 11 April 2023.

b. Strategies for achieving objectives

The strategy has four pillars;

- Be the global leader for standards in the mineral extractives' profession
- Drive innovation and operational best practice
- Support the industry in driving healthy, sustainable workplaces
- Promote the positive impact of the industry and profession

c. Membership engagement and growth

The Institute seeks to grow its membership through new members joining and retaining its existing membership base. As such the Institute sets targets and monitors performance for member retention and recruitment. The objective for the Institute in line with its charitable purpose is to have an engaged and growing membership globally.

The primary route to membership retention is through member engagement and services. The Institute's regional Branch structure delivers regular events across the UK to support members in developing and maintaining their technical knowledge.

Objectives and activities (continued)

d. Training and education delivered

The organisation has developed and delivered a number of courses which are delivered in the UK and internationally in conjunction with its partnership with the University of Derby Centre for Mineral Products.

The courses cover core areas of knowledge and skills with relation to the minerals extractive processes. The Institute remains committed to supporting the development of knowledge and skills in key areas including Health and Safety.

2022 saw the development and launch of a new Level 3 Geotechnical qualification for the sector providing a more flexible route to developing competence in this key area of operation.

e. Activities for achieving objectives

Through industry relevant education, training programmes, good practice guidance materials, conferences and Branch technical events, the Institute supports members in developing quarrying professionals' skills and competence to enable them to:

- make on-going improvements in the way that the essential raw materials which underpin our society are won from the ground, processed and delivered to the market
- ensure the health, safety and welfare of the workforce and site visitors is accorded the highest priority
- operate extractive sites in line with the best international standards for the protection of the environment
- ensure members are mindful of their social responsibilities and the need to be good neighbours in the communities in which they operate

f. Volunteers

The Institute relies heavily on its volunteer network to support its activities, from the Board of Trustees and Council through to regional Branch committees. The Branch committees provide a varied range of technical evenings and events to enable members to access relevant Continuing Professional Development (CPD) supporting their development of knowledge and skills. The Branches also provide a valuable way for members to network.

Members also provide their technical knowledge and experience in supporting the development of information, technical books, guidance and training courses enabling the Institute to deliver current and relevant support to its members and the wider industry.

g. Financial performance

Financial performance is outlined in the report below and shows the day to day operational performance of the organisation alongside the performance in relation to projects.

Achievements and performance

2022 was a busy year for the Institute as the industry and activities began to return to normal following the pandemic which affected everyone during 2020 and 2021. This saw the return of face-to-face events and meetings across the industry and for the Institute including the attendance at the Hillhead show in June 2022.

The Institute continued to focus on core activities to support members through the actions highlighted in this report, whilst the main project focus was with the NSC.

The discussions and negotiations with the NSC saw the IQ Trustees take up roles as Trustees of the NSC and work is underway to revise the Articles of the NSC to make the Institute the sole corporate member of the NSC.

2022 saw the opportunity to develop the project further by aligning with the Peak District Mining Museum (PDMM) based in Matlock Bath. Negotiations with representatives of the Peak District Mining Heritage Society (PDMHS), as owners of PDMM, sought to develop a mechanism for PDMM to relocate to the NSC within the new building once it has been completed.

Discussions continued throughout 2022 to develop and evolve the process with a mechanism in place via the NSC to support the work.

a. Key performance indicators

The key performance indicators for the 2022 period related to five key areas of operation;

- Operational financial stability
- Membership recruitment and retention
- Membership services
- Delivery of education and training
- Delivery of projects to support the ongoing development of the Institutes' capability to deliver services to its members and the industry

The financial report outlines the performance for the year and highlights that a deficit of £589,733 (excluding the donation on consolidation) was made for 2022. This was mainly due to the investment in the NSC project and a downturn in investment income due to the wider geopolitical and global economic pressures.

The membership numbers for 2022 remained broadly flat in line with previous years. Retention figures were strong at 89%, and new members were slightly ahead of target, although target had been set at a lower rate considering the uncertainty around the pandemic.

New membership services were delivered during 2022 as planned and detailed in the report below. The Institutes' education programmes were delivered broadly in line with expectations both in the UK and internationally.

The Institute has also continued to discuss with the Presidents from the Affiliated National Institutes and Branches on collaborating to deliver the Presidents' fund project and discussions around international activity. With the impact of the pandemic the international Presidents agreed to suspend the payments for 2022 and to review again in 2023.

The Institute during 2022 played a proactive role in supporting the Minerals Matter cross industry initiative in conjunction with Mineral Products Qualifications Council and others. Minerals Matters is driving activity on behalf of the sector in standards, education and skills, partnerships and promoting careers. This included hosting and promoting careers to school children at the NSC and the Hillhead show. Minerals Matter was formally launched at the Fellows lunch in October 2022.

Achievements and performance (continued)

b. Membership Services

The Institute is committed to supporting members in developing and maintaining their skills and knowledge throughout their working lives. To complement the formal educational and training available, the Institute provides a range of services to support members in sharing and accessing information in order to maintain their CPD.

2022 continued to see the delivery of activities for members; the Institute continued to work with Branches to deliver online and face to face technical events enabling members to engage in a range of subjects throughout the year. Many were recorded and made available online for member use on an ongoing basis.

The Institute put the final operational elements in place to support members to progress professional registration of the Engineering Council through its agreement with The Chartered Institution of Highways & Transportation (CIHT), with new support materials launched through the website and presentations made to members. These will continue during 2023 to encourage members through the process.

The Institute also launched its personal development tool, providing members with a structured approach to evaluating their current capabilities and competence against the skills wheel and guidance on where to find support in areas identified for development.

The Institute attended Hillhead and met with members to provide support and advice on CPD, whilst promoting the new registration process and the personal development tool. The Fellows lunch was held in partnership with the Institute of Asphalt & Technology in London to celebrate the successful students from the Centre for Mineral Products in October.

Branches

The IQ Branches provide a range of technical evenings, seminars, site visits and Safety days covering a wide range of topics to support members in gaining relevant CPD. The Branch meetings also provide members with the opportunity to share best practice and discuss their experiences.

The Branches in 2022 were able to bring back more face-to-face meetings, alongside retaining online sessions. 2022 also saw the CPD days restart providing critical knowledge for members across the country.

Quarry Management

'Quarry Management' has been the official monthly Journal of The Institute of Quarrying for many years. It provides timely, relevant and topical coverage of all the key issues, developments and advances in the aggregates sector. It is provided to all members as part of their subscription package and is also available on a subscription basis. In partnership with QMJ Publishing Ltd, the magazine's publishers, a mobile phone and tablet 'app' has been developed to allow members and other subscribers to read the journal in electronic format. Throughout the pandemic the magazine continued to be produced in hard copy and sent to members to ensure they received one of the key member benefits.

Technical Handbooks and guidance

The Institute's range of handbooks for use in both education and industry is comprised of six hard copy volumes:-

- Environmental Management
- Health & Safety Law in Quarries
- Crushing and Screening
- Asphalt Production
- Sand & Gravel Production
- Use of Explosives in Quarries

Achievements and performance (continued)

Work continued in 2022 to develop revised versions of both the Environmental Management book and the Use of Explosives in Quarries book.

Website

The Institute runs an extensive website which offers a range of information for public view. Apart from sections about the Institute itself, the website also includes information on:

- Meetings, conferences and events
- News and topical issues
- Feeds and links to social media, providing up-to-date comment on industry issues
- Education and training courses
- Case studies on career paths within the industry and links to other industry sources
- Useful information about quarrying and use of minerals in society

c. Education

The Institute believes education and training is a life-long process starting with initial qualifications gained at school, college or university and following to vocational training and development through attendance at conferences, seminars, training courses, competence assessment schemes, workshops, technical meetings, site visits and the updating of knowledge by reading the Institute's journals, technical and management papers and textbooks.

Academic Qualifications

The Institute has a partnership agreement with the University of Derby for the delivery of distance learning courses from Apprenticeship Level 3 and foundation degrees through to full honours degree. The courses provide clear academic pathways to support individuals in gaining core technical knowledge whilst maintaining employment within the industry. This flexibility enables learners to apply their learning in real world situations. This approach has proven to deliver the skills and knowledge that are critical to operators within the sector.

d. Standards

Setting Standards and guidance

The Institute plays an active role in supporting Minerals Products Qualifications Council (MPQC), the standards setting organisation, for the manufacturing and process industries. This organisation is tasked with promoting the improvement of skills within its footprint at all levels and is supported by industry, trade associations, professional bodies and trade unions.

In 2022, the Institute continued in its role as Chair of the Quarries National Joint Advisory Committee (QNJAC). QNJAC is committed to making the industry a safer place, achieved through the raising of training, standards and competence. In essence, providing essential health & safety guidance to quarries.

The Institute is also an integral member of the Strategic Forum in Health and Safety for the Mineral Products sector.

Continuing Professional Development

Fellows, Members and Technical Members of the Institute are required to undertake a minimum of 30 hours of valid CPD each year: a policy which is enforced by the Institute through random sampling. All other members are strongly encouraged to take part in the CPD programme, which is the recording of identified training and development needs as part of the process of lifelong learning. Certificates of Achievement are awarded once 100, 500, 750, 1,000, 1500 & 2000 hours of audited CPD activity have been logged.

Trustees' Report (continued)
For the Year Ended 31 December 2022

Achievements and performance (continued)

e. Investment policy and performance

During the year, the investments made a realised profit on sales amounting to £168,735 and an unrealised loss on the value of investments amounting to £191,587.

Financial review

The Institute has two primary income streams: from membership subscriptions and from education and training activities. These are supplemented by income from investments.

The group made a deficit of £236,887 after losses on investments, and after costs incurred on the NSC project. Membership income was broadly in line with expectation and previous performance. Income from education was lower than in previous years.

a. Principal risks and uncertainties

The Trustees have reviewed the principle risks for the Institute and have highlighted the following concerns:

1. Exposure to market volatility

a) Listed investments

At 31 December 2022, the Institute had reserves of £1,679,063 invested in a number of publicly quoted funds. The Trustees recognise that such values can fall as well as rise during the year. For this reason, the Trustees ensure that risks are controlled by a wide spread of investments in different asset classes with adequate reserves being retained to provide financial stability during times when investment values have fallen.

b) Unlisted investment

QMJ Group Ltd was founded in 1924 by the Institute, which retains a 29.55% stake in the company, currently valued at £871,623. The two organisations historically shared both office accommodation and staff and QMJ has provided a significant proportion of the Institute's income over previous decades. The Trustees accept that profits in the publishing business will fluctuate at different points in the economic cycle and adequate reserves are therefore retained in other forms of investment to counter the effect of periodic reductions in dividend income.

2. Membership subscription income

As subscriptions are often paid by the employer on behalf of an individual member, membership to the Institute is heavily reliant on the support of the major companies within the industry. Should the support of one or more of those companies be withdrawn for any reason, then the membership and subsequent subscription income would be reduced. Thus, the Trustees consider it appropriate to hold reserves against this eventuality.

3. Education and training income

Revenue from the courses run in partnership with the University of Derby realised £132,876 in 2022 and represented the largest single income stream for the Institute.

The direct delivery of IQ training in the UK and overseas represented the IQ fulfilling its remit to support the progression of development of individuals within the industry. 2022 saw training in a range of locations globally including the Middle East.

b. Material investments policy

The principles governing decisions about investments for the Institute are in accordance with the requirements of the Trustees Act 2000. The scheme assets are held in trust by the Trustees. The investment powers of the Trustees are set out in clause 3F of the Memorandum of Association and the powers granted thereby are wide. The management of the assets is performed by Investec Wealth & Investment Limited.

The Trustees have established an investment policy for the Institute's funds and within that policy have made specific provision for environmental and ethical considerations.

The Trustees do not restrict their investment manager by imposing social, environmental or ethical considerations to be taken into account in the selection, retention and realisation of investments. However, the Trustees have made their views on making socially responsible investments known to the investment managers.

The fund managers exercise, at their discretion, any voting rights attaching to the scheme's investments.

c. Reserves policy

The level of reserves, excluding restricted funds, held at 31 December 2022 amounted to £3,509,764. This represents a decrease of £225,812. Income generated from unrestricted reserves are needed to cover administration and support costs and to provide funds which can be designated to specific projects. The amount of restricted reserves held at 31 December 2022 amounted to £179,994, a decrease of £11,075. The total reserves held at the year-end was £3,689,758.

As a result of the review into the principal risks and uncertainties, the Trustees consider the reserves to be adequate to produce a revenue stream to maintain its ability to carry out its stated objectives. Depletion of the overall level of reserves would jeopardise the income stream and threaten the ability of the Institute to fulfil its aims and the Trustees will continue to review its policy in the context of the circumstances affecting the Institute.

d. Going Concern

The Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Structure, governance and management

a. Constitution

The Institute of Quarrying is governed by its Memorandum as passed by a special resolution dated 9 October 2003 and Articles of Association as passed by special resolution dated 8th December 2015.

The principal object of the Company is 'to advance the science, practice and professionalism of quarrying through education, training and the encouragement of progressive improvements in standards of business, technical and environmental performance'.

In 2021 the Board of Trustees amended the Articles of Association to increase the number of co-opted members on the Board to three as part of its work with the NSC.

The Revisions were presented at the AGM in September of 2021 for voting by members and were unanimously accepted at the meeting.

Structure, governance and management (continued)

b. Methods of appointment or election of Trustees

Trustees are elected to the Board as set out in the Articles of Association and on the basis of the experience and the contribution the individuals are able to make to the work of the Institute. Many are in senior management positions in large businesses and a high proportion of the Trustees also have experience of working on local Branch committees.

c. Policies adopted for the induction and training of Trustees

On being elected, all Trustees are issued with a detailed guidance note setting out the duties and responsibilities of a trustee of a registered charity.

d. Pay policy for senior staff

The Institute's Trustees are responsible for the remuneration of the Chief Executive and other senior members of staff.

e. Organisational structure and decision making

The Board of Trustees normally meets quarterly to review the aims and objectives of the Institute, to review the results of the company and to discuss key strategies and plans for the ongoing and future direction of the company.

The Council of representatives supports the work of the Board of Trustees. The Council is comprised of member representatives and those interested in the activities of the Institute to express views and opinions on matters of policy, activities, strategy and professional and other matters with which the Institute is involved.

Day to day management of the Institute's affairs is delegated to the Chief Executive, who is a paid member of staff and not a Trustee of the Institute. The Trustees meets regularly with the Chief Executive and with other members of staff from time to time in order to apply sound governance to the Institute's affairs and ensure that its policies, strategies and legal and ethical duties are being discharged in accordance with its orders.

f. Related party relationships

No member of the Board of Trustees held any interest in the funds of the charity.

During the year, related party transactions occurred with:

- QMJ Publishing Limited, a company in which The Institute of Quarrying has a material interest.

g. Trustees' indemnities

The Trustees have assessed the major risks to which the Institute is exposed, in particular those related to the operations and finances of the Company. They are satisfied that systems and procedures are in place to mitigate the exposure to the major risks.

In 2020, the Board established a Finance, Audit and Risk Committee, comprising of three members of the Board to have oversight of the organisational risks and investment strategies.

Trustees' Report (continued)
For the Year Ended 31 December 2022

Plans for future periods

In line with the strategic pillars, a roadmap has been developed to support the progress during 2020 and the years beyond. The activities for each pillar are outlined below:

Be the global leader in standards for the mineral extraction profession

- establish IQ skills wheel as the competence and capability benchmark for professionals
- promote schemes recognising corporate commitment to best practice and commitment to maintaining CPD
- create dedicated support pathways for professionals entering the industry
- IQ standards, membership and education are recognised by all employers

Promote the positive impact of the industry and profession

- promote the IQ, industry and careers available to support securing new talent
- promote and celebrate the innovative work of members in developing the industry

Supporting the industry in driving healthy, sustainable workplaces

- work with others to support priority industry initiatives such as QNJAC and the Minerals Strategic Forum
- support members in developing core competencies in Health and Safety
- support members in developing skills and capability to deliver a sustainable industry
- support members to develop skills and capability in delivering positive environmental outcomes

Drive innovation and operational best practice

- share leading technical process innovation with members
- support members with relevant CPD opportunities,
- collaborate with partners in developing leading research projects.

Alongside the works against the pillars, the project to align with the NSC as detailed previously will form a core element of the Institute's work over the next five to 10 year period as it seeks to establish the site a centre of excellence.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Approved by order of the members of the board of Trustees and signed on their behalf by:



B Williams
Chairman

Date: 12th Jan 2023

**Statement of Trustees' responsibilities
For the Year Ended 31 December 2022**

The Trustees (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Company and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the 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 Group and the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on its behalf by:



B Williams

Chairman

Date: 12th September 2023

Independent Auditors' Report to the Trustees of The Institute of Quarrying

Opinion

We have audited the financial statements of The Institute of Quarrying (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of 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).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2022 and of the Group's 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 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 or the 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.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Independent Auditors' Report to the Trustees of The Institute of Quarrying (continued)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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.

Opinion 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 Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' 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 Trustees' Report.

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

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Trustees 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 Trustees are responsible for assessing the Group's and the parent 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 Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Independent Auditors' Report to the Trustees of The Institute of Quarrying (continued)

Auditors' 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 Auditors' 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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with directors and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the financial reporting legislation, Companies Act 2006, Charities Act 2011, taxation legislation, anti-bribery, employment, and environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates are indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the charitable company's legal advisors.

Independent Auditors' Report to the Trustees of The Institute of Quarrying (continued)

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 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 Auditors' 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 those matters we are required to state to them in an Auditors' 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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Simon Hawkins (Senior Statutory Auditor)
for and on behalf of
Dains Audit Limited

Statutory Auditor
Chartered Accountants
Suite 2, Albion House
2 Etruria Office Village
Forge Lane
Stoke on Trent
Staffordshire
ST1 5RQ

Date: 12-9-23

The Institute of Quarrying
(A Company Limited by Guarantee)

Consolidated Statement of financial activities (incorporating income and expenditure account)
For the Year Ended 31 December 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	3	355,301	17,264	372,565	-
Charitable activities	4	301,634	-	301,634	243,007
Other trading activities	5	467,288	-	467,288	323,926
Investments	6	39,679	3,696	43,375	44,011
Other income	7	1,349	-	1,349	-
Total income		1,165,251	20,960	1,186,211	610,944
Expenditure on:					
Raising funds	8,9	83,134	1,127	84,261	31,635
Charitable activities	10	1,313,021	2,964	1,315,985	970,489
Total expenditure		1,396,155	4,091	1,400,246	1,002,124
Net gains/(losses) on investments		2,356	(25,208)	(22,852)	309,829
Net expenditure		(228,548)	(8,339)	(236,887)	(81,351)
Transfers between funds	25	2,736	(2,736)	-	-
Net movement in funds before other recognised gains		(225,812)	(11,075)	(236,887)	(81,351)
Other recognised gains:					
Gains on revaluation of fixed assets		-	-	-	151,000
Net movement in funds		(225,812)	(11,075)	(236,887)	69,649
Reconciliation of funds:					
Total funds brought forward		3,735,576	191,069	3,926,645	3,856,996
Net movement in funds		(225,812)	(11,075)	(236,887)	69,649
Total funds carried forward		3,509,764	179,994	3,689,758	3,926,645

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 22 to 56 form part of these financial statements.

The Institute of Quarrying
(A Company Limited by Guarantee)

Consolidated Balance Sheet
As at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	15	-	-
Tangible assets	16	400,548	8,406
Investments	18	2,550,686	3,292,552
Investment property	17	475,000	475,000
		<u>3,426,234</u>	<u>3,775,958</u>
Current assets			
Stocks	19	24,733	19,882
Debtors	20	97,907	75,425
Cash at bank and in hand		510,796	295,347
		<u>633,436</u>	<u>390,654</u>
Creditors: amounts falling due within one year	21	(364,387)	(239,967)
Net current assets		<u>269,049</u>	<u>150,687</u>
Total assets less current liabilities		<u>3,695,283</u>	<u>3,926,645</u>
Creditors: amounts falling due after more than one year	22	(5,525)	-
Net assets excluding pension asset		<u>3,689,758</u>	<u>3,926,645</u>
Total net assets		<u><u>3,689,758</u></u>	<u><u>3,926,645</u></u>
Charity funds			
Restricted funds	25	179,994	191,069
Unrestricted funds	25	3,509,764	3,735,576
Total funds		<u><u>3,689,758</u></u>	<u><u>3,926,645</u></u>

Registered number: 00606601

The Institute of Quarrying
(A Company Limited by Guarantee)

Consolidated Balance Sheet (continued)
As at 31 December 2022

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



B Williams

Chairman

Date: 12th Sept 2023

The notes on pages 22 to 56 form part of these financial statements.

The Institute of Quarrying
(A Company Limited by Guarantee)

Company Statement of financial position
As at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	16	117,852	8,406
Investments	18	2,550,686	3,292,552
Investment property	17	475,000	475,000
		<u>3,143,538</u>	<u>3,775,958</u>
Current assets			
Stocks	19	10,311	19,882
Debtors	20	71,269	75,425
Cash at bank and in hand		462,034	295,347
		<u>543,614</u>	<u>390,654</u>
Creditors: amounts falling due within one year	21	(321,201)	(239,967)
Net current assets		<u>222,413</u>	<u>150,687</u>
Total assets less current liabilities		<u>3,365,951</u>	<u>3,926,645</u>
Total net assets		<u>3,365,951</u>	<u>3,926,645</u>
Charity funds			
Restricted funds	25	167,871	191,069
Unrestricted funds	25	3,198,080	3,735,576
Total funds		<u>3,365,951</u>	<u>3,926,645</u>

The Company's net movement in funds for the year was £(560,694) (2021 - £69,649).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



B Williams
Chairman

Date: 12th Sept 2023

The notes on pages 22 to 56 form part of these financial statements.

The Institute of Quarrying
(A Company Limited by Guarantee)

Consolidated Statement of Cash Flows
For the Year Ended 31 December 2022

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities	(471,629)	(471,377)
Cash flows from investing activities		
Dividends, interests and rents from investments	43,375	44,011
Purchase of tangible fixed assets	(136,634)	(3,082)
Proceeds from sale of investments	792,026	276,118
Purchase of investments	(72,695)	(171,406)
Cash received on acquisition of subsidiary	61,006	-
Net cash provided by investing activities	687,078	145,641
Change in cash and cash equivalents in the year	215,449	(325,736)
Cash and cash equivalents at the beginning of the year	295,347	621,083
Cash and cash equivalents at the end of the year	510,796	295,347

The notes on pages 22 to 56 form part of these financial statements

Notes to the Financial Statements
For the Year Ended 31 December 2022

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Institute of Quarrying meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Company and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

The charitable company's function and presentation current is sterling.

1.2 Going concern

The trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

1.3 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1. Accounting policies (continued)

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the Company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the Company and compliance with constitutional and statutory requirements.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

1.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.6 Taxation

The Company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

1.7 Intangible assets and amortisation

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following basis:

Computer software	- 33 % straight line
-------------------	----------------------

Notes to the Financial Statements
For the Year Ended 31 December 2022

1. Accounting policies (continued)

1.8 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

At each reporting date the Group assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives. .

Depreciation is provided on the following bases:

Freehold property	- 10-20% straight Line
Motor vehicles	- 25% straight Line
Office furniture and equipment	- 10% straight Line
Computer equipment	- 33% straight Line
Other fixed assets	- 20% straight Line

1.9 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

Listed investments are valued at market value at the balance sheet date.

The unlisted investment is valued at the higher of ten times the average of the net cash dividends received over the previous 4 years, excluding any unusual dividends or 29.55% of the net assets of QMJ Group Limited.

Investments in subsidiaries are valued at cost less provision for impairment.

Investment Property

Investment Property is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting date. Changes in fair value are recognised in the Statement of Financial Activities.

1.10 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1. Accounting policies (continued)

1.11 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.12 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.13 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

1.14 Financial instruments

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.15 Operating leases as lessee

Rentals paid under operating leases are charged to the Consolidated Statement of Financial Activities on a straight-line basis over the lease term.

1.16 Operating leases as lessor

Rental income received from investment properties are charged to the Statement of Financial Activities over the agreed contract period.

1.17 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

1. Accounting policies (continued)

1.18 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgment:

Valuation of Unlisted Investments

The unlisted investment is valued at the higher of ten times the average of the net cash dividends received over the previous 4 years, excluding any unusual dividends or 29.55% of the net assets of QMJ Group Limited.

Valuation of Investment Property

The investment property value has been arrived at on the basis of a valuation carried out by Savills UK Limited, an estate agency and is reviewed annually by the Trustees.

Bad and doubtful debts

The Trustees have estimated a bad and doubtful debt provision on the basis of their judgment that trade debtors are not recoverable or uncertain.

Notes to the Financial Statements
For the Year Ended 31 December 2022

3. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations				
Donation on consolidation	335,582	17,264	352,846	-
Donation on acquisition of subsidiaries	335,582	17,264	352,846	-
Donations	19,719	-	19,719	-
Subtotal	19,719	-	19,719	-
	355,301	17,264	372,565	-

4. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £
Quarry degree, diploma and other course fees	210,009	210,009
Blended training/online CPD	48,140	48,140
Conferences and events	13,432	13,432
Other charitable activities	1,288	1,288
Stock sales	12,800	12,800
Educational visits and activities	7,915	7,915
Training and Courses	8,050	8,050
	301,634	301,634

Notes to the Financial Statements
For the Year Ended 31 December 2022

4. Income from charitable activities (continued)

	Unrestricted funds 2021 £	Total funds 2021 £
Quarry degree, diploma and other course fees	198,080	198,080
Blended training/online CPD	23,947	23,947
Conferences and events	6,473	6,473
Other charitable activities	250	250
Stock sales	14,257	14,257
	<u>243,007</u>	<u>243,007</u>

5. Member subscriptions and entrance fees

Income from fundraising events

	Unrestricted funds 2022 £	Total funds 2022 £
UK Members	349,589	349,589
Rental Income	36,136	36,136
Franchise Fees	9,755	9,755
	<u>395,480</u>	<u>395,480</u>

	Unrestricted funds 2021 £	Total funds 2021 £
UK Members	<u>323,926</u>	<u>323,926</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

5. Member subscriptions and entrance fees (continued)

Income from non charitable trading activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Sales	71,808	71,808	-

6. Investment income

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Income from listed investments	35,039	3,689	38,728
Income from unlisted investments	4,433	-	4,433
Bank interest	207	7	214
	39,679	3,696	43,375

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Income from listed investments	41,370	2,607	43,977
Bank interest	33	1	34
	41,403	2,608	44,011

7. Other incoming resources

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Other income	1,349	1,349	-

Notes to the Financial Statements
For the Year Ended 31 December 2022

8. Expenditure on raising funds

Fundraising trading expenses

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Rates and water	246	-	246	-
Insurance	255	-	255	-
Telephone	136	-	136	-
Repairs and maintenance	2,054	-	2,054	-
Accountancy	364	-	364	-
Other office expenditure	57	-	57	-
Volunteer expenses	505	-	505	-
Computer expenses	162	-	162	-
Cleaning and waste disposal	273	-	273	-
Alarm costs	145	-	145	-
Interest and charges	159	-	159	-
Rent	97	-	97	-
Depreciation	1,206	241	1,447	-
Sundries	173	-	173	-
Advertising	281	-	281	-
Light and heat	1,704	-	1,704	-
Legal and professional	109	-	109	-
Wages and salaries	2,072	-	2,072	-
National insurance	5	-	5	-
Pension costs	56	-	56	-
	<u>10,059</u>	<u>241</u>	<u>10,300</u>	<u>-</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

8. Expenditure on raising funds (continued)

Other trading expenses

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Cost of sales	20,926	20,926	-
Administration expenses	4,259	4,259	-
Interest payable	920	920	-
Cost of sales staff costs	15,406	15,406	-
Administration depreciation	365	365	-
	<u>41,876</u>	<u>41,876</u>	<u>-</u>

9. Investment management costs

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Investment management fees	10,129	886	11,015
Overheads	4,405	-	4,405
Wages and salaries	13,955	-	13,955
National insurance	1,394	-	1,394
Pension	1,022	-	1,022
Depreciation and loss on sale	294	-	294
	<u>31,199</u>	<u>886</u>	<u>32,085</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

9. Investment management costs (continued)

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Investment management fees	12,880	872	13,752
Overheads	4,062	-	4,062
Wages and salaries	11,224	-	11,224
National insurance	1,101	-	1,101
Pension	826	-	826
Depreciation and loss on sale	670	-	670
	<u>30,763</u>	<u>872</u>	<u>31,635</u>

10. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Membership and branches	384,410	-	384,410
Education	291,409	-	291,409
Institute activities	505,560	-	505,560
Branch business activities	21,068	800	21,868
Governance	14,009	-	14,009
Training and Courses	7,175	-	7,175
Educational Visits and activities	89,390	2,164	91,554
	<u>1,313,021</u>	<u>2,964</u>	<u>1,315,985</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

10. Analysis of expenditure on charitable activities (continued)

Summary by fund type (continued)

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Membership and branches	318,083	-	318,083
Education	234,227	-	234,227
Institute activities	391,372	-	391,372
Branch business activities	17,884	1,000	18,884
Governance	7,923	-	7,923
	<u>969,489</u>	<u>1,000</u>	<u>970,489</u>

11. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £
Membership and branches	44,030	340,380	384,410
Education	38,579	252,830	291,409
Institute activities	294,867	210,693	505,560
Branch business activities	800	21,068	21,868
Governance	-	14,009	14,009
Training and Courses	7,175	-	7,175
Educational visits and activities	-	91,554	91,554
	<u>385,451</u>	<u>930,534</u>	<u>1,315,985</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

11. Analysis of expenditure by activities (continued)

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £
Membership and branches	31,951	286,132	318,083
Education	19,630	214,597	234,227
Institute activities	204,094	187,278	391,372
Branch business activities	1,000	17,884	18,884
Governance	-	7,923	7,923
	<u>256,675</u>	<u>713,814</u>	<u>970,489</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

11. Analysis of expenditure by activities (continued)

Analysis of support costs

	Membership and branches 2022 £	Education 2022 £	Institute activities 2022 £	Branch business activities 2022 £	Governance 2022 £
Staff costs	261,928	196,445	163,705	16,369	-
Depreciation	4,711	3,534	2,944	294	-
Computer software and expenses	26,827	20,121	16,767	1,677	-
Office overheads	3,785	2,838	2,364	236	-
Cleaning and repairs	(94)	(71)	(59)	(6)	-
Printing, postage and stationery	5,512	4,135	3,446	344	-
Sundry costs	4,947	3,711	3,093	310	-
Legal and professional	1,699	1,274	1,062	106	9,050
Marketing and PR	20,534	15,402	12,835	1,284	-
Travel and Subsistence	3,101	2,326	1,939	194	4,959
Other staff costs	4,153	3,115	2,597	260	-
Governance costs	3,277	-	-	-	-
	<u>340,380</u>	<u>252,830</u>	<u>210,693</u>	<u>21,068</u>	<u>14,009</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

11. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	Educational visits and activities 2022 £	Total funds 2022 £
Staff costs	19,191	657,638
Depreciation and loss on sale	18,939	30,422
Computer software and expenses	1,341	66,733
Office overheads	-	9,223
Cleaning and repairs	19,332	19,102
Printing, postage and stationery	-	13,437
Sundry costs	2,064	14,125
Legal and professional	979	14,170
Marketing and PR	-	50,055
Travel and subsistence	-	12,519
Other staff costs	-	10,125
Rates and water	2,217	2,217
Insurance	2,291	2,291
Light and heat	14,471	14,471
Telephone	1,138	1,138
Alarm costs	1,305	1,305
Interest and charges	1,373	1,373
Rent and rates	875	875
Advertising	2,440	2,440
Volunteer expenses	3,598	3,598
Governance	-	3,277
	<u>91,554</u>	<u>930,534</u>

The Institute of Quarrying
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 December 2022

11. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	Membership and branches 2021 £	Education 2021 £	Institute activities 2021 £	Branch business activities 2021 £	Governance 2021 £
Staff costs	210,413	157,810	131,509	13,151	-
Depreciation	10,720	8,040	6,700	670	-
Computer software	20,699	15,524	12,937	1,294	-
Office overheads	6,908	5,181	4,318	432	-
Cleaning and repairs	4,776	3,582	2,985	299	-
Printing, postage and stationery	6,598	4,949	4,124	412	-
Sundry costs	2,047	1,533	1,274	128	-
Legal and professional	536	402	335	33	4,100
Marketing and PR	18,112	13,584	11,320	1,132	-
Travel and Subsistence	2,929	2,197	1,831	183	3,823
Other staff costs	2,394	1,795	1,496	150	-
Loss on sale of assets	-	-	8,449	-	-
	<u>286,132</u>	<u>214,597</u>	<u>187,278</u>	<u>17,884</u>	<u>7,923</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

11. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	Educational visits and activities 2021 £	Total funds 2021 £
Staff costs	-	512,883
Depreciation	-	26,130
Computer software	-	50,454
Office overheads	-	16,839
Cleaning and repairs	-	11,642
Printing, postage and stationery	-	16,083
Sundry costs	-	4,982
Legal and professional	-	5,406
Marketing and PR	-	44,148
Travel and subsistence	-	10,963
Other staff costs	-	5,835
Loss on sale of assets	-	8,449
	-	713,814

12. Auditors' remuneration

	2022 £	2021 £
Fees payable to the Company's auditor and its associates for the audit of the Company's annual accounts	8,600	4,000

Notes to the Financial Statements
For the Year Ended 31 December 2022

13. Staff costs

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Wages and salaries	593,283	448,962	558,188	448,962
Social security costs	56,846	46,804	55,767	46,804
Contribution to defined contribution pension schemes	41,419	30,267	40,863	30,267
	<u>691,548</u>	<u>526,033</u>	<u>654,818</u>	<u>526,033</u>

The average number of persons employed by the Company during the year was as follows:

	Group 2022 No.	Group 2021 No.	Company 2022 No.	Company 2021 No.
Administration	<u>13</u>	<u>10</u>	<u>11</u>	<u>10</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2022 No.	Group 2021 No.
In the band £70,001 - £80,000	2	2
In the band £100,001 - £110,000	-	1
In the band £130,001 - £140,000	1	-

The total amount of employee benefits (including employer pension contributions) received by Trustees and key management personnel for their services was £368,845 (2021 - £305,757).

14. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 December 2022, expenses totalling £294 were reimbursed or paid directly to 2 Trustees (2021 - £243 to 1 Trustee).

Notes to the Financial Statements
For the Year Ended 31 December 2022

15. Intangible assets

Group and Company

	Computer software £
Cost	
At 1 January 2022	53,835
At 31 December 2022	53,835
Amortisation	
At 1 January 2022	53,835
At 31 December 2022	53,835
Net book value	
At 31 December 2022	-
At 31 December 2021	-

Notes to the Financial Statements
For the Year Ended 31 December 2022

16. Tangible fixed assets

Group

Cost or valuation	Freehold property £	Short-term leasehold property £	Plant and machinery £	Office furniture and equipment £	Computer equipment £	Other fixed assets £	Total £
At 1 January 2022	-	-	-	11,986	20,681	-	32,667
Additions	118,504	-	-	5,481	3,443	9,206	136,634
On acquisition of subsidiaries	272,600	3	46	17,466	-	-	290,115
Disposals	-	-	-	(430)	(1,149)	-	(1,579)
At 31 December 2022	391,104	3	46	34,503	22,975	9,206	457,837
Depreciation							
At 1 January 2022	-	-	-	10,073	14,188	-	24,261
Charge for the year	22,958	3	11	5,226	4,331	1,841	34,370
On disposals	-	-	-	(193)	(1,149)	-	(1,342)
At 31 December 2022	22,958	3	11	15,106	17,370	1,841	57,289

The Institute of Quarrying
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 December 2022

16. Tangible fixed assets (continued)

Group (continued)

Net book value	Freehold property £	Short-term leasehold property £	Plant and machinery £	Office furniture and equipment £	Computer equipment £	Other fixed assets £	Total £
At 31 December 2022	368,146	-	35	19,397	5,605	7,365	400,548
At 31 December 2021	-	-	-	1,913	6,493	-	8,406

Included in freehold property is freehold land of £64,800 (2021: £64,800) which is not depreciated.

The freehold land, exhibition hall and portacabin office were revalued on 9 September 2003 by R Smalley BSc MRICS on behalf of Lambert Smith Hampton, a business external to the charity, on an open market value for an existing use basis at £195,000. The trustees are not aware of any material changes in value since that date.

The Institute of Quarrying
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 December 2022

16. Tangible fixed assets (continued)

Company

Cost or valuation	Freehold property £	Fixtures and fittings £	Computer equipment £	Total £
At 1 January 2022	-	11,986	20,681	32,667
Additions	116,781	1,000	3,443	121,224
Disposals	-	-	(1,149)	(1,149)
At 31 December 2022	116,781	12,986	22,975	152,742
Depreciation				
At 1 January 2022	-	10,073	14,188	24,261
Charge for the year	6,763	684	4,331	11,778
On disposals	-	-	(1,149)	(1,149)
At 31 December 2022	6,763	10,757	17,370	34,890

The Institute of Quarrying
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 December 2022

16. Tangible fixed assets (continued)

Company (continued)

Net book value	Freehold property £	Fixtures and fittings £	Computer equipment £	Total £
At 31 December 2022	110,018	2,229	5,605	117,852
At 31 December 2021	-	1,913	6,493	8,406

Notes to the Financial Statements
For the Year Ended 31 December 2022

17. Investment property

Group and Company

	Freehold investment property £
Valuation	
At 1 January 2022	475,000
At 31 December 2022	<u>475,000</u>

The fair value of the property has been arrived at on the basis of a valuation carried out at 31 December 2022 by management and trustees. The valuation was made on an open market basis by reference to market evidence of transaction prices for similar properties.

18. Fixed asset investments

	Listed investments £	Unlisted investments £	Total £
Group and Company			
Cost or valuation			
At 1 January 2022	2,719,766	572,787	3,292,553
Additions	74,491	-	74,491
Disposals	(624,770)	-	(624,770)
Revaluations	(490,424)	298,836	(191,588)
At 31 December 2022	<u>1,679,063</u>	<u>871,623</u>	<u>2,550,686</u>
Net book value			
At 31 December 2022	<u>1,679,063</u>	<u>871,623</u>	<u>2,550,686</u>
At 31 December 2021	<u>2,719,766</u>	<u>572,787</u>	<u>3,292,553</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

18. Fixed asset investments (continued)

The gain on disposal of fixed asset investments during the year was £168,735 (2021: £97,426).

Valuation

The unlisted investments consist of 17,730 fully paid shares of £1 each in QMJ Group Limited, a company registered in England and Wales, representing 29.55% of the issued shares with voting rights.

The unlisted investment is valued at the higher of ten times the average of the net cash dividends received over the previous 4 years, excluding any unusual dividends of 29.55% of the net assets of QMJ Group Limited.

Dividends received of £4,433 (2021: £nil) have been included in revenue from this investment.

19. Stocks

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Ties, medals etc	2,880	8,819	2,880	8,819
Technical handbooks	7,431	11,063	7,431	11,063
Shop stock	14,422	-	-	-
	<u>24,733</u>	<u>19,882</u>	<u>10,311</u>	<u>19,882</u>

20. Debtors

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Due within one year				
Trade debtors	63,693	15,781	37,143	15,781
Amounts owed by group undertakings	-	-	336	-
Other debtors	7,622	37,303	7,622	37,303
Prepayments and accrued income	26,592	22,341	26,168	22,341
	<u>97,907</u>	<u>75,425</u>	<u>71,269</u>	<u>75,425</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

21. Creditors: Amounts falling due within one year

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Trade creditors	43,722	31,152	37,128	31,152
Amounts owed to group undertakings	-	-	1,257	-
Other taxation and social security	22,749	14,082	15,186	14,082
Other creditors	65,406	23,554	45,285	23,554
Accruals and deferred income	232,510	171,179	222,345	171,179
	<u>364,387</u>	<u>239,967</u>	<u>321,201</u>	<u>239,967</u>
	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Deferred income at 1 January	63,327	129,799	63,327	129,799
Resources deferred during the year	140,010	63,327	129,123	63,327
Amounts released from previous periods	(63,327)	(129,799)	(63,327)	(129,799)
	<u>140,010</u>	<u>63,327</u>	<u>129,123</u>	<u>63,327</u>

Deferred income relates to a capital grant and members subscriptions, entrance fees and course income received in relation to future periods.

22. Creditors: Amounts falling due after more than one year

	Group 2022 £	Group 2021 £
Accruals and deferred income	<u>5,525</u>	<u>-</u>

Deferred income relates to a capital grant received in relation to future periods.

Notes to the Financial Statements
For the Year Ended 31 December 2022

23. Financial instruments

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Financial assets				
Financial assets measured at amortised cost	582,111	348,431	506,799	348,431
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Financial liabilities				
Financial liabilities measured at amortised cost	207,153	163,558	175,635	163,558
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Financial assets measured at amortised cost include cash, trade debtors and other debtors.

Financial liabilities measured at amortised cost include trade creditors, other creditors and accruals.

24. Business combinations

On 19 January 2022 the Charitable Company acquired the National Stone Centre and its subsidiary NSC Go Ltd for no consideration. The net assets of the group acquired has been treated as a donation within the consolidated Statement of Financial Activities.

	Book value £	Fair value adjustments £	Fair value £
Fixed Assets			
Tangible	229,927	61,188	291,115
Intangible	1	-	1
	<u>229,928</u>	<u>61,188</u>	<u>291,116</u>
Current Assets			
Stocks	3,555	-	3,555
Debtors	4,545	-	4,545
Cash at bank and in hand	61,006	-	61,006
	<u>299,034</u>	<u>61,188</u>	<u>360,222</u>
Total Assets			
Creditors			
Due within one year	(7,376)	-	(7,376)
	<u>291,658</u>	<u>61,188</u>	<u>352,846</u>
Total identifiable net assets			

The Institute of Quarrying
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 December 2022

25. Statement of funds

Statement of funds - current year

	Balance at 1 January 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2022 £
Unrestricted funds						
Designated funds						
Revaluation Reserve	151,000	-	-	-	-	151,000
General funds						
General Funds	3,584,576	1,165,251	(1,396,155)	2,736	2,356	3,358,764
Total Unrestricted funds	3,735,576	1,165,251	(1,396,155)	2,736	2,356	3,509,764
Restricted funds						
Preston	15,288	376	(290)	-	(79)	15,295
Coles	8,617	214	(251)	-	(45)	8,535
McPherson	65,185	1,452	(547)	-	(302)	65,788
Nordberg	29,961	651	(156)	-	(136)	30,320
Goodwin Barsby	4,276	118	(28)	-	(25)	4,341
Rushton Bucyris	12,046	262	(63)	-	(55)	12,190
Marston	10,415	225	(54)	-	(47)	10,539
Clugston	5,667	122	(29)	-	(26)	5,734
Eric McNaught	11,814	276	(268)	-	(57)	11,765
Trust Capital	27,800	-	-	-	(24,436)	3,364
Rotary club of Wirksworth	-	480	-	(480)	-	-
Childrens play area	-	6,825	(496)	-	-	6,329
MDEM - Museum of Geology and Quarrying - Public spec display cabinets	-	1,019	(136)	(281)	-	602

Notes to the Financial Statements
For the Year Ended 31 December 2022

25. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 1 January 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2022 £
Quarrying - Collections MODES & PC	-	96	(35)	-	-	61
Permanent exhibition area	-	501	-	(501)	-	-
Veolia - Signage & trail improvement	-	2,520	(1,440)	-	-	1,080
MDEM - Visitor monitoring fund	-	250	-	(250)	-	-
Museums - Collections & Access Grant Fund	-	680	-	(680)	-	-
Museums - Storage Equipment Grant	-	882	(72)	(544)	-	266
DCC Heating System Grant	-	4,011	(226)	-	-	3,785
	<u>191,069</u>	<u>20,960</u>	<u>(4,091)</u>	<u>(2,736)</u>	<u>(25,208)</u>	<u>179,994</u>
 Total of funds	 <u>3,926,645</u>	 <u>1,186,211</u>	 <u>(1,400,246)</u>	 <u>-</u>	 <u>(22,852)</u>	 <u>3,689,758</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

25. Statement of funds (continued)

The specific purposes for which the funds are to be applied are as follows:

Preston - Best student award: Diploma
Coles - Best student award: Foundation Degree
McPherson - Awarded to fund a high profile lecture
Nordberg - Awarded for an R&D project or Study Tour on an international basis
Goodwin Barsby - Best student - Hons Degree
Rushton Bucyrus - To fund the administration of an annual student award
Ransomes & Rapier - Best Higher Apprentice
Marston - Awarded to the best paper delivered to a branch meeting
Clugston - Awarded for an R&D project or Study Tour on a international basis
Eric McNaught - Awarded by the Scottish branch to the Scottish branch member with the most marks
Trust Capital- Awarded at the discretion of Trustees to students who have made achievements to be celebrated that are not recognised by other specific awards.
All other restricted funds relate to assets held in fixed assets which were bought with grants or specific donations and they are being written off over their useful life.

Notes to the Financial Statements
For the Year Ended 31 December 2022

25. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 January 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2021 £
Unrestricted funds					
Designated funds					
Revaluation Reserve	-	-	-	151,000	151,000
General funds					
General Funds	3,681,960	608,336	(1,000,252)	294,532	3,584,576
Total Unrestricted funds	<u>3,681,960</u>	<u>608,336</u>	<u>(1,000,252)</u>	<u>445,532</u>	<u>3,735,576</u>
Restricted funds					
Preston	15,173	267	(289)	137	15,288
Coles	8,639	151	(251)	78	8,617
McPherson	64,179	1,022	(542)	526	65,185
Nordberg	29,418	460	(154)	237	29,961
Goodwin Barsby	4,377	84	(228)	43	4,276
Rushton Bucyris	11,828	185	(62)	95	12,046
Trust Capital	10,227	159	(53)	82	10,415
Rotary club of Wirksworth	5,564	87	(29)	45	5,667
Childrens play area	11,785	193	(264)	100	11,814
Quarrying - Collections MODES & PC	13,846	-	-	13,954	27,800
	<u>175,036</u>	<u>2,608</u>	<u>(1,872)</u>	<u>15,297</u>	<u>191,069</u>
Total of funds	<u><u>3,856,996</u></u>	<u><u>610,944</u></u>	<u><u>(1,002,124)</u></u>	<u><u>460,829</u></u>	<u><u>3,926,645</u></u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

26. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	381,059	19,489	400,548
Fixed asset investments	2,405,887	144,799	2,550,686
Investment property	475,000	-	475,000
Current assets	590,364	43,072	633,436
Creditors due within one year	(337,021)	(27,366)	(364,387)
Creditors due in more than one year	(5,525)	-	(5,525)
Total	3,509,764	179,994	3,689,758

Analysis of net assets between funds - prior year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	8,406	-	8,406
Fixed asset investments	3,117,699	174,853	3,292,552
Investment property	475,000	-	475,000
Current assets	374,438	16,216	390,654
Creditors due within one year	(239,967)	-	(239,967)
Total	3,735,576	191,069	3,926,645

Notes to the Financial Statements
For the Year Ended 31 December 2022

27. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2022 £	Group 2021 £
Net expenditure for the year (as per Statement of Financial Activities)	(236,887)	(81,351)
Adjustments for:		
Depreciation charges	34,370	26,799
(Gains)/Losses on investments	22,852	(309,829)
Dividends, interests and rents from investments	(43,375)	(44,011)
Loss on the sale of fixed assets	-	8,449
Increase in stocks	(1,196)	(6,341)
Increase in debtors	(14,108)	(3,098)
Increase/(decrease) in creditors	119,561	(61,995)
Donation on acquisition	(352,846)	-
Net cash used in operating activities	(471,629)	(471,377)

28. Analysis of cash and cash equivalents

	Group 2022 £	Group 2021 £
Cash in hand	510,796	295,347
Total cash and cash equivalents	510,796	295,347

29. Analysis of changes in net debt

	At 1 January 2022 £	Cash flows £	Acquisition of subsidiaries £	At 31 December 2022 £
Cash at bank and in hand	295,347	154,443	61,006	510,796
	295,347	154,443	61,006	510,796

Notes to the Financial Statements
For the Year Ended 31 December 2022

30. Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £41,419 (2021: £30,267). Contributions totaling £4,859 (2021: £4,353) were payable to the fund at the balance sheet date and are included in creditors.

31. Operating lease commitments

At 31 December 2022 the Group and the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Operating leases as a lessee				
Not later than 1 year	1,212	7,270	1,212	7,270
Later than 1 year and not later than 5 years	-	1,212	-	1,212
	<u>1,212</u>	<u>8,482</u>	<u>1,212</u>	<u>8,482</u>

The following lease payments have been recognised as an expense in the Statement of Financial Activities:

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Operating lease rentals	7,270	7,270	7,270	7,270
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

At 31 December 2022 the Group and Company had future minimum lease payments receivable under non-cancellable operating leases for each of the following periods:

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Not later than 1 year	38,500	38,500	38,500	38,500
Later than 1 year and not later than 5 years	38,500	77,000	38,500	77,000
	<u>77,000</u>	<u>115,500</u>	<u>77,000</u>	<u>115,500</u>

32. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member.

33. Related party transactions

During the period the company made purchases of £32,976 (2021: £38,546) and generated income of £4,433 (2021: £Nil) from The QMJ Group Limited, a related company in which The Institute of Quarrying has a material interest. All transactions occurred on an arms length basis. As the period end, a balance of £2,107 (2021: £2,083) was due to The QMJ Group Limited.

Funds held as agent or custodian trustee

During the year, the company received £10,348 (2021: £1,120) and paid out £6,103 (2021: £1,121) on behalf of the Derbyshire Branch. At the balance sheet date £4,245 (2021: £1) was held on behalf of the Derbyshire Branch.

During the year, the company received £350 (2021: £2,260) and paid out £350 (2021: £2,260) on behalf of the Devon and Cornwall Branch. At the balance sheet date £nil (2021: £Nil) was due from the Devon and Cornwall Branch.

During the year, the company received £nil (2021: £660) and paid out £257 (2021: £620) on behalf of the North Wales Branch. At the balance sheet date £nil (2021: £257) was held on behalf of the North Wales Branch.

During the year, the company received £3,696 (2021: £Nil) and paid out £Nil (2021: £Nil) on behalf of the Midlands Branch. At the balance sheet date £4,113 (2021: £417) was held on behalf of the Midlands Branch.

During the year, the company received £5,670 (2021: £Nil) and paid out £4,578 (2021: £Nil) on behalf of the Scottish Branch. At the balance sheet date £738 was held on behalf of the Scottish Branch (2021: £354 due from the Branch).

During the year, the company received £5,874 (2021: £Nil) and paid out £2,773 (2021: £Nil) on behalf of the Yorkshire Branch. At the balance sheet date £3,101 (2021: £nil) was held on behalf of the Yorkshre Branch.