

Company Registration no. 00745621 (England and Wales)
Registered Charity no. 259095

**OIL AND COLOUR CHEMISTS ASSOCIATION
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

**PIERCE C.A. LIMITED
MENTOR HOUSE
AINSWORTH STREET
BLACKBURN
LANCASHIRE
BB1 6AY**

OIL AND COLOUR CHEMISTS ASSOCIATION

CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

	Page
Reference and Administrative Details	1
Report of the Trustees	2 – 6
Addendum to the Report of the Trustees	7
Report of the Independent Auditors	8 - 10
Statement of Financial Activities	11
Balance Sheet	12
Notes to the Financial Statements	13 - 21
Detailed Statement of Financial Activities	22 - 23

OIL AND COLOUR CHEMISTS ASSOCIATION

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 DECEMBER 2021

TRUSTEES

Mr J A Bury
Ms B Peters
Mr D P Williams
Mr G Armstrong
Ms D Coombs
Ms N Cosgrove
Professor L Lin
Mr D McCaul
Dr L Merritt
Mr P Sheppard
Ms A Bullock (Appointed 8 September 2021)
Ms Z Cunliffe (Appointed 8 September 2021)
Mr P Knowles (Appointed 8 September 2021)
Ms E Humphrey (Appointed 8 September 2021)

PRESIDENT

Mr P Sheppard

PRESIDENT ELECT

To be confirmed

COMPANY SECRETARY

Ms B Peters

REGISTERED OFFICE

4th Floor
Clayton House
59 Piccadilly
Manchester
M1 2AQ

REGISTERED COMPANY NUMBER

00745621 (England and Wales)

REGISTERED CHARITY NUMBER

259095

ACCOUNTANTS

Pierce C.A. Limited
Mentor House
Ainsworth Street
Blackburn
Lancashire
BB1 6AY

AUDITORS

DonnellyBentley Limited
Chartered Accountants
Hazlemere
70-72 Chorley New Road
Bolton
Lancashire
BL1 4BY

BANKERS

Yorkshire Bank plc
29 Horsefair Street
Leicester
LE1 5BL

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 December 2021. The Trustees 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 (FRS 102) (effective 1 January 2019).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charity's governing document, Companies Act 2006, Charities Act 2011 and 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 published in October 2019 (Charities SORP 2019).

In this report, references are made to "the Council" and "Trustees". These terms refer to the Board of Trustees/Directors.

OBJECTIVES AND ACTIVITIES

Objectives and Aims

The Association has continued in its work as an educational charity for the development of the science and technology of the coatings and allied industries and to facilitate the exchange of information and ideas thereon.

The principal objectives of the Association are to provide a platform for exposure, to interested parties, of scientific and technological developments in the surface coatings and allied industries.

These objectives are achieved by the publication of journals and other publications; the organisation of conferences, symposia and exhibitions.

The main objectives for the year under review were:

- To promote SURFEX trade exhibition at Coventry Building Society Arena
- To identify and implement further cost savings and pursue options to sustain the Charity over the longer term, in particular to:
 - o Grow the membership, reaching out to the next generation of chemists and technologists.
 - o Improve financial viability
 - o Enable refreshment of the image and identity of the charity to support the above.
 - o Launch the Surfex bursary aimed specifically at the education and development of chemists in academia and industry
 - o Promote and deliver Surcon 2021 (academic conference previously held in 2018).

The strategies employed to achieve the Charity's objectives were:

- To develop web-based resources to provide efficient communications to a world-wide membership;
- To require Surfex Limited, the trading arm of the Charity, to work with Step Exhibitions in organising SURFEX 2022, to achieve sufficient net incoming resources to finance the Charity's activities going forward; (SURFEX 2020 was originally scheduled for June 2020, and was delayed due to the Covid-19 pandemic, until October 2020. Further delays relating to the pandemic saw the event rescheduled for June 2021 before being delayed again, still due to the pandemic and ultimately being held in June 2022).
- To form ongoing partnerships with universities, and
- To increase the number of corporate sponsoring companies.

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

OBJECTIVES AND ACTIVITIES

Public Benefit

The overriding objective of the Charity Commission is that the Charity should act for the benefit of the public.

The Council, comprised of the Trustees of the Oil and Colour Chemists' Association (the Association), has referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing its aims and objectives and in planning the Association's future activities in the development of the science and technology of coatings.

The Association achieves this overriding objective by:

- The publication of technical and scientific information including Surface Coatings International Journal
- The provision of continuing professional development in the form of conferences, symposia and, more recently, Weekly Webinars.
- The provision of professional qualifications
- A Code of Professional Conduct and ethical guidance
- The public benefit is enhanced through independent recognition of the professional competence of members, and a formal procedure for investigating complaints relating to members.

The public benefit is served by the Association's educational activities and by members ensuring that coatings and associated products are produced safely, that the public is protected in the use of coatings and that coatings are designed and produced to enhance everyday lifestyle.

The public benefit is enhanced through independent recognition of the professional competence of the members, and a formal procedure for investigating complaints relating to members.

Volunteers

Although Trustees and members do not receive any remuneration for their contributions to the governance and development of the Charity, the part played by volunteers in achieving the Charity's objectives is highly significant. Without the Trustees and the many volunteers that serve on committees, the Charity would not be able to carry out the wide variety of activities that our members and the international coatings community have come to rely on.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities

The Charity sets annual budgets and measures performance on a regular basis, meeting to review at least three times per year. Financial information has been made available to all Trustees.

Improvements in the management of membership administration have been made.

The Association will seek to collaborate with selected associated Institutes within the Surface Engineering disciplines and/or academia on an independent basis for the greater good of the coatings industry.

FINANCIAL REVIEW

Financial Position

The results for the year are set out in the Statement of Financial Activities.

The Association aims to generate a surplus in each Surfex year to enable re-investment into members' benefits and to further the objectives of the Association for the ensuing two-year period. Funds are set aside to cover both SURFEX Bursaries and the Ellinger-Gordonyi Award.

Surfex Limited achieved a successful result following SURFEX 2018 and, similarly, having recently held another successful event for SURFEX 2022 in June of this year, we have budgeted for similar positive financial results. The full detail of these results will not be released until early August 2022, however, we have budgeted to generate positive financial results from the 2022 event.

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

FINANCIAL REVIEW

Investment Policy and Objectives

The Association's powers of investment are set out in the Memorandum of Association of the company. The members of the Council have power to invest in any manner they wish, subject to the best interests of the Association being served. Council has adopted a conservative approach to investment in maintaining substantial cash balances in interest-bearing deposits. This dovetails into the approach to risk and reserves policy.

Reserves Policy

It is the policy of the Association to maintain unrestricted funds at a level which, when supporting activities during the 'non-SURFEX' exhibition year(s), gives it adequate cover such that if incoming resources from this source were to fall due to economic slowdown, then its activities could be continued for a minimum period of twenty-four months.

Despite the fact that there has been no Surfex event for a period of 4 years (2018-2022), the Charity's activities have been able to continue, drawing on reserves previously held. In view of the successful Surfex 2022 exhibition, the Charity is now expected to have sufficient funds to support all activities for another twenty-four months.

FUTURE PLANS

The Council is ever mindful of the rapidity of scientific and technological change and continues to strive to ensure that the coatings industry is kept abreast of developments through:

- scientific and technical publications
- technical meetings & symposia
- enhanced professional qualifications
- exhibitions
- webinars

Objectives for the future will continue to focus on the main objectives stated above. Most importantly, following a successful Surfex 2022 in June of this year, preparations will be made, in conjunction with Step Exhibitions, for ongoing Surfex events every 2 years – the next event to be held in June 2024. Additionally, in non-Surfex years, the Association will seek to hold Surcon or a similar technical symposium.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Association is a company limited by guarantee and incorporated in England. The governing instrument under which the Association operates is the Memorandum and Articles of Association.

Recruitment and Appointment of New Trustees

Following the changes to the governance of the Charity, implemented in 2005, the Trustees are elected for a period of two years.

Organisational Structure

The Association is organised as follows: The Council of Management, whose members are directly or indirectly elected to serve for a period of two years. All Trustees are Members of the Association. Trustees are offered guidance on their duties and responsibilities. Day to day operations are managed by Trustees and through outsourcing arrangements. The Council is accountable to the membership, which in turn comprises individuals connected with the coatings industry. All policy proposals are submitted to the Council for approval.

The Trustees acknowledge that OCCA South Africa has a formal approved independence, by way of a new licence agreed in 2020, and now runs autonomously of the UK, with the exception of Professional Membership approval and administration.

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trustees of OCCA UK, have no control or influence over the administration, resources and expenditure of OCCA South Africa and for this reason the assets, income and expenditure of OCCA South Africa have not been recognised within these accounts since 2012.

Induction and Training of New Trustees

Induction is carried out by officers setting aside time to instruct the potential trustee covering aspects such as governance, duties and responsibilities.

Risk Management

The Council have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error, and appropriate insurance policies sourced.

The Council undertakes regular reviews of the sources of its incoming resources and the requirements on outgoing resources to maintain its charitable activities. The Council recognises the importance of the SURFEX exhibitions in the maintenance of incoming resources. It also recognises the requirement to develop policies to ensure that the Association will continue to provide charitable activities in future years, which may include the establishment of more formal arrangements with other relevant organisations.

Council carries out regular reviews of the risks inherent in the organisation. The major risks identified are the ability to generate sufficient income to continue activities; the ability to increase membership and the control of publication & other operational costs.

The Council reviews and updates its insurance policy, by assessing the market and sourcing the most suitable and cost-effective insurance provider and policy to cover legal obligations and mitigate certain financial risks.

PRESIDENT'S REPORT - OCCA AGM 2021

At the Association's Annual General Meeting held in September 2021 retiring President, Graham Armstrong, submitted the following report:

There is no doubt OCCA has changed dramatically during my 3 years at the helm, but I can only claim a little of the glory, as the changes undertaken could not have happened without either the dynamic Council, or our contractors' involvement.

OCCA welcomes four new members of Council from manufacturing and distribution backgrounds, bringing technical, sales and marketing skills, as well as significant experience.

Whilst taking away the pleasure of meeting face to face, Zoom meetings are, I believe, far more time-efficient, and greatly reduce the need for travel. A result of the use of Zoom, and because of the immense efforts of Ann-Marie Etherington and Mark Hutton, OCCA established a series of webinars that have grown in stature beyond anyone's expectations. The fifth Programme is due to start this autumn, with a sixth series planned for early 2022. These webinars now attract over one hundred attendees to each talk and have been a major influence in re-recruiting old members and attracting new ones.

The plan now is to hold SURFEX in June 2022. Planning is well under way, and it is great to be able to note the increased support for the event from exhibitors, speakers, and attendees. I certainly will be there, and I look forward to meeting many of you there.

Our technical conference, SURCON 2021 is scheduled to take place this coming November. This was originally planned as a "hybrid" event, but the Technical Team who are organizing the event, have reluctantly decided it will be only a virtual conference. It is pleasing to note, however, the excellent range of speakers, talking on a wide variety of subjects.

There have been major changes that have come about over the last year or so with our journal, Surface Coatings International, with the appointment of the new Technical Editor, Richard Kennedy, and moving the layout, design and print to Print Plus. Earlier this year we entered three editions into the global awards for Trade Association publications, and we were winners of the gold award for the front cover of the "Christmas" edition and with honorable mentions for the other two editions. A great reflection on the massive moves forward with SCI.

I look forward to continuing to support OCCA over the coming years, firstly as Immediate Past President, then, if I

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

am elected, as a continuing member of Council. Paul Sheppard (President Elect) is, I know excited at taking on the mantle of our new President, and I look forward to supporting him with the new initiatives he will look to introduce, to move our great Association into its second century.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of Oil and Colour Chemists' Association for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Company law requires the Trustees 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 that period. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy, at any time, the financial position of the charitable company and to 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.

In so far as the Trustees are aware:

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

AUDITORS

The auditors, DonnellyBentley Limited will seek re-election.

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

Approved by order of the board of Trustees on

and signed on its behalf by:



6th September 2022

.....
Mr P K Sheppard – President

OIL AND COLOUR CHEMISTS' ASSOCIATION

ADDENDUM TO THE REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

Coronavirus Covid-19 and its effect on the Oil & Colour Chemists' Association

Like most if not all companies, Institutes and Associations, the Covid-19 pandemic has had an effect on the management and operations of OCCA.

Initially all "face to face" meetings and conferences were cancelled, being replaced by video conferencing using the Zoom platform. As the UK and the rest of the World start to reduce and eliminate pandemic restrictions, we will seek to re-introduce face to face meetings and events, but we foresee the continued use of video conferencing, enabling meetings with our colleagues regardless of location. The use of this and other technologies such as digital versions of our journal also helps the Association in reducing our Carbon footprint.

Our Weekly Webinar initiative is set to continue for the foreseeable future. A benefit has been the attraction of both lapsed and new members joining the Association, and the addition of several more Corporate Sponsors and Educational Partners that not only contribute to our webinar programme, but also provide content for our journal and increase our revenue.

- The major effect has been the postponement of the SURFEX 2020 exhibition and conference, originally scheduled for June 2020, delayed due to the covid 19 pandemic, until October 2020. Further delays relating to the pandemic saw the event rescheduled for June 2021 before being delayed again, still due to the pandemic and ultimately being held in June 2022, following guidance from Government advisers, venue staff and exhibitors.

This postponement significantly affected income for OCCA in 2021. The Trustees, however, in conjunction with our financial advisers at Pierce C.A. Ltd, are happy to report that this loss of income has not impacted the financial viability of the Association, and we look forward now to receiving revenue in 2022 for the rescheduled exhibition once financial results are released from Step Exhibitions in early August 2022.

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE INDEPENDENT AUDITORS

Opinion

We have audited the financial statements of Oil and Colour Chemists Association (the 'charitable company') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and of its 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; 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 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 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 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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the 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.

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE INDEPENDENT AUDITORS

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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 Report of the Trustees.

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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; 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' exemption in preparing the Trustees' report and take advantage of the small companies' exemption from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Our 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.

- We identified area of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our experience and through discussion with the Officers and Trustees (as required by auditing standards).

OIL AND COLOUR CHEMISTS ASSOCIATION

REPORT OF THE INDEPENDENT AUDITORS

- We had regard to laws and regulations in areas that directly affect the financial statements including financial reporting and taxation legislation. We considered that extent of compliance with those laws and regulations as part of our procedures on the related financial statement items.
- We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit.
- We addressed the risk of fraud through management override of controls, by testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business. Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 the charitable company's members, as a body, for our audit work, for this report, or for the opinions we have formed



Angela Donohoe FCA (Senior Statutory Auditor)
For on behalf of DonnellyBentley Limited
Chartered Accountants

Statutory Auditor

16-9-22.....

Hazlemere
70-72 Chorley New Road
Bolton
Lancashire
BL1 4BY

OIL AND COLOUR CHEMISTS ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted Funds £	Restricted Funds £	31.12.21 Total Funds £	31.12.20 Total Funds £
INCOME AND ENDOWMENTS FROM					
Sponsorships	2	16,250	-	16,250	13,500
Publications		3,563	-	3,563	6,069
SCI subscriptions	3	8,844	-	8,844	11,848
Membership subscriptions	3	16,467	-	16,467	19,738
Licence fee income	3	2,500	-	2,500	2,500
Events		5,587	-	5,587	3,858
Other trading activities	4	-	-	-	178
Investment income	5	161	-	161	402
Total		53,372	-	53,372	58,093
EXPENDITURE ON					
Raising funds	6	200	-	200	178
Publications	7	49,258	-	49,258	52,813
Events	7	1,613	-	1,613	1,224
Donations	7	-	-	-	2,395
Other	8	67,906	400	68,306	63,501
Total		118,977	400	119,377	120,111
NET INCOME/(EXPENDITURE)		(65,605)	(400)	(66,005)	(62,018)
RECONCILIATION OF FUNDS					
Total funds brought forward		44,164	125,649	169,813	231,831
TOTAL FUNDS CARRIED FORWARD		(21,441)	125,249	103,808	169,813

The notes form part of these financial statements.


OIL AND COLOUR CHEMISTS ASSOCIATION

BALANCE SHEET AS AT 31 DECEMBER 2021

	Notes	Unrestricted Funds £	Restricted funds £	31.12.21 Total Funds £	31.12.20 Total Funds £
FIXED ASSETS					
Investments	11	100	-	100	100
CURRENT ASSETS					
Debtors	12	9,892	-	9,892	7,560
Cash at bank		20,988	125,249	146,237	196,390
		<u>30,880</u>	<u>125,249</u>	<u>156,129</u>	<u>203,950</u>
CREDITORS					
Amounts falling due within one year	13	(52,421)	-	(52,421)	(34,237)
NET CURRENT (LIABILITIES) / ASSETS		<u>(21,541)</u>	<u>125,249</u>	<u>103,708</u>	<u>169,713</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(21,441)</u>	<u>125,249</u>	<u>103,808</u>	<u>169,813</u>
NET ASSETS		<u>(21,441)</u>	<u>125,249</u>	<u>103,808</u>	<u>169,813</u>
FUNDS	14				
Unrestricted funds				(21,441)	44,164
Restricted funds				125,249	125,649
				<u>103,808</u>	<u>169,813</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 1st September 2022
and were signed on its behalf by:

 6th September 2022
Mr P Sheppard - President

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The charity is a private company, limited by guarantee, and registered in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

The charity constitutes a public benefit entity 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 charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

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.

Preparation of consolidated financial statements

The financial statements contain information about Oil and Colour Chemists Association as an individual charity and do not contain consolidated financial information as the parent of a group. The charity is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Income is derived from the following sources:

Sponsorships – corporate sponsorships monies received from members

Publications – derived from sale of advertising space in the bimonthly Surface Coatings International journal

Membership subscriptions – annual subscriptions charged to members.

Licence fee income – membership fees charged under a Licence fee arrangement with a group of members.

Events – amounts received from centrally organised events.

Other trading activities – amounts received from regional section events.

Investment income – bank interest received.

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Investments

Investments in subsidiaries are measured at cost less impairment.

VAT

VAT is recovered on expenditure relating to taxable supplies and a partial exemption calculation is prepared to ensure recovery of relevant residual input tax.

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 the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Whilst the trustees have adopted the going concern basis set out above, the impact of the worldwide Coronavirus pandemic, Covid-19, on all organisations represents an uncertainty and the true impact of this pandemic will only become apparent over time.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

2. DONATIONS AND LEGACIES

	Unrestricted funds £	31.12.21 Total funds £	Unrestricted funds £	31.12.20 Total funds £
Sponsorships	16,250	16,250	13,500	13,500

3. SUBSCRIPTIONS

	Unrestricted funds £	31.12.21 Total funds £	Unrestricted funds £	31.12.20 Total funds £
SCI subscriptions	8,844	8,844	11,848	11,848
OCCA memberships	16,467	16,467	19,738	19,738
Licence fee income	2,500	2,500	2,500	2,500
	27,811	27,811	34,086	34,086

Included within OCCA memberships are amounts from South African members of £Nil (2020: £2,727). The Licence Fee income is in respect of an arrangement with the South African branch.

4. OTHER TRADING ACTIVITIES

	Unrestricted funds £	31.12.21 Total funds £	Unrestricted funds £	31.12.20 Total funds £
Section activities	-	-	178	178

5. INVESTMENT INCOME

	Unrestricted funds £	31.12.21 Total funds £	Unrestricted funds £	31.12.20 Total funds £
Deposit account interest	161	161	402	402

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

6. RAISING FUNDS

Other trading activities

	Unrestricted funds £	31.12.21 Total funds £	Unrestricted funds £	31.12.20 Total funds £
Sections expenses	200	200	178	178

7. CHARITABLE ACTIVITIES COSTS

Direct costs

	Unrestricted funds £	31.12.21 Total funds £	Unrestricted funds £	31.12.20 Total funds £
Publications	49,258	49,258	52,813	52,813
Events	1,613	1,613	1,224	1,224
Donations	-	-	2,395	2,395
	50,871	50,871	56,432	56,432

8. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Other resources expended	63,956	4,350	68,306

Support costs, included in the above, are as follows:

	Unrestricted funds £	Restricted funds £	31.12.21 Total funds £	Unrestricted funds £	Restricted funds £	31.12.20 Total funds £
Administration costs	52,973	400	53,373	48,864	-	48,864
Awards costs	1,383	-	1,383	-	-	-
Sundry costs	1,135	-	1,135	2,430	-	2,430
Accountancy	7,185	-	7,185	6,761	-	6,761
Subscriptions	880	-	880	1,196	-	1,196
Auditors' remuneration	4,350	-	4,350	4,250	-	4,250
	67,906	400	68,306	63,501	-	63,501

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

9. AUDITORS' REMUNERATION

The total fee paid to the auditor for audit services was £4,350 (2020: £4,250).

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

Three trustees (2020: four) were reimbursed expenses totaling £418 (2020: £768).

11. FIXED ASSETS

	Shares in group undertakings £
MARKET VALUE	
At 1 January 2021 and 31 December 2021	100
	<hr/>
NET BOOK VALUE	
At 31 December 2021	100
	<hr/>
At 31 December 2020	100
	<hr/>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Surfex Limited - Company Number 02745686
Nature of business: The organisation of exhibitions

Class of share:	% holding	31.12.21 £	31.12.20 £
Ordinary	100		
Aggregate capital and reserves		(604)	2,439
(Loss)/profit for the year		(3,043)	(4,758)
		<hr/>	<hr/>

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21 £	31.12.20 £
Trade debtors	6,182	6,040
VAT	2,110	1,520
Prepayments	1,600	-
	<hr/>	<hr/>
	9,892	7,560
	<hr/>	<hr/>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21 £	31.12.20 £
Trade creditors	10,912	12,563
Amounts owed to group undertakings	19,692	812
Accruals & deferred income	21,817	20,862
	<hr/>	<hr/>
	52,421	34,237
	<hr/>	<hr/>

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

14. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	23,331	(65,242)	(41,911)
Kekwick Award	11,732	-	11,732
Benevolent Fund	7,530	-	7,530
Jordan Award	1,571	(363)	1,208
	<u>44,164</u>	<u>(65,605)</u>	<u>(21,441)</u>
Restricted funds			
Ethel Behrens Fund	6,340	-	6,340
The Ellinger Gardonyi Fund	119,309	(400)	118,909
	<u>125,649</u>	<u>(400)</u>	<u>125,249</u>
TOTAL FUNDS	<u>169,813</u>	<u>(66,005)</u>	<u>103,808</u>

Net movement in funds, included in the above are as follows:

	Incoming Resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	53,372	119,377	(66,005)
	<u>53,372</u>	<u>119,377</u>	<u>(66,005)</u>
TOTAL FUNDS	<u>53,372</u>	<u>119,377</u>	<u>(66,005)</u>

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

14. (Continued)

MOVEMENT IN FUNDS

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	85,349	(62,018)	23,331
Kekwick Award	11,732	-	11,732
Benevolent Fund	7,530	-	7,530
Jordan Award	1,571	-	1,571
	<hr/>	<hr/>	<hr/>
	106,182	(62,018)	44,164
Restricted funds			
Ethel Behrens Fund	6,340	-	6,340
The Ellinger Gardonyi Fund	119,309	-	119,309
	<hr/>	<hr/>	<hr/>
	125,649	-	125,649
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<hr/> 231,831 <hr/>	<hr/> (62,018) <hr/>	<hr/> 169,813 <hr/>

Net movement in funds, included in the above are as follows:

	Incoming Resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	58,093	120,111	(62,018)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<hr/> 58,093 <hr/>	<hr/> 120,111 <hr/>	<hr/> (62,018) <hr/>

15. CONTINGENT LIABILITIES

The Association has indemnified the directors of Surfex Limited for all personal liabilities arising as a consequence of their acting in that capacity.

16. ULTIMATE CONTROLLING PARTY

The charitable company is under the control of the Trustees.

OIL AND COLOUR CHEMISTS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

17. RELATED PARTY DISCLOSURES

During the year to 31 December 2021, expenditure was incurred from the following parties:

Costs of £29,040 (2020: £27,777) from Kaleidoscope Colours Limited for administration, bookkeeping, consultancy and advertising services.

Ms A M Etherington is a director of Surfex Limited and Kaleidoscope Colours Limited.

At the balance sheet date Oil and Colour Chemists Association owed £2,162 (2020: £2,162) to Kaleidoscope Colours Limited.