

INSTITUTE OF CORROSION

England & Wales · Charity number 275206

Details

Other names	INSTITUTION OF CORROSION SCIENCE AND TECHNOLOGY, ICORR
Status	Registered
Legal form	Charitable company
Company number	01240103
Registered	1978-03-15
Register	View on the Charity Commission register

Contact

Address Corrosion House
5 St Peters Gardens
Marefair
Northampton
NN1 1SX

Phone 01604 438222

Email admin@icorr.org

Website www.icorr.org

Activities

Objects: TO ADVANCE THE SCIENCE AND TECHNOLOGY OF CORROSION AND CORROSION PREVENTION AND TO FACILITATE THE EXCHANGE OF INFORMATION AND IDEAS THEREON FOR THE PUBLIC BENEFIT.

Activities: The principal aim of the institute is to advance the understanding of the ScienceTechnology and Engineering practice of Corrosion Control and to facilitate the exchange of information and ideas thereon for the public benefit.

Classification

- **How:** Provides Services, Provides Advocacy/advice/information
- **What:** General Charitable Purposes, Education/training, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** The General Public/mankind

Geography

- Northern Ireland
- Scotland
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-06-30	£856,939	£637,022	£1,656,614	3
2024-06-30	£827,081	£588,305	£1,430,463	2
2023-06-30	£410,523	£359,214	-	-
2022-06-30	£354,245	£345,679	-	-
2021-06-30	£260,941	£287,097	-	-
2020-06-30	£288,924	£322,990	-	-

Trustees

Name	Role	Appointed
Anthony Setiadi		2024-11-13
Brenda Peters		2024-11-13
Dr Yunnan Gao		2022-11-09
Stephen Tate		2020-11-19

INSTITUTE OF CORROSION

England & Wales - Charity number 275206

Accounts

Approved 24/3/2026

Registered number

1240103

Charity number

275206

Institute of Corrosion
(A company limited by guarantee)

Report and Financial Statements

30 June 2025

**Institute of Corrosion
Report and accounts
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Institute of Corrosion**Company Information**

The Trustees, who also act as Directors for the purpose of the Companies Act 2006, present their Report and Unaudited Accounts for the year ended 30 June 2025, prepared in accordance with the Statement of Recommended Practice SORP 2019 Accounting for Charities (FRS 102).

Trustees/Directors

President	Y Gao
Vice President	A Setiadi
Honorary Secretary	B Peters
Immediate Past President	S Tate
Non voting member	
Treasurer	I G Winning

Members of Council (Ex-Officio)

Chair PAC	P Lambert
Chair CED	D Burkle
Chair CSD	J Wharton
Chair Young ICorr	K Purnell
Technical Editor CM	S Khan
Chair Aberdeen Branch	M L Cheah
Chair London Branch	P Brooks
Chair Midlands Branch	P Sharma
Chair North West Branch	G Brown
Chair North East Branch	M Fletcher
Chair Yorkshire Branch	J Owen
Chair Central Scotland Branch	P ENEGELA
Chair Wales and South West Branch	S Bagnall
UAE	M Ejaz
India	A Goyal

Ordinary Members of Council (Elected and co-opted)

J Fletcher
 K Harold
 B Peters
 R Edwards
 B Wyatt
 D Harrop
 I G Winning
 G Hinds
 J Lomas

Accountants

Hickeson Boyce
 68a High Street
 Stony Stratford
 Milton Keynes
 MK11 1AQ

Bankers

National Westminster Bank
 27 High Street
 Leighton Buzzard
 Bedfordshire
 LU7 1DX

Registered office

Corrosion House
 5 St Peters Gardens
 Marefair
 Northampton
 NN1 1SX

Company registration number

1240103

Charity registration number

275206

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2024 to 30th June 2025

Structure, Governance and Management

Governing Documents

The Institute of Corrosion ("the Institute") is a charitable company, limited by guarantee, incorporated on 12 January 1976 as the Institution of Corrosion Science and Technology and registered as a charity on 15 March 1978. The company was established under a Memorandum of Association, most recently amended at the AGM on 19th November 2020, which delineates the objects and powers of the charitable company, and is governed under its Articles of Association, most recently amended at the AGM on 19th November 2020.

In the event of the company being wound up, each Member undertakes to contribute to the assets of the company an amount not exceeding £5 to meet the debts and liabilities of the company.

Organisational Structure

The President, who acts as the Chief Executive of the Institute, reports to the Trustees, who form the Management Committee. In turn, the Trustees report to Council, who are the ultimate governing body of the Institute and who meet at intervals not exceeding 7 months and normally 3 monthly. Membership of Council comprises the Trustees and nominated representatives from the standing committees, branches and divisions of the Institute and up to 12 elected individual members of the Institute.

Recruitment and Appointment of Trustees

The Directors of the Institute are also Trustees for the purposes of charity law and, under the Articles of Association, act as the Executive Management Committee. The President is elected for a 2-year term at the Annual General Meeting (AGM); normally the Vice-President shall be a candidate for election as President while the retiring President is the candidate for Immediate Past-President, unless other arrangements are necessary. Other Trustees are elected annually at the AGM and existing (non-Presidential) Trustees may stand for re-election.

Trustees, as members of the Management Committee, are required to have a broad skills base and suitable persons are drawn from industry, private consultancy and academia. Trustee vacancies are generally filled by approaching individuals who are thought to offer particular skills and/or who are able to maintain the balance of skills available to the Management Committee. Vacancies for all positions are also sought generally from the membership through a notice in the Institute's publication "Corrosion Management" and on the website of the Institute at the same time that the notice for the AGM is promulgated.

Trustee Induction and Training

Most Trustees will already be familiar with the operation of the Institute from prior service in a local or regional branch, division or committee. However, after their appointment new Trustees are given a brief familiarisation session by the President that is intended to cover:

- Obligations on Trustees in Law and as members of the Management Committee
- Memorandum and Articles of Association of the Institute
- The current financial position as set out in the latest published accounts; and
- Future plans and objectives of the Institute

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Risk Management

The Trustees have conducted a review of the major risks to which the Institute is exposed. A risk register has been established and is updated at least annually and, where appropriate, systems or procedures have been established to mitigate such risks and provision made in long term plans. Previously identified risks are being reduced and more efficient operating systems are being introduced. External risks to funding during the pandemic led to the development of a strategic plan which allows for the diversification of income generation by trading activities through the Institute's subsidiary Correx Ltd, for example Correx will support the EuroCorr26 Conference in Dublin for ICorr. Internal control risks are minimised by the implementation of procedures for authorisation of all major transactions and projects by referral to Council. Approval for payment of all incoming supplier invoices and officer expenses is via the President, up to a value of £5k including VAT and above that amount via both the President and Treasurer.

Finances

The year saw an increase in income to £856k (vs £827k in previous year) in part associated with taking our CP Training courses in-house via CPGB but also the expansion of activity by Governing Boards (ETGB/STGB).

The finances of the Institute remain in a very good position with large reserves and although income from courses is down (due to moving some courses into the next financial year) the related expenses have also fallen to £254k meaning a strong surplus of £318k was seen in the financial year to the 30th June 2025.

Our managed investment portfolio increased by £6k (vs an increase of £11k in previous year) and the overall net surplus is £226k (vs £250k). In addition, the Institute operates a number of Savings accounts. These figures include a donation from Correx. The Trustees are encouraged by the fact that the impact of changes on how training is provided which has increased the turnover and resultant surplus. The Trustees have monthly virtual meetings to review the situation on an on-going basis.

Related Parties

The Institute manages coordination of UK activities in corrosion through the UK Corrosion Network, a group comprising members of the Institute of Corrosion and the Institute of Materials, Minerals and Mining (IoM³). Its regional branches also work in the UK with AFBE, AMPP, BINDT, EI, IMechE, SPE and TWI. The Institute is also a member of the European Federation of Corrosion (EFC) and the World Corrosion Organisation (WCO) and participates actively within these umbrella organisations. The Institute is a professional member (PEI) of the Engineering Council (EC) and founder member of the Licensed Charter Awarding Body of the Science Council. The Institute has strong relationships with other professional societies throughout the world.

On 1st May 2025, the Institute became the 40th EngC Licensee holder (PEI) and is now able to offer CEng status directly (currently this via SOE - Society of Operations Engineers).

Our enhanced EngC relationship will also involve us going forwards with STEM activities and promotion to help increase the prospects and numbers of school leavers entering our Industry in future.

Our University of Manchester bursaries scheme (now in its 3rd year) is also providing opportunities to graduates to enter the Corrosion profession.

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Aims and Objectives

The Institute, as a Learned Society, has been serving the corrosion science, technology and engineering management and economic needs of individuals, academia and industry in various guises since 1959. Corrosion and materials degradation, which costs the UK around 3-4% of GDP per annum, is recognised nationally and internationally as a major economic and environmental cost that is unsustainable at its current level. The Institute was formed with the objective of serving the needs of stakeholders connected with corrosion engineering, science and technology. The principal aim of the Institute, in support of this objective, is to advance the understanding of the science, technology and engineering practice of corrosion control, and to facilitate the exchange of information and ideas for the public benefit (via formal training and education).

Achievements and Performance

UK and International ICorr Branch meetings are held both in-person and virtually and were well attended. In April 2025 the annual Corrosion Engineering Division (CED) working day was held as an in person meeting with 35 attendees for the full day at the Net Zero Centre - Teesside. This event was intentionally planned to coincide with and celebrate World Corrosion Awareness Day.

In September we held the Corrosion Science Symposium annual event of the Corrosion Science Division of the Institute which was well attended. It was held jointly with the Royal Society of Chemistry's Electrochem conference at the University of Bristol at the Manchester Metropolitan University.

The Institute sponsors a number of prestigious international awards, which are made on an annual basis to recognise excellence in corrosion science and engineering. For our 2024/2025 awards we had many deserving candidates for the awards committee to choose from and the final winners were:

- UR Evans Award: Professor Nick Birbilis, (Deakin University, Australia). Professor David Shoesmith, (University of Western Ontario, Canada)
- Paul McIntyre Award: Dr Chris Williams of BP
- H. G. Cole Award: Bryan Wyatt of Control Corrosion Ltd, (a Past President and CPGB member)
- Lionel Shreir Award: Amber Sykes, (University of Leeds)

Our social media presence now has well over 20,000 followers on its branch and national LinkedIn sites, intended to drive traffic to the Institute website. The Institute also now operates Instagram and Twitter (X) accounts. Meetings of the Digital Strategy Committee continue on a monthly basis.

As a result of feedback from many of our members we have begun scoping for a multi-year project to update our website-based course booking system, certifications systems and members and certification databases this work is presently being scoped with our HQ Team and a Tender process will then follow with specialist contractors in this area.

The Registration Agreement with the Society of Operations Engineers (SOE) has enabled our professional members to apply via SOE for registration as CEng, IEng or EngTech. The agreement has been working well historically but was always seen as an interim measure and is now considered to have run its course. The Institute has progressed its aim to move towards being a direct EC Licensee holder to enhance membership retention. This transition is nearly complete and we expect to have this in place by the end of the current financial year We shall continue to regularly encourage professional members with lesser qualifications to apply for registration as Engineering Technicians and Incorporated Engineers.

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Trustees' report for the year 1st July 2024 to 30th June 2025

In January 2024 our biennial YEP - Young Engineer Programme was launched, based in London and managed by our YICorr committee.

The 2024 winning group attended the Association for Materials Protection and Performance (AMPP) conference in Nashville with the national President in April 2025. Our Young ICorr committee have been tasked with organising our future YEP programmes and new program will begin in January 2026 applicants for this are currently being sought.

This enormously successful scheme has now be running for around 15 years after being originally initiated by our London Branch.

Membership and Membership Services

Professional Membership applications are handled by the Professional Assessment Committee (PAC) of the Institute. We encourage existing individual members to consider upgrading from Individual Membership to the Professional grades of Technician, Member and Fellow and from the Professional grades to Chartered Engineer and Chartered Scientist. Total membership as of June 2025 remained at around 1050 members. This number includes our free student membership offering 227.

There were 18 sustaining companies at gold level (including three staff as Institute affiliates) and also 70 ordinary sustaining companies (including two staff as Institute affiliates) at ordinary level at the end of the financial year 2024/2025 along with 16 local branch sponsors for Aberdeen (including two staff nominees eligible to attend corrosion awareness training and its technical meetings), so overall very encouraging in terms of national support.

The corporate membership category was launched in early 2021 and proved very successful through the continuing hard work of our Branches and Leadership Team. We now have nine companies as corporate members contributing 50 members to the above total. Two more companies have agreed to sign up in the reported financial year.

Training Courses

Our training courses across all 3 Governing Boards have again been a highlight of the last year and continue to deliver high incomes in this financial year. The Institute's two main training providers, Argyll Ruane (ARL) and Corrodere/MPI, offer the Institute's courses around the world. Income from training continues to grow, particularly from distance learning courses. Improvements and additions to the Institute's portfolio of training courses are on-going, with continued investment that is expected to generate returns over the coming years. There has been a move away from the use of volunteers in this area, with a more professional approach to the development, review and implementation of new courses. This process is overseen by the by the respective governing boards and the Trustees who review course investments where required. Each Governing Board has a dedicated Chair and appointed Scheme Manager (excepting ETGB, expected to be recruited during the next financial year).

All of our Cathodic Protection (CP) courses are compliant with ISO-15257 and have continued to be very popular. They are delivered directly by the Institute at the CP training centre at the offices of Freyssinet (a leading civil and structural engineering specialist) in Telford and also now increasingly at Argyll Ruane in Sheffield.

In the world of surface treatment new PFP Epoxy/Cementitious, Insulation and Coating Inspector Level 2 courses have been developed alongside Hot Dip Galvanising Level 2 training. PFP Cementitious Level 3 is also being progressed. Online offerings are increasingly being developed also for 2026 roll-out.

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The new Microbially Influenced Corrosion (MIC) course has been approved and implemented as a combination of HQ led and in company training. This activity has grown insignificantly since 2022-2023 and has become cash positive during this time.

New courses for Production Chemistry, Materials, Failure Analysis, Corrosion Under Insulation (CUI), Refinery Cooling Systems and Boiler Corrosion have been developed and are being rolled out. This will all be spearheaded by the Engineer Training Course Board (ETGB) which will also oversee the further expansion of courses expected in 2025-26.

Overseas corrosion training opportunities continue to be explored subject to suitable commercial agreements being put in place. This has been enhanced by our growth in international branches as discussed later with first courses (FOCE/MIC) to be held in 2025-26.

Correx Ltd

Correx is an independent company that is wholly owned by the Institute. The primary activity of Correx Ltd is to manage and operate the Industrial Coating Applicator Training Scheme (ICATS). Correx has had another successful year. Correx Ltd shares the administration costs of the Institute's office. It should also be noted that this year a Gift Aided donation was made by Correx Ltd to the Institute of £50000.

Future Strategy

The Institute has a strategic vision to enter into partnerships with fellow Institutes and other stakeholders in the corrosion control industry in order to add value, maximise the impact of our objectives and activities while minimising our costs in achieving them. We are continuing to place great emphasis on training and certification and see the on-going review and upgrade of the existing course offerings, particularly in respect of engineering level courses, as a high priority for the Institute going forward. Another key focus is on the recruitment and retention of a younger and more diverse membership, which is overseen by the Membership Development Committee, with university liaison via Young ICorr. For example, the Cathodic Protection Governing Board (CPGB) has been recently reconfigured to include 5 new younger members and the intention and the same was achieved with the Surface Treatment Governing Board (STGB) during the year 2024/2025.

In 2024-25 we have had international 'virtual' branches opening in India and the UAE, this is broadening our membership and will be enhanced by new branches being setup in China and Qatar in the near future. These new operations are to support our increasing global membership. All are expected to continue and be legally formed within their respective countries during the 2025-2026 Financial year.

In 2024 the institute and The Institute of Materials minerals and mining (IOM3) was awarded the 2026 Eurocorr conference. As part of this the organisation ongoing and as results we expect to have extra expense in the region of £100,000 in the financial year 2025-26 with income from the event due in 2026-2027 year. Currently the preparation is looking good and we expect to make a positive return on this event although the value is unclear at the moment.

In addition to these expenses, there is project to change the current manual membership management system to a fully integrated CRM type process. This is two-year plan and will have a financial impact of £70-80K In 2025-26.

The Trustees know that the current financial position of the Institute is very good and even with these investments it will remain so.

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Principal Funding Sources

The primary source of funds for the Institute is Training the new generation of professionals and subscription income from Individual, Branch, Corporate, Gold and Ordinary Sustaining Company Members. Additional income arises due to surpluses from branch membership activities, which generally take the form of seminars, conferences and meeting programmes for local members and industry, supported by local company sponsorships. Other significant streams include licence fees (regular levy's) from training and certification courses operated by the Institute's course providers, such as ARL and Corrodere. Correx Ltd, which runs the commercial arm of the Institute, has been able to contribute funds for staffing, IT provision and other running costs. There are also occasional joint promotional events with the Institute in 2026-27 this will include the EUROCORN 2026 event.

Investment Policy

The Institute considers that until the unrestricted funds have grown, for the time being, the majority of funds available for investment should be maintained in short term funding vehicles. The cash reserves were split into separate accounts not exceeding £85k in order to secure full protection via the UK government Financial Services Compensation Scheme. With recent interest rate changes, all of the Institute's bank accounts are currently being reviewed by the Treasurer, so as to receive the best possible interest rates in 2025/2026 financial year this is still ongoing and no decision on the investments has been decided as of July 2025, as is subject to exact S/T requirements for planned projects.

Following the Council meeting of 3rd February 2021, a proposal to invest up to £100k in a managed, stocks and shares account was accepted unanimously, and a broker engaged (Hambrook Financial Planning). Results of this investment are presented at each Council meeting and fund holdings adjusted as and when necessary. This is a long-term investment (up to 10 years) but we can withdraw all or part of the funds held at any time. This has been performing well in 2024-25 with an increase in growth of around 6%.

Responsibilities of the Trustees

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Management Committee follow best practice and:

- 1 Select suitable accounting policies and then apply them consistently.
- 2 Make judgements and estimates that are reasonable and prudent; and
- 3 Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The Trustees are responsible for maintaining 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. The Trustees 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.

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Trustees' report for the year 1st July 2024 to 30th June 2025

Members of the Management Committee

Members of the Management Committee, who are Directors for the purpose of company law and Trustees for the purpose of charity law, who served during the year and up to the date of this report are set out in the forward above. In accordance with company law, as the charitable company's directors, we certify that:

- 1 So far as we are aware, there is no relevant information of which the company's accountants are unaware
- 2 As Directors we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant accounts information and to establish that the charity's accountants are aware of that information.

The Accounts for the year 2025/2026 have been prepared from the accounting records by Hickeson Boyce and are presented here for discussion and approval at the AGM.

This report was approved by the Management Committee immediately prior to the AGM of 4th November 2025 and signed on its behalf by:

Y Gao
President

Institute of Corrosion Independent Examiner's Report

Independent Examiner's report to the trustees of Institute of Corrosion

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2025 which are set out on pages 10 to 18.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ

N Boyce FCCA
Hickeson Boyce
Chartered Certified Accountants

Date: 24 March 2026

Institute of Corrosion
Statement of Financial Activities (including Income and Expenditure Account)
for the year ended 30 June 2025

	Notes	Unrestricted Funds	Restricted Funds	Total 2025	Total 2024
Income and endowments from:					
Donations and legacies	2	221,779	15,000	236,779	195,905
Other trading activities	3	32,063	-	32,063	25,394
Investments	4	9,966	-	9,966	6,723
Charitable activities	5	578,131	-	578,131	599,059
Total income and endowments		<u>841,939</u>	<u>15,000</u>	<u>856,939</u>	<u>827,081</u>
Expenditure on:					
Raising funds		70,851	-	70,851	59,177
Charitable activities		566,171	-	566,171	529,128
Total expenditure	6	<u>637,022</u>	<u>-</u>	<u>637,022</u>	<u>588,305</u>
Net gains/(losses) on investments	10	6,234	-	6,234	11,138
Net Income/(expenditure)		<u>211,151</u>	<u>15,000</u>	<u>226,151</u>	<u>249,914</u>
Transfers Between Funds		-	-	-	-
Net movement in Funds		<u>211,151</u>	<u>15,000</u>	<u>226,151</u>	<u>249,914</u>
Reconciliation of funds:					
Total funds brought forward	15/16	909,194	521,269	1,430,463	1,180,549
Total funds carried forward	14	<u><u>1,120,345</u></u>	<u><u>536,269</u></u>	<u><u>1,656,614</u></u>	<u><u>1,430,463</u></u>

**Institute of Corrosion
Balance Sheet
as at 30 June 2025**

	Notes	2025 £	2024 £
Fixed assets			
Tangible assets	9	626,890	622,420
Intangible assets	9	15,200	18,798
Investments	10	114,146	107,912
		<u>756,236</u>	<u>749,130</u>
Current assets			
Debtors	11	244,407	213,434
Cash at bank and in hand		<u>763,439</u>	<u>606,495</u>
		<u>1,007,846</u>	<u>819,929</u>
Creditors: amounts falling due within one year			
	12	(107,468)	(138,596)
Net current assets		<u>900,378</u>	<u>681,333</u>
Net assets		<u>1,656,614</u>	<u>1,430,463</u>
Charity funds			
Accumulated fund	15	1,120,345	909,194
Restricted funds	16	536,269	521,269
		<u>1,656,614</u>	<u>1,430,463</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

S Tate
President
Approved by the Trustees on 12 March 2026

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2025**

1 Accounting policies

General information and basis of preparation

The charity constitutes a public benefit entity as defined by Financial Reporting Standard 102 (FRS 102). The accounts have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings. In preparing the financial statements the Charity follows best practice as laid down in the Statement of Recommended Practice Accounting and Reporting by Charities SORP 2019 FRS 102 and the Charities Act 2011.

Going Concern

The accounts have been prepared on the going concern basis as the directors consider this basis to be appropriate, having reviewed the forecasts for twelve months from the date of signing these accounts. The directors are confident that the Institute will be able to meet its liabilities as they fall due during the next twelve months.

Depreciation

Depreciation is calculated to write off the cost or re-valued amount less the estimated residual value of tangible fixed assets on a straight line basis over their estimated useful lives as follows.

Office Equipment	20%
Computer Equipment	33.30%
Fixtures and Fittings	20%

Assets acquired for less than £500 are not capitalised unless they relate directly to business operations.

Land is not depreciated. Buildings are depreciated if their residual value is considered to be less than cost.

Amortisation

Amortisation is calculated to write off the cost or re-valued amount less the estimated residual value of intangible fixed assets on a straight line basis over their estimated useful lives as follows .

Website	25%
Trademarks and other intellectual property	10%

Investments

Investments are valued at the lower of cost or net realisable value. Other investments include charity approved investments which are valued at market value with any gains or deficits being shown in the Statement Of Financial Activities.

Subscriptions

Individual and sustaining membership subscription income is accounted for on a receipts basis, unless it relates to a future period in which case it is deferred. All other income is accounted for on an accruals basis. Deferred subscription income in the current year amounted to £27,940 (2024 - £22,952).

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2025

Expenditure Recognition

Expenditure is recognised in the period in which it was incurred and is allocated to the particular activity to which it relates or apportioned in a ratio considered appropriate by the Charity.

Taxation

The company has charity tax exemption status.

2 Income from donations and legacies

	2025	2024
	£	£
Subscriptions		
Individual Members	97,692	81,742
Sustaining Members	73,494	52,758
Magazine Income	255	140
	<u>171,441</u>	<u>134,640</u>
Elsevier (Corrosion Science)	338	2,469
	<u>171,779</u>	<u>137,109</u>
Gifts & Donations from Subsidiary Undertaking	50,000	58,796
Other Gifts and Donations	15,000	-
	<u>236,779</u>	<u>195,905</u>

3 Income from other trading activities

	2025	2024
	£	£
Branch fundraising events	31,613	25,356
Branch sponsorships	450	-
Merchandise	-	38
Property rental	-	-
Other income	-	-
	<u>32,063</u>	<u>25,394</u>

4 Income from investments

	2025	2024
	£	£
Bank interest	<u>9,966</u>	<u>6,723</u>

5 Income from charitable activities

	2025	2024
	£	£
Branch seminar income	-	-
Corrosion Management magazine	5,051	3,096
Training courses	573,080	595,963
	<u>578,131</u>	<u>599,059</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2025**

6 Expenditure

	Costs of generating voluntary income £	Fund raising and trading £	Direct charitable activities £	Governance costs £	2025 Total £	2024 Total £
Admin Fees	26,773	7,960	36,904	724	72,361	39,368
Depreciation	1,840	547	2,537	50	4,974	5,182
Head Office costs	5,585	1,660	7,698	151	15,094	24,108
Total Support Costs	34,198	10,167	47,139	925	92,429	68,658
Audit, Accountancy, Legal & other professional services	-	-	-	13,250	13,250	17,226
Council & trustee meetings	-	1,152	-	24,460	25,612	33,205
Technical secretary services	-	-	-	1,900	1,900	2,100
Business development	671	10,058	2,012	671	13,412	11,124
Subscriptions and donations	-	-	25,000	23,678	48,678	42,213
Financial services	-	6,879	-	2,850	9,729	7,683
Other overheads	-	-	-	28,462	28,462	28,323
Corrosion management magazine	-	(120)	-	89,422	89,302	74,801
Branch expenditure	-	7,846	203	51,741	59,790	30,574
Conferences & symposia	-	-	-	-	-	-
Training courses	-	-	5,741	248,717	254,458	272,398
	34,869	35,982	80,095	486,076	637,022	588,305

Total support costs are apportioned in proportion to total income.

	2024 £
Analysis of expenditure on raising funds:	
Generating voluntary income	34,869
Fundraising and trading	<u>35,982</u>
	<u>70,851</u>
Analysis of expenditure on charitable activities:	
Direct charitable activities	80,095
Governance costs	<u>486,076</u>
	<u>566,171</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2025

7 Net Income/(expenditure) for the Year

Net income/(expenditure) for the year is stated after charging:

	2025	2024
	£	£
Depreciation	1,376	1,582
Amortisation	3,598	3,600
Independent examiners remuneration:		
Independent examination fee	1,825	1,825
Other services	<u>9,425</u>	<u>11,750</u>

8 Staff Costs and Numbers

	2025	2024
Average number of persons employed by the charity	<u>3</u>	<u>2</u>

During the year no employees received emoluments in excess of £60,000. The total pension contributions amounted to £3,269 (2024 - £2,811).

9 Fixed Assets

Intangible Fixed Assets

	Website	Trademarks	Other Intellectual Property	Total
	£	£	£	£
Cost				
At 1 July 2024	14,656	495	35,500	50,651
Additions	-	-	-	-
Disposals	-	-	-	-
At 30 June 2025	<u>14,656</u>	<u>495</u>	<u>35,500</u>	<u>50,651</u>
Depreciation				
At 1 July 2024	14,656	447	16,750	31,853
Charge for the year	-	48	3,550	3,598
On disposals	-	-	-	-
At 30 June 2025	<u>14,656</u>	<u>495</u>	<u>20,300</u>	<u>35,451</u>
Net book value				
At 30 June 2025	<u>-</u>	<u>-</u>	<u>15,200</u>	<u>15,200</u>
At 1 July 2024	<u>-</u>	<u>48</u>	<u>18,750</u>	<u>18,798</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2025

Tangible Fixed Assets

	Land & Buildings £	Office Equipment £	Computer Equipment £	Fixtures & Fittings £	Total £
Cost					
At 1 July 2024	619,244	14,242	23,813	32,531	689,830
Additions	5,846	-	-	-	5,846
Disposals	-	-	-	-	-
At 30 June 2025	<u>625,090</u>	<u>14,242</u>	<u>23,813</u>	<u>32,531</u>	<u>695,676</u>
Depreciation					
At 1 July 2024	-	13,768	23,813	29,829	67,410
Charge for the year	-	237	-	1,139	1,376
On disposals	-	-	-	-	-
At 30 June 2025	<u>-</u>	<u>14,005</u>	<u>23,813</u>	<u>30,968</u>	<u>68,786</u>
Net book value					
At 30 June 2025	<u>625,090</u>	<u>237</u>	<u>-</u>	<u>1,563</u>	<u>626,890</u>
At 1 July 2024	<u>619,244</u>	<u>474</u>	<u>-</u>	<u>2,702</u>	<u>622,420</u>

The bespoke HQ building was professionally valued as at 21 September 2022 at £340,000. However in accordance with the Charities SORP FRS102 effective 1 January 2019 section 12.14, as the building continues to meet its intended service potential then the Trustees consider that its value in use would be better reflected by its replacement cost value rather than the amount for which it could be sold in the market, and therefore no impairment in value is considered to have arisen. Consequently, the land and buildings continue to be shown in the balance sheet at cost.

10 Fixed Asset Investment

	Shares in subsidiary undertakings £	Other Investments £
Cost/market value		
At 1 July 2023	1	107,912
Additions	-	-
Revaluation	-	6,234
At 30 June 2024	<u>1</u>	<u>114,146</u>
Historical cost		
At 30 June 2025	<u>1</u>	<u>100,000</u>
At 1 July 2024	<u>1</u>	<u>100,000</u>

In the opinion of the Directors the aggregate view of the company's investment in subsidiary undertaking is not less than the amount included in the balance sheet.

Company	Country of registration or incorporation and number	Class	Shares held: %
Correx Limited	England and Wales 04673112	Ordinary	100

The company commenced trading in March 2005

As at 30 June 2025, the company's capital and reserves amounted to £509,845 (2024 - £520,797), its turnover was £189,758 (2024 - £199,116) and the Profit for the Year amounted to £39,048 (2024 - £70,151).

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2025**

11 Debtors	2025	2024
	£	£
Trade debtors	27,189	71,929
Funding for subsidiary undertaking	-	-
Other debtors	-	578
Prepayments & accrued income	217,218	140,927
	<u>244,407</u>	<u>213,434</u>

12 Creditors: amounts falling due within one year	2025	2024
	£	£
Trade creditors	30,666	104,228
Other taxes and social security costs	21,556	1
Accruals and deferred income	55,246	34,367
	<u>107,468</u>	<u>138,596</u>

13 Creditors: amounts falling due after one year	2025	2024
	£	£
Other creditors	<u>-</u>	<u>-</u>

14 Analysis of Net Assets

	Unrestricted funds	Restricted funds
	£	£
Fixed assets	244,701	511,535
Current assets	983,112	24,734
Other creditors	(107,468)	-
	<u>1,120,345</u>	<u>536,269</u>

15 Unrestricted Funds

	Balance at 01/07/2024	Incoming	Movement in Funds			Balance at 30/06/2025
			Outgoing	Transfers	Unrealised gain/(loss) on investment	
	£	£	£	£	£	£
Accumulated fund	909,194	841,939	(637,022)	-	6,234	1,120,345
	<u>909,194</u>	<u>841,939</u>	<u>(637,022)</u>	<u>-</u>	<u>6,234</u>	<u>1,120,345</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2025**

16 Restricted Funds

	Balance at 01/07/2024	Incoming	Movement in Funds			Unrealised gain on investment	Balance at 30/06/2025
			Outgoing	Transfers			
	£	£	£	£	£	£	
Corrosion network group	855	-	-	-	-	855	
Building endowments	7,535	-	-	-	-	7,535	
Building fund	504,000	-	-	-	-	504,000	
Young engineers fund	8,879	15,000	-	-	-	23,879	
	<u>521,269</u>	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>536,269</u>	

The Corrosion Network Group formally known as the Corrosion Co-ordination Group was set up in 1997 by way of donations. The grant terms for the Corrosion Network Group are to provide support for a delegate from each of IoM³ and The Institute of Corrosion to attend the EFC Corrosion Conference each year.

Building endowments are made up of donations to the building fund from members.

The building fund includes funds from the Corrosion House sale and £410,000 gift aided from Correx Limited.

The Young Engineers fund is used to support the Young Engineers Program.

17 Related Party Transactions

During the year administration overheads amounting to £81,970 (2024 £73,598) were charged to Correx Limited, a trading subsidiary.

INSTITUTE OF CORROSION

England & Wales - Charity number 275206

Accounts

Registered number
1240103
Charity number
275206

Institute of Corrosion
(A company limited by guarantee)

Report and Financial Statements

30 June 2024

**Institute of Corrosion
Report and accounts
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Institute of Corrosion

Company Information

The Trustees, who also act as Directors for the purpose of the Companies Act 2006, present their Report and Unaudited Accounts for the year ended 30 June 2024, prepared in accordance with the Statement of Recommended Practice SORP 2019 Accounting for Charities (FRS 102).

Trustees/Directors

President	S Tate
Vice President	Y Gao
Honorary Secretary	J Lomas
Immediate Past President	B Hedges

Non voting member

Treasurer	I G Winning (George)
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Members of Council (Ex-Officio)

Chair PDTC	D Horrocks
Chair PAC	P Lambert
Chair TAC	L Fullalove
Chair CED	N Smart
Chair CSD	D Burkle
Chair Young ICorr	J McGladdery

Technical Editor CM	S Khan
Chair Aberdeen Branch	M Ejaz
Chair London Branch	I G Winning (George)
Chair Midlands Branch	B Whittaker
Chair North West Branch	G Brown
Chair North East Branch	M Fletcher
Chair Yorkshire Branch	R Green

Ordinary Members of Council (Elected and co-opted)

J Fletcher
D Harvey
K Harold
B Peters
R Edwards
B Wyatt
D Harrop
I G Winning (George)

Accountants

Hickeson Boyce
68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ

Bankers

National Westminster Bank
27 High Street
Leighton Buzzard
Bedfordshire
LU7 1DX

Registered office

Corrosion House
5 St Peters Gardens
Marefair
Northampton
NN1 1SX

Company registration number

1240103

Charity registration number

275206

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2023 to 30th June 2024

Structure, Governance and Management

Governing Documents

The Institute of Corrosion ("the Institute") is a charitable company, limited by guarantee, incorporated on 12 January 1976 as the Institution of Corrosion Science and Technology and registered as a charity on 15 March 1978. The company was established under a Memorandum of Association, most recently amended at the AGM on 19th November 2020, which delineates the objects and powers of the charitable company, and is governed under its Articles of Association, most recently amended at the AGM on 19th November 2020.

In the event of the company being wound up, each Member undertakes to contribute to the assets of the company an amount not exceeding £5 to meet the debts and liabilities of the company.

Organisational Structure

The President, who acts as the Chief Executive of the Institute, reports to the Trustees, who form the Management Committee. In turn, the Trustees report to Council, who are the ultimate governing body of the Institute and who meet at intervals not exceeding 7 months and normally every 3 months. Membership of Council comprises the Trustees and nominated representatives from the standing committees, branches and divisions of the Institute and up to 12 elected individual members of the Institute.

Recruitment and Appointment of Trustees

The Directors of the Institute are also Trustees for the purposes of charity law and, under the Articles of Association, act as the Executive Management Committee. The President is elected for a 2-year term at the Annual General Meeting (AGM); normally the Vice-President shall be a candidate for election as President while the retiring President is the candidate for Immediate Past-President, unless other arrangements are necessary. Except in exceptional circumstances e.g. health reasons, the Trustees are elected annually at the AGM and existing (non-Presidential) Trustees may stand for re-election.

Trustees, as members of the Management Committee, are required to have a broad skills base and suitable persons are drawn from industry, private consultancy and academia. Trustee vacancies are generally filled by approaching individuals who are thought to offer particular skills and/or who are able to maintain the balance of skills available to the Management Committee. Vacancies for all positions are also sought generally from the membership through a notice in the Institute's publication "Corrosion Management" and on the website of the Institute at the same time that the notice for the AGM is promulgated.

Trustee Induction and Training

Most Trustees will already be familiar with the operation of the Institute from prior service in a local or regional branch, division or committee. However, after their appointment new Trustees are given a brief familiarisation session by the President and Trustee Team that is intended to cover:

- Obligations on Trustees in Law and as members of the Management Committee
- Memorandum and Articles of Association of the Institute
- The current financial position as set out in the latest published accounts; and
- Future plans and objectives of the Institute

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2023 to 30th June 2024

Risk Management

The Trustees have conducted a review of the major risks to which the Institute is exposed. A risk register has been established and is updated at least annually and, where appropriate, systems or procedures have been established to mitigate such risks and provision made in long term plans. Independent Audits by License Bodies – Engineering and Science Councils and Quality Management Auditors help to reinforce processes and assessments. External risks to funding, most recently seen during the recent Covid-19 Pandemic have led to the development of a strategic plan which allows for the diversification of income generation by trading activities through the Institute's subsidiary Correx Ltd. Internal control risks are minimised by the implementation of procedures for authorisation of all major transactions and projects by referral to Council. Approval for payment of all incoming supplier invoices and officer expenses is via the President, up to a value of £5k excluding reclaimable VAT and above that amount via both the President and Treasurer.

Finances

The year saw a substantial increase in income to £827k (vs £411k in previous year). This was offset due to rising running costs as well as investment in new training programmes but which saw expenses increase slightly overall to £588k (vs £359k) resulting in a surplus of £244k (vs £53k). Our managed investment portfolio increased by £11k (vs an increase of £2k in previous year) so the net surplus is £250k (vs £53k). These figures include a payment from Correx to cover its share of operating costs and that is now set-up for monthly instalments. The Trustees are encouraged by the fact that the impact of changes on how training is provided, now increasingly directly instead of via Training Partners, has increased the turnover and resultant surplus. The Trustees have monthly virtual meetings to review the situation on an on-going basis with Training Scheme Managers maintaining their own records and also reporting monthly.

Related Parties

The Institute manages coordination of UK activities in corrosion through the UK Corrosion Network, a group comprising members of the Institute of Corrosion and the Institute of Materials, Minerals and Mining (IoM³). Its regional branches also work in the UK with AFBE, BINDT, EI, IMechE, SPE and TWI. The Institute is also a member of the European Federation of Corrosion (EFC) and the World Corrosion Organisation (WCO) and participates actively within these umbrella organisations. The Institute is an associate member of the Engineering Council (EC) and founder member of the Licensed Charter Awarding Body of the Science Council. The Institute has strong relationships with other professional societies throughout the world. During 2025, the Institute aims to become an EC Licensee holder and to offer CEng status directly (currently this via SOE – Society of Operations Engineers), delayed from 2024 due to operational reasons within EC.

Aims and Objectives

The Institute, as a Learned Society, has been serving the corrosion science, technology and engineering management and economic needs of individuals, academia and industry in various guises since 1959. Corrosion and materials degradation, which typically costs the UK around 3-4% of GDP per annum (equivalent to the annual education budget), is recognised nationally and internationally as a major economic and environmental cost that is unsustainable at its current level. Specific industry corrosion impacts and costs vary with their specific infrastructure and degree of environmental exposure, e.g. highways, rail and manufacturing. The Institute was formed with the objective of serving the needs of stakeholders connected with corrosion engineering, science and technology. The principal aim of the Institute, in support of this objective, is to advance the understanding of the science, technology and engineering practice of corrosion control, and to facilitate the exchange of information and ideas for the public benefit (specifically via formal training and education and government engagement).

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Trustees' report for the year 1st July 2023 to 30th June 2024

Achievements and Performance

The 2023/2024 financial year has been full of activity and great progress in our expanded training operations and the formation of 2 new Institute Branches at Grangemouth in Central Scotland and Wales and South-West Branch based in Port Talbot Nr. Swansea under the Chair of President – Stephen Tate.

Branch meetings were held both in-person and virtually and were well attended. Between 50-60 Technical Presentations related to Corrosion Prevention are now provided publicly to ICorr members and their guests annually, along with specific full-day Corrosion Awareness Events held in Aberdeen and elsewhere.

In April 2023 the annual Corrosion Engineering Division (CED) working day was held as an in-person meeting with 35 attendees for the full day at the National Physical Laboratory in London (NPL). Our Newcastle Sustainability Conference held jointly in June 2023 with the North of England Institute of Mining and Mechanical Engineers (NEIMME) attracted over 60 in-person attendees.

Virtual options provide a way for members who are not able to attend in person to connect with us – which is very important, especially for our increasing overseas membership to whom we are looking to further support soon through local overseas based branches. Another benefit of virtual meetings has been the reduced impact on the environment, as it reduces our carbon footprint as we travel less but it is not possible to conduct all Institute activities virtually.

During June 2023, we were successfully audited for our current CEng scheme via SOE and also discussed with the Engineering Council at that time, about our intention to proceed with CEng Direct in 2024-2025 financial year.

In September 2023 we held the Corrosion Science Symposium annual event of the Corrosion Science Division of the Institute which was well attended. It was held jointly with the Royal Society of Chemistry's Electrochem conference at the University of Bristol at which the UR Evans award was presented to Professor Nick Birbilis by the ICorr President – Stephen Tate.

The Institute sponsors a number of prestigious international awards, which are made on an annual basis to recognise excellence in corrosion science and engineering. For our 2023/2024 awards we had many deserving candidates for the awards committee to choose from and the final winners were:

UR Evans award: Professor Nick Birbilis, (Deakin University, Australia): As above

Paul McIntyre award: Dr Roger Francis: presented at CED Event of April 2023

H. G. Cole Award: Trevor Osborne: presented at the November 2023 AGM

Lionel Shreir award: James Rafferty (University of Manchester): monetary award given to the best student presenter at the annual Corrosion Science Symposium.

Following on from our Digital Management Strategy initiated some 4 years previously, our social media presence now has approaching 20,000 followers, on its branch and national LinkedIn sites. We have partnered with a professional writer for our social media articles (blogs) to ensure we maximise the opportunity to engage and educate our followers effectively. The Institute also now operates Facebook, Instagram and Twitter (X) accounts.

As a result of feedback from many of our members we have begun a multi-year project to update our website-based course booking system, certifications systems and members database. The 1st Phase – the website-based course booking is now active and arrangements for other improvements are being progressed. A key component of this is the move to largely paperless' systems at our Northampton HQ.

We are presently retaining a printed bi-monthly corrosion journal – 'Corrosion Management' which most members still favour at this point in time.

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The Registration Agreement with the Society of Operations Engineers (SOE) enables our professional members to apply via SOE for registration as CEng, IEng or EngTech. The agreement has been working well historically but was always seen as an interim measure and is now considered to have run its course. The Institute now intends to move during Q2 2025 towards being a direct EC Licensee holder to enhance membership retention. We shall continue to regularly encourage professional members with lesser qualifications to apply for registration as Engineering Technicians and Incorporated Engineers.

In January 2022 our biennial YEP - Young Engineer Programme was launched and for the first time it was based successfully in Aberdeen and run by the Aberdeen Branch of the Institute. The 2022 winning group attended the Association for Materials Protection and Performance (AMPP) conference and leadership programme in Denver with the ICorr National President – Stephen Tate in March 2023. Our Young ICorr (YICorr) committee for those under 35 years of age, have been tasked with organising our future YEP programmes to best suit our membership profile/distribution.

Head Office Re-organisation

During the 2023/2024 Financial Year, President – Stephen Tate instigated a re-organisation of the ICorr Head Office Team, so as to better serve the Institute membership going forwards. A new ICorr Lead Administrator and a new Administrative Assistant were recruited and trained, commencing June 2024. This necessitated some temporary disruption and additional costs during onboarding processes which are now completed with the new permanent staff proving very beneficial, to both Correx and ICorr activities and their respective members.

Membership and Membership Services

Professional Membership applications are handled by the Professional Assessment Committee (PAC) of the Institute. We encourage existing individual members to consider upgrading from Individual Membership to the Professional grades of Technician, Member and Fellow and from the Professional grades to Chartered Engineer and Chartered Scientist. Total membership as of June 2023 remained at around 1500 members. This number includes our free student membership of 181 (vs 216), a slight decrease from the previous year but increased again throughout 2024 post Covid, to its present level of 229 student members.

Included in the above numbers were 246 (vs 264) members from sustaining companies, also a small decrease considered to be related to the current economic climate.

There were also 23 sustaining companies at gold level (including three staff as Institute affiliates) and also 92 (up from 87) sustaining companies (including two staff as Institute affiliates) at ordinary level at the end of the financial year 2023/2024 along with 17 local branch sponsors for Aberdeen (including two staff nominees eligible to attend corrosion awareness training and its technical meetings), so overall very encouraging in terms of national support.

The corporate membership category was launched in early 2021 and we now have eight companies at this level, up from four companies previously as corporate members, contributing 40 members to the total ICorr membership. Two companies have upgraded from sustaining to corporate level.

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Trustees' report for the year 1st July 2023 to 30th June 2024

Training Courses

Our training courses have again been a highlight of the year, especially from our now ICorr Direct Cathodic Protection courses. The Institute's two main training providers, IMechE AR and Corrodere/MPI, offer the Institute's courses around the world and increasingly in China. Income from training continues to grow, particularly from distance learning courses in Inspection topics. Improvements and additions to the Institute's portfolio of training courses are on-going, with continued investment that is expected to generate returns over the coming years. There has been a move away from the use of volunteers (as scheme managers particularly) in this area, with a more professional approach to the development, review and implementation of new courses. This process is overseen by the by the respective governing boards and the Trustees who review course investments where required. Quality Auditing is provided independently to ICorr via LRQA.

All of our Cathodic Protection (CP) courses are compliant with ISO-15257 and have been very popular of late with demand being driven by government agencies/bodies such as HSE and National Highways/Network Rail. They are delivered directly by the Institute at the CP training centres, at the offices of Freyssinet (a leading civil and structural engineering specialist) in Telford and also now at Argyll Ruanne Sheffield.

In the world of surface treatment new PFP Cementitious, Insulation and Coating Inspector Level 2 courses have been developed alongside Hot Dip Galvanising Level 2 training. PFP Cementitious Level 3 is also being progressed. Online offerings are increasingly being developed also but this is not a suitable option for all course types, many of which still require a practical component.

The new Microbially Influenced Corrosion (MIC) course has been approved and implemented as a combination of HQ lead and in-company training. New courses for Corrosion Under Insulation (CUI), Refinery Corrosion Control and Boiler Corrosion and Stainless Steels Corrosion have also been developed and rolled out in 2023/2024.

Overseas corrosion training opportunities continue to be explored subject to suitable commercial agreements being put in place and this is expected to be activated from 2025 onwards, as our new Overseas branches are established.

Correx Ltd

Correx is an independent company that is wholly owned by the Institute. The primary activity of Correx Ltd is to manage and operate the Industrial Coating Applicator Training Scheme (ICATS). Correx has had another successful year. Correx Ltd shares the administration costs of the Institute's office. It should also be noted that during the year 2022/2023, no Gift Aided donation was made by Correx Ltd to the Institute, although arrangements were in place for 2023/2024 financial year.

Future Strategy

The Institute has a strategic vision to enter into partnerships with fellow Institutes and other stakeholders in the corrosion control industry in order to maximise the impact of our objectives and activities while minimising our costs in achieving them. We are continuing to place great emphasis on training and certification and see the on-going review and upgrade of the existing course offerings, particularly in respect of our more advanced engineering level courses, as a high priority for the Institute going forward and towards a greater proportion of CEng and CSci members.

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Trustees' report for the year 1st July 2023 to 30th June 2024

Another key focus is on the recruitment and retention of a younger and more diverse membership, which is overseen by the Membership Development Committee, with university liaison via Young ICorr (for members under 35yrs of age). The Cathodic Protection Governing Board (CPGB) has been recently reconfigured to include 5 new younger members and the intention of the President is to do the same with the Surface Treatment Governing Board (STGB) during the year 2024/2025. Development of a new Engineering Training Governing Board (ETGB) also moved forward during 2023/2024 and is expected to become active early in the 2024/2025 financial year.

During the forthcoming 2024/2025 financial year, it is planned to expand the Institutes operations significantly into Overseas markets, particularly India, the Far East and Middle East, areas that contribute increasingly to ICorr's activities. It has been noted that two-thirds of new Institute Membership applications now come from Overseas locations.

Within the 2024/2025 financial year, we shall also lay the foundations for our joint participation with IOM3 at the EUROCORR 2026 conference, the most significant European corrosion event, this time occurring in Dublin.

Principal Funding Sources

The primary source of funds for the Institute is subscription income from Individual, Branch, Corporate, Gold and Ordinary Sustaining Company Members. Additional income arises due to surpluses from branch membership and Divisional activities such as CED/Global Corrosion Awareness Day, which generally take the form of seminars, conferences and meeting programmes for local members and industry, supported by local company sponsorships and exhibitors. Other significant streams include licence fees (levy's) from training and certification courses operated by the Institute's course providers, such as Argyll Ruane and Corrodere.

Correx Ltd, which runs the commercial arm of the Institute and ICATS – Industrial Coating Applicator Scheme, has been able to contribute funds for staffing, IT provision and other running costs. There are also occasional joint promotional events with the Institute of Corrosion.

Investment Policy

The Institute considers that until the unrestricted funds have grown, for the time being, the majority of funds available for investment should be maintained in short term funding vehicles. The cash reserves were split into separate accounts not exceeding £85k in order to secure full protection via the UK government Financial Services Compensation Scheme. With recent interest rate changes, all of the Institute's bank accounts including Savings Accounts are currently being reviewed by the Treasurer, so as to receive the best possible interest rates in 2024/2025 financial year. New signatories are being put in place for all accounts under enhanced procedures.

Following the Council meeting of 3rd February 2021, a proposal to invest up to £100k in a managed, stocks and shares account was accepted unanimously, and a broker engaged (Hambrook Financial Planning). Results of this investment are presented at each Council meeting and fund holdings adjusted as and when necessary. This is a long-term investment (up to 10 years) but we can withdraw all or part of the funds held at any time. This has so far performed extremely and is on target to meet its goals.

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Trustees' report for the year 1st July 2023 to 30th June 2024

Responsibilities of the Trustees

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Management Committee follow best practice and:

- 1 Select suitable accounting policies and then apply them consistently.
- 2 Make judgements and estimates that are reasonable and prudent; and
- 3 Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The Trustees are responsible for maintaining 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. The Trustees 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.

Members of the Management Committee

Members of the Management Committee, who are Directors for the purpose of company law and Trustees for the purpose of charity law, who served during the year and up to the date of this report are set out in the forward above. In accordance with company law, as the charitable company's directors, we certify that:

- 1 So far as we are aware, there is no relevant information of which the company's accountants are unaware; other than outstanding savings account statements that are linked to change of bank signatories with retiring Council members and their replacements and are in the process of being completed.
- 2 As Directors we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant accounts information and to establish that the charity's accountants are aware of that information.

The Accounts for the year 2023/2024 have been prepared from the accounting records by Hickeson Boyce and are presented here for discussion and approval at the AGM.

This report was approved by the Management Committee immediately prior to the AGM of 13th November 2024 and signed on its behalf by:

S.F. Tate

Stephen Tate
President

**Institute of Corrosion
Independent Examiner's Report**

Independent Examiner's report to the trustees of Institute of Corrosion

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2024 which are set out on pages 10 to 18.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ



N Boyce FCCA
Hickeson Boyce
Chartered Certified Accountants

Date: 26/03/2025

Institute of Corrosion
Statement of Financial Activities (including Income and Expenditure Account)
for the year ended 30 June 2024

	Notes	Unrestricted Funds	Restricted Funds	Total 2024	Total 2023
Income and endowments from:					
Donations and legacies	2	195,905	-	195,905	166,982
Other trading activities	3	25,394	-	25,394	31,926
Investments	4	6,723	-	6,723	2,403
Charitable activities	5	599,059	-	599,059	209,212
Total income and endowments		<u>827,081</u>	<u>-</u>	<u>827,081</u>	<u>410,523</u>
Expenditure on:					
Raising funds		59,177	-	59,177	57,829
Charitable activities		529,128	-	529,128	301,385
Total expenditure	6	<u>588,305</u>	<u>-</u>	<u>588,305</u>	<u>359,214</u>
Net gains/(losses) on investments	10	11,138	-	11,138	2,301
Net Income/(expenditure)		<u>249,914</u>	<u>-</u>	<u>249,914</u>	<u>53,610</u>
Transfers Between Funds		-	-	-	-
Net movement in Funds		<u>249,914</u>	<u>-</u>	<u>249,914</u>	<u>53,610</u>
Reconciliation of funds:					
Total funds brought forward	15/16	659,280	521,269	1,180,549	1,126,939
Total funds carried forward	14	<u>909,194</u>	<u>521,269</u>	<u>1,430,463</u>	<u>1,180,549</u>

**Balance Sheet
as at 30 June 2024**

	Notes	2024 £	2023 £
Fixed assets			
Tangible assets	9	622,420	624,002
Intangible assets	9	18,798	22,398
Investments	10	107,912	96,775
		<u>749,130</u>	<u>743,175</u>
Current assets			
Debtors	11	213,434	178,050
Cash at bank and in hand		<u>606,495</u>	<u>350,016</u>
		819,929	528,066
Creditors: amounts falling due within one year			
	12	(138,596)	(90,692)
Net current assets		<u>681,333</u>	<u>437,374</u>
Net assets		<u>1,430,463</u>	<u>1,180,549</u>
Charity funds			
Accumulated fund	15	909,194	659,280
Restricted funds	16	521,269	521,269
		<u>1,430,463</u>	<u>1,180,549</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

S. F. Tate

S Tate

President

Approved by the Trustees on 25/03/25

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2024**

1 Accounting policies

General information and basis of preparation

The charity constitutes a public benefit entity as defined by Financial Reporting Standard 102 (FRS 102). The accounts have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings. In preparing the financial statements the Charity follows best practice as laid down in the Statement of Recommended Practice Accounting and Reporting by Charities SORP 2019 FRS 102 and the Charities Act 2011.

Going Concern

The accounts have been prepared on the going concern basis as the directors consider this basis to be appropriate, having reviewed the forecasts for twelve months from the date of signing these accounts. The directors are confident that the Institute will be able to meet its liabilities as they fall due during the next twelve months.

Depreciation

Depreciation is calculated to write off the cost or re-valued amount less the estimated residual value of tangible fixed assets on a straight line basis over their estimated useful lives as follows.

Office Equipment	20%
Computer Equipment	33.30%
Fixtures and Fittings	20%

Assets acquired for less than £500 are not capitalised unless they relate directly to business operations.

Land is not depreciated. Buildings are depreciated if their residual value is considered to be less than cost.

Amortisation

Amortisation is calculated to write off the cost or re-valued amount less the estimated residual value of intangible fixed assets on a straight line basis over their estimated useful lives as follows .

Website	25%
Trademarks and other intellectual property	10%

Investments

Investments are valued at the lower of cost or net realisable value. Other investments include charity approved investments which are valued at market value with any gains or deficits being shown in the Statement Of Financial Activities.

Subscriptions

Individual and sustaining membership subscription income is accounted for on a receipts basis, unless it relates to a future period in which case it is deferred. All other income is accounted for on an accruals basis. Deferred subscription income in the current year amounted to £22,952 (2023 - £30,985) and £30,985 2023 - £37,743) was released from the previous year.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2024

Expenditure Recognition

Expenditure is recognised in the period in which it was incurred and is allocated to the particular activity to which it relates or apportioned in a ratio considered appropriate by the Charity.

Taxation

The company has charity tax exemption status.

2 Income from donations and legacies

	2024	2023
	£	£
Subscriptions		
Individual Members	81,742	92,521
Sustaining Members	52,758	56,386
Magazine Income	140	280
	<u>134,640</u>	<u>149,187</u>
Elsevier (Corrosion Science)	2,469	2,795
	<u>137,109</u>	<u>151,982</u>
Gifts & Donations from Subsidiary Undertaking	58,796	-
Other Gifts and Donations	-	15,000
	<u>195,905</u>	<u>166,982</u>

3 Income from other trading activities

	2024	2023
	£	£
Branch fundraising events	25,356	19,721
Branch sponsorships	-	12,100
Merchandise	38	105
Property rental	-	-
Other income	-	-
	<u>25,394</u>	<u>31,926</u>

4 Income from investments

	2024	2023
	£	£
Bank interest	<u>6,723</u>	<u>2,403</u>

5 Income from charitable activities

	2024	2023
	£	£
Branch seminar income	-	-
Corrosion Management magazine	3,096	6,096
Training courses	595,963	203,116
	<u>599,059</u>	<u>209,212</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2024**

6 Expenditure

	Costs of generating voluntary income £	Fund raising and trading £	Direct charitable activities £	Governance costs £	2024 Total £	2023 Total £
Admin Fees	14,566	4,330	20,078	394	39,368	29,589
Depreciation	1,917	570	2,643	52	5,182	6,726
Head Office costs	8,920	2,652	12,295	241	24,108	18,898
Total Support Costs	25,403	7,552	35,016	687	68,658	55,213
Audit, Accountancy, Legal & other professional services	-	-	-	17,226	17,226	16,128
Council & trustee meetings	-	2,885	-	30,320	33,205	10,967
Technical secretary services	-	-	-	2,100	2,100	3,200
Business development	556	8,343	1,669	556	11,124	15,704
Subscriptions and donations	-	-	25,000	17,213	42,213	14,604
Financial services	-	5,737	-	1,946	7,683	4,151
Other overheads	-	-	-	28,323	28,323	24,154
Corrosion management magazine	-	(400)	-	75,201	74,801	82,683
Branch expenditure	-	9,101	-	21,473	30,574	34,235
Conferences & symposia	-	-	-	-	-	-
Training courses	-	-	8,556	263,842	272,398	98,175
	25,959	33,218	70,241	458,887	588,305	359,214

Total support costs are apportioned in proportion to total income.

	2024 £
Analysis of expenditure on raising funds:	
Generating voluntary income	25,959
Fundraising and trading	<u>33,218</u>
	<u>59,177</u>
Analysis of expenditure on charitable activities:	
Direct charitable activities	70,241
Governance costs	<u>458,887</u>
	<u>529,128</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2024

7 Net Income/(expenditure) for the Year

Net income/(expenditure) for the year is stated after charging:

	2024	2023
	£	£
Depreciation	1,582	3,126
Amortisation	3,600	3,600
Independent examiners remuneration:		
Independent examination fee	1,825	1,825
Other services	<u>11,750</u>	<u>11,750</u>

8 Staff Costs and Numbers

	2024	2023
Average number of persons employed by the charity	<u>2</u>	<u>2</u>

During the year no employees received emoluments in excess of £60,000. The total pension contributions amounted to £2,811 (2023 - £3,408).

9 Fixed Assets

Intangible Fixed Assets

	Website	Trademarks	Other Intellectual Property	Total
	£	£	£	£
Cost				
At 1 July 2023	14,656	495	35,500	50,651
Additions	-	-	-	-
Disposals	-	-	-	-
At 30 June 2024	<u>14,656</u>	<u>495</u>	<u>35,500</u>	<u>50,651</u>
Depreciation				
At 1 July 2023	14,656	398	13,199	28,253
Charge for the year	-	49	3,551	3,600
On disposals	-	-	-	-
At 30 June 2024	<u>14,656</u>	<u>447</u>	<u>16,750</u>	<u>31,853</u>
Net book value				
At 30 June 2024	<u>-</u>	<u>48</u>	<u>18,750</u>	<u>18,798</u>
At 1 July 2023	<u>-</u>	<u>97</u>	<u>22,301</u>	<u>22,398</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2024

Tangible Fixed Assets

	Land & Buildings £	Office Equipment £	Computer Equipment £	Fixtures & Fittings £	Total £
Cost					
At 1 July 2023	619,244	14,242	23,813	32,531	689,830
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 30 June 2024	<u>619,244</u>	<u>14,242</u>	<u>23,813</u>	<u>32,531</u>	<u>689,830</u>
Depreciation					
At 1 July 2023	-	13,531	23,607	28,690	65,828
Charge for the year	-	237	206	1,139	1,582
On disposals	-	-	-	-	-
At 30 June 2024	<u>-</u>	<u>13,768</u>	<u>23,813</u>	<u>29,829</u>	<u>67,410</u>
Net book value					
At 30 June 2024	<u>619,244</u>	<u>474</u>	<u>-</u>	<u>2,702</u>	<u>622,420</u>
At 1 July 2023	<u>619,244</u>	<u>711</u>	<u>206</u>	<u>3,841</u>	<u>624,002</u>

The bespoke HQ building was professionally valued as at 21 September 2022 at £340,000. However in accordance with the Charities SORP FRS102 effective 1 January 2019 section 12.14, as the building continues to meet its intended service potential then the Trustees consider that its value in use would be better reflected by its replacement cost value rather than the amount for which it could be sold in the market, and therefore no impairment in value is considered to have arisen. Consequently, the land and buildings continue to be shown in the balance sheet at cost.

10 Fixed Asset Investment

	Shares in subsidiary undertakings £	Other Investments £
Cost/market value		
At 1 July 2023	1	96,774
Additions	-	-
Revaluation	-	11,138
At 30 June 2024	<u>1</u>	<u>107,912</u>
Historical cost		
At 30 June 2024	<u>1</u>	<u>100,000</u>
At 1 July 2023	<u>1</u>	<u>100,000</u>

In the opinion of the Directors the aggregate view of the company's investment in subsidiary undertaking is not less than the amount included in the balance sheet.

Company	Country of registration or incorporation and number	Shares held:	
		Class	%
Correx Limited	England and Wales 04673112	Ordinary	100

The company commenced trading in March 2005

As at 30 June 2024, the company's capital and reserves amounted to £520,797 (2023 - £509,442), its turnover was £199,116 (2023 - £188,749) and the Profit for the Year amounted to £70,151 (2023 - £44,800).

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2024

11 Debtors	2024	2023
	£	£
Trade debtors	71,929	46,651
Funding for subsidiary undertaking	-	41,283
Other debtors	578	-
Prepayments & accrued income	140,927	90,116
	<u>213,434</u>	<u>178,050</u>

12 Creditors: amounts falling due within one year	2024	2023
	£	£
Trade creditors	104,228	34,629
Other taxes and social security costs	1	10,168
Accruals and deferred income	34,367	45,895
	<u>138,596</u>	<u>90,692</u>

13 Creditors: amounts falling due after one year	2024	2023
	£	£
Other creditors	<u>-</u>	<u>-</u>

14 Analysis of Net Assets

	Unrestricted funds	Restricted funds
	£	£
Fixed assets	237,595	511,535
Current assets	819,929	-
Other creditors	(138,596)	-
	<u>918,928</u>	<u>511,535</u>

15 Unrestricted Funds

	Balance at 01/07/2023	Incoming	Movement in Funds			Balance at 30/06/2024
			Outgoing	Transfers	Unrealised gain/(loss) on investment	
	£	£	£	£	£	£
Accumulated fund	659,280	827,081	(588,305)	-	11,138	909,194
	<u>659,280</u>	<u>827,081</u>	<u>(588,305)</u>	<u>-</u>	<u>11,138</u>	<u>909,194</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2024**

16 Restricted Funds

	Balance at 01/07/2023	Incoming	Movement in Funds			Unrealised gain on investment	Balance at 30/06/2024
			Outgoing	Transfers			
	£	£	£	£	£	£	
Corrosion network group	855	-	-	-	-	855	
Building endowments	7,535	-	-	-	-	7,535	
Building fund	504,000	-	-	-	-	504,000	
Young engineers fund	8,879	-	-	-	-	8,879	
	<u>521,269</u>	-	-	-	-	<u>521,269</u>	

The Corrosion Network Group formally known as the Corrosion Co-ordination Group was set up in 1997 by way of donations. The grant terms for the Corrosion Network Group are to provide support for a delegate from each of IoM³ and The Institute of Corrosion to attend the EFC Corrosion Conference each year.

Building endowments are made up of donations to the building fund from members.

The building fund includes funds from the Corrosion House sale and £410,000 gift aided from Correx Limited.

The Young Engineers fund is used to support the Young Engineers Program.

17 Related Party Transactions

During the year administration overheads amounting to £73,598 (2023 £59,137) were charged to Correx Limited, a trading subsidiary.

INSTITUTE OF CORROSION

England & Wales - Charity number 275206

Accounts

Approved 23/3/24

Registered number

1240103

Charity number

275206

Institute of Corrosion
(A company limited by guarantee)

Report and Financial Statements

30 June 2023

**Institute of Corrosion
Report and accounts
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Institute of Corrosion**Company Information**

The Trustees, who also act as Directors for the purpose of the Companies Act 2006, present their Report and Unaudited Accounts for the year ended 30 June 2023, prepared in accordance with the Statement of Recommended Practice SORP 2019 Accounting for Charities (FRS 102).

Trustees/Directors

President	S Tate
Vice President	Y Gao
Honorary Secretary	J Lomas
Immediate Past President	B Hedges

Non voting member

Treasurer	I G Winning (George)
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Members of Council (Ex-Officio)

Chair PDTC	D Horrocks
Chair PAC	P Lambert
Chair TAC	L Fullalove
Chair CED	N Smart
Chair CSD	D Burkle
Chair Young ICorr	J McGladdery

Technical Editor CM	S Khan
Chair Aberdeen Branch	M Ejaz
Chair London Branch	I G Winning (George)
Chair Midlands Branch	B Whittaker
Chair North West Branch	G Brown
Chair North East Branch	M Fletcher
Chair Yorkshire Branch	R Green

Ordinary Members of Council (Elected and co-opted)

J Fletcher
D Harvey
K Harold
B Peters
R Edwards
B Wyatt
D Harrop
I G Winning (George)

Accountants

Hickeson Boyce
68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ

Bankers

National Westminster Bank
27 High Street
Leighton Buzzard
Bedfordshire
LU7 1DX

Registered office

Corrosion House
5 St Peters Gardens
Marefair
Northampton
NN1 1SX

Company registration number

1240103

Charity registration number

275206

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2022 to 30th June 2023

Structure, Governance and Management

Governing Documents

The Institute of Corrosion ("the Institute") is a charitable company, limited by guarantee, incorporated on 12 January 1976 as the Institution of Corrosion Science and Technology and registered as a charity on 15 March 1978. The company was established under a Memorandum of Association, most recently amended at the AGM on 19th November 2020, which delineates the objects and powers of the charitable company, and is governed under its Articles of Association, most recently amended at the AGM on 19th November 2020.

In the event of the company being wound up, each Member undertakes to contribute to the assets of the company an amount not exceeding £5 to meet the debts and liabilities of the company.

Organisational Structure

The President, who acts as the Chief Executive of the Institute, reports to the Trustees, who form the Management Committee. In turn, the Trustees report to Council, who are the ultimate governing body of the Institute and who meet at intervals not exceeding 7 months. Membership of Council comprises the Trustees and nominated representatives from the standing committees, branches and divisions of the Institute and up to 12 elected individual members of the Institute.

Recruitment and Appointment of Trustees

The Directors of the Institute are also Trustees for the purposes of charity law and, under the Articles of Association, act as the Executive Management Committee. The President is elected for a 2-year term at the Annual General Meeting (AGM); normally the Vice-President shall be a candidate for election as President while the retiring President is the candidate for Immediate Past-President, unless other arrangements are necessary. Other Trustees are elected annually at the AGM and existing (non-Presidential) Trustees may stand for re-election.

Trustees, as members of the Management Committee, are required to have a broad skills base and suitable persons are drawn from industry, private consultancy and academia. Trustee vacancies are generally filled by approaching individuals who are thought to offer particular skills and/or who are able to maintain the balance of skills available to the Management Committee. Vacancies for all positions are also sought generally from the membership through a notice in the Institute's publication "Corrosion Management" and on the website of the Institute at the same time that the notice for the AGM is promulgated.

Trustee Induction and Training

Most Trustees will already be familiar with the operation of the Institute from prior service in a local or regional branch, division or committee. However, after their appointment new Trustees are given a brief familiarisation session by the President that is intended to cover:

- Obligations on Trustees in Law and as members of the Management Committee
- Memorandum and Articles of Association of the Institute
- The current financial position as set out in the latest published accounts; and
- Future plans and objectives of the Institute

Institute of Corrosion**Registered number: 1240103****Trustees' report for the year 1st July 2022 to 30th June 2023*****Risk Management***

The Trustees have conducted a review of the major risks to which the Institute is exposed. A risk register has been established and is updated at least annually and, where appropriate, systems or procedures have been established to mitigate such risks and provision made in long term plans. External risks to funding have led to the development of a strategic plan which allows for the diversification of income generation by trading activities through the Institute's subsidiary Correx Ltd. Internal control risks are minimised by the implementation of procedures for authorisation of all major transactions and projects by referral to Council. Approval for payment of all incoming supplier invoices and officer expenses is via the President, up to a value of £5k including VAT and above that amount via both the President and Treasurer.

Finances

The year saw an increase in income to £411k (vs £354k in previous year). This was offset due to rising running costs as well as investment in new training programmes but which saw expenses increase slightly overall to £359k (vs £346k) resulting in a surplus of £52k (vs £8k). Our managed investment portfolio increased by £2k (vs a loss of £7k in previous year) so the net surplus is £54k (vs £2k). These figures include a payment from Correx to cover its share of operating costs and that is now set-up for monthly instalments. In the next financial year, we have made provision for additional student support in the form of student bursaries (up to £25k per year via the University of Manchester and up to £5k per year in support internships at various UK universities, as selected by our YICorr committee). The Trustees are encouraged by the fact that the impact of the pandemic and the global economic downturn on the finances of the Institute appears to have been quite limited and that recovery is now strong particularly on the training front. The Trustees have monthly virtual meetings to review the situation on an on-going basis.

Related Parties

The Institute manages coordination of UK activities in corrosion through the UK Corrosion Network, a group comprising members of the Institute of Corrosion and the Institute of Materials, Minerals and Mining (IoM³). Its regional branches also work in the UK with AFBE, BINDT, EI, IMechE, SPE and TWI. The Institute is also a member of the European Federation of Corrosion (EFC) and the World Corrosion Organisation (WCO) and participates actively within these umbrella organisations. The Institute is an associate member of the Engineering Council (EC) and founder member of the Licensed Charter Awarding Body of the Science Council. The Institute has strong relationships with other professional societies throughout the world. During 2024, the Institute aims to become an EC Licensee holder and to offer CEng status directly (currently this via SOE – Society of Operations Engineers).

Aims and Objectives

The Institute, as a Learned Society, has been serving the corrosion science, technology and engineering management and economic needs of individuals, academia and industry in various guises since 1959. Corrosion and materials degradation, which costs the UK around 3-4% of GDP per annum, is recognised nationally and internationally as a major economic and environmental cost that is unsustainable at its current level. The Institute was formed with the objective of serving the needs of stakeholders connected with corrosion engineering, science and technology. The principal aim of the Institute, in support of this objective, is to advance the understanding of the science, technology and engineering practice of corrosion control, and to facilitate the exchange of information and ideas for the public benefit (via formal training and education).

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2022 to 30th June 2023

Achievements and Performance

The 2022/2023 financial year has been full of activity and great progress in our expanded training operations.

As we emerged formally from Covid-19 restrictions in March 2023, we began to see more in-person meetings as well as joint in person and online events. Branch meetings were held both in-person and virtually and were well attended. In April 2023 the annual Corrosion Engineering Division (CED) working day was held as an in person only meeting with 35 attendees for the full day. Our Newcastle Sustainability Conference held jointly in June with the North of England Institute of Mining and Mechanical Engineers (NEIMME) attracted over 60 in-person attendees.

Virtual options provide a way for members who are not able to attend in person to connect with us – which is very important, especially for our overseas membership. Another benefit of virtual meetings is the reduced impact on the environment as it reduces our carbon footprint as we travel less.

During June, we were successfully audited for our CEng scheme via SOE and also discussed with the Engineering Council about our intention to proceed with CEng Direct in 2024.

In September we held the Corrosion Science Symposium annual event of the Corrosion Science Division of the Institute which was well attended. It was held jointly with the Royal Society of Chemistry's Electrochem conference at the University of Bristol.

The Institute sponsors a number of prestigious international awards, which are made on an annual basis to recognise excellence in corrosion science and engineering. For our 2022/2023 awards we had many deserving candidates for the awards committee to choose from and the final winners were:

UR Evans award: Professor Nick Birbilis, (Deakin University, Australia).

Paul McIntyre award: Dr Roger Francis:

H. G. Cole Award: Trevor Osborne

Lionel Shreir award: James Rafferty (University of Manchester)

Our social media presence now has well over 15,000 followers on its branch and national LinkedIn sites. We have partnered with a professional writer for our social media articles (blogs) to ensure we maximise the opportunity to engage and educate our followers effectively. The Institute also now operates Instagram and Twitter (X) accounts.

As a result of feedback from many of our members we have begun a multi-year project to update our website based course booking system, certifications systems and members database.

The Registration Agreement with the Society of Operations Engineers (SOE) enables our professional members to apply via SOE for registration as CEng, IEng or EngTech. The agreement has been working well historically but was always seen as an interim measure and is now considered to have run its course. The Institute now intends to move towards being a direct EC Licensee holder to enhance membership retention. We shall continue to regularly encourage professional members with lesser qualifications to apply for registration as Engineering Technicians and Incorporated Engineers.

In January 2022 our biennial YEP - Young Engineer Programme was launched and for the first time it was based successfully in Aberdeen and run by the Aberdeen Branch of the Institute. The 2022 winning group attended the Association for Materials Protection and Performance (AMPP) conference in Denver with the national President in March 2023. Our Young ICorr committee have been tasked with organising our future YEP programmes.

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2022 to 30th June 2023

Membership and Membership Services

Professional Membership applications are handled by the Professional Assessment Committee (PAC) of the Institute. We encourage existing individual members to consider upgrading from Individual Membership to the Professional grades of Technician, Member and Fellow and from the Professional grades to Chartered Engineer and Chartered Scientist. Total membership as of June 2023 remained at around 1500 members. This number includes our free student membership of 181 (vs 216), a slight decrease from the previous year.

Included in the above numbers were 246 (vs 264) members from sustaining companies, also a small decrease considered to be related to the current economic climate.

There were also 24 sustaining companies at gold level (including three staff as Institute affiliates) and also 87 sustaining companies (including two staff as Institute affiliates) at ordinary level at the end of the financial year 2022/2023 along with 15 local branch sponsors for Aberdeen (including two staff nominees eligible to attend corrosion awareness training and its technical meetings), so overall very encouraging in terms of national support.

The corporate membership category was launched in early 2021 and we now have four companies as corporate members contributing 25 members to the above total. Two more companies have agreed to sign up in the latter half of 2023.

Training Courses

Our training courses have again been a highlight of the year. The Institute's two main training providers, IMechE AR and Corrodere/MPI, offer the Institute's courses around the world. Income from training continues to grow, particularly from distance learning courses. Improvements and additions to the Institute's portfolio of training courses are on-going, with continued investment that is expected to generate returns over the coming years. There has been a move away from the use of volunteers in this area, with a more professional approach to the development, review and implementation of new courses. This process is overseen by the by the respective governing boards and the Trustees who review course investments where required.

All of our Cathodic Protection (CP) courses are compliant with ISO-15257 and have been very popular. They are delivered directly by the Institute at the CP training centre at the offices of Freyssinet (a leading civil and structural engineering specialist) in Telford and also now at IMechE Sheffield.

In the world of surface treatment new PFP Cementitious, Insulation and Coating Inspector Level 2 courses have been developed alongside Hot Dip Galvanising Level 2 training. PFP Cementitious Level 3 is also being progressed. Online offerings are increasingly being developed also.

The new Microbially Influenced Corrosion (MIC) course has been approved and implemented as a combination of HQ lead and in company training. New courses for Corrosion Under Insulation (CUI), Refinery Corrosion Control and Boiler Corrosion are under development for 2023/2024 roll-out.

Overseas corrosion training opportunities continue to be explored subject to suitable commercial agreements being put in place.

Institute of Corrosion**Registered number: 1240103****Trustees' report for the year 1st July 2022 to 30th June 2023*****Correx Ltd***

Correx is an independent company that is wholly owned by the Institute. The primary activity of Correx Ltd is to manage and operate the Industrial Coating Applicator Training Scheme (ICATS). Correx has had another successful year although some training activities and supporting companies have reduced due to the impact of Covid-19. Correx Ltd shares the administration costs of the Institute's office. It should also be noted that this year no Gift Aided donation was made by Correx Ltd to the Institute although arrangements are expected to be put in place for 2023/2024 financial year.

Future Strategy

The Institute has a strategic vision to enter into partnerships with fellow Institutes and other stakeholders in the corrosion control industry in order to maximise the impact of our objectives and activities while minimising our costs in achieving them. We are continuing to place great emphasis on training and certification and see the on-going review and upgrade of the existing course offerings, particularly in respect of engineering level courses, as a high priority for the Institute going forward. Another key focus is on the recruitment and retention of a younger and more diverse membership, which is overseen by the Membership Development Committee, with university liaison via Young ICorr. The Cathodic Protection Governing Board (CPGB) has been recently reconfigured to include 5 new younger members and the intention is to do the same with the Surface Treatment Governing Board (STGB) during the year 2023/2024.

Principal Funding Sources

The primary source of funds for the Institute is subscription income from Individual, Branch, Corporate, Gold and Ordinary Sustaining Company Members. Additional income arises due to surpluses from branch membership activities, which generally take the form of seminars, conferences and meeting programmes for local members and industry, supported by local company sponsorships. Other significant streams include licence fees (levy's) from training and certification courses operated by the Institute's course providers, such as IMechE AR and Corrodere/MPI. Correx Ltd, which runs the commercial arm of the Institute, has been able to contribute funds for staffing, IT provision and other running costs. There are also occasional joint promotional events with the Institute.

Investment Policy

The Institute considers that until the unrestricted funds have grown, for the time being, the majority of funds available for investment should be maintained in short term funding vehicles. The cash reserves were split into separate accounts not exceeding £85k in order to secure full protection via the UK government Financial Services Compensation Scheme. With recent interest rate changes, all of the Institute's bank accounts are currently being reviewed by the Treasurer, so as to receive the best possible interest rates in 2023/2024 financial year.

Following the Council meeting of 3rd February 2021, a proposal to invest up to £100k in a managed, stocks and shares account was accepted unanimously, and a broker engaged (Hambrook Financial Planning). Results of this investment are presented at each Council meeting and fund holdings adjusted as and when necessary. This is a long-term investment (up to 10 years) but we can withdraw all or part of the funds held at any time.

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2022 to 30th June 2023

Responsibilities of the Trustees

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Management Committee follow best practice and:

- 1 Select suitable accounting policies and then apply them consistently.
- 2 Make judgements and estimates that are reasonable and prudent; and
- 3 Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The Trustees are responsible for maintaining 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. The Trustees 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.

Members of the Management Committee

Members of the Management Committee, who are Directors for the purpose of company law and Trustees for the purpose of charity law, who served during the year and up to the date of this report are set out in the forward above. In accordance with company law, as the charitable company's directors, we certify that:

- 1 So far as we are aware, there is no relevant information of which the company's accountants are unaware; and
- 2 As Directors we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant accounts information and to establish that the charity's accountants are aware of that information.

The Accounts for the year 2022/2023 have been prepared from the accounting records by Hickeson Boyce and are presented here for discussion and approval at the AGM.

This report was approved by the Management Committee immediately prior to the AGM of 1st November 2023 and signed on its behalf by:

Stephen Tate
President

Institute of Corrosion Independent Examiner's Report

Independent Examiner's report to the trustees of Institute of Corrosion

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2023 which are set out on pages 9 to 17.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ

N Boyce FCCA
Hickeson Boyce
Chartered Certified Accountants

Date: 28/3/2024

Institute of Corrosion
Statement of Financial Activities (including Income and Expenditure Account)
for the year ended 30 June 2023

	Notes	Unrestricted Funds	Restricted Funds	Total 2023	Total 2022
Income and endowments from:					
Donations and legacies	2	151,982	15,000	166,982	157,365
Other trading activities	3	31,926	-	31,926	18,144
Investments	4	2,403	-	2,403	326
Charitable activities	5	209,212	-	209,212	178,410
Total income and endowments		<u>395,523</u>	<u>15,000</u>	<u>410,523</u>	<u>354,245</u>
Expenditure on:					
Raising funds		57,351	478	57,829	93,928
Charitable activities		289,601	11,784	301,385	251,751
Total expenditure	6	<u>346,952</u>	<u>12,262</u>	<u>359,214</u>	<u>345,679</u>
Net gains/(losses) on investments	10	2,301	-	2,301	(6,960)
Net Income/(expenditure)		<u>50,872</u>	<u>2,738</u>	<u>53,610</u>	<u>1,606</u>
Transfers Between Funds		-	-	-	-
Net movement in Funds		<u>50,872</u>	<u>2,738</u>	<u>53,610</u>	<u>1,606</u>
Reconciliation of funds:					
Total funds brought forward	15/16	608,408	518,531	1,126,939	1,125,333
Total funds carried forward	14	<u><u>659,280</u></u>	<u><u>521,269</u></u>	<u><u>1,180,549</u></u>	<u><u>1,126,939</u></u>

**Balance Sheet
as at 30 June 2023**

	Notes	2023 £	2022 £
Fixed assets			
Tangible assets	9	624,002	625,014
Intangible assets	9	22,398	25,998
Investments	10	96,775	94,474
		<u>743,175</u>	<u>745,486</u>
Current assets			
Debtors	11	178,050	121,817
Cash at bank and in hand		<u>350,016</u>	<u>348,185</u>
		528,066	470,002
Creditors: amounts falling due within one year			
	12	(90,692)	(88,549)
Net current assets		<u>437,374</u>	<u>381,453</u>
Net assets		<u>1,180,549</u>	<u>1,126,939</u>
Charity funds			
Accumulated fund	15	659,280	608,408
Restricted funds	16	521,269	518,531
		<u>1,180,549</u>	<u>1,126,939</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

S Tate
President
Approved by the Trustees on
23 March 2024

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2023**

1 Accounting policies

General information and basis of preparation

The charity constitutes a public benefit entity as defined by Financial Reporting Standard 102 (FRS 102). The accounts have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings. In preparing the financial statements the Charity follows best practice as laid down in the Statement of Recommended Practice Accounting and Reporting by Charities SORP 2019 FRS 102 and the Charities Act 2011.

Going Concern

The accounts have been prepared on the going concern basis as the directors consider this basis to be appropriate, having reviewed the forecasts for twelve months from the date of signing these accounts. The directors are confident that the Institute will be able to meet its liabilities as they fall due during the next twelve months.

Depreciation

Depreciation is calculated to write off the cost or re-valued amount less the estimated residual value of tangible fixed assets on a straight line basis over their estimated useful lives as follows.

Office Equipment	20%
Computer Equipment	33.30%
Fixtures and Fittings	20%

Assets acquired for less than £500 are not capitalised unless they relate directly to business operations.

Land is not depreciated. Buildings are depreciated if their residual value is considered to be less than cost.

Amortisation

Amortisation is calculated to write off the cost or re-valued amount less the estimated residual value of intangible fixed assets on a straight line basis over their estimated useful lives as follows .

Website	25%
Trademarks and other intellectual property	10%

Investments

Investments are valued at the lower of cost or net realisable value. Other investments include charity approved investments which are valued at market value with any gains or deficits being shown in the Statement Of Financial Activities.

Subscriptions

Individual and sustaining membership subscription income is accounted for on a receipts basis, unless it relates to a future period in which case it is deferred. All other income is accounted for on an accruals basis. Deferred subscription income in the current year amounted to £30,985 (2022 - £37,743) and £37,743 (2022 - £37,642) was released from the previous year.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2023

Expenditure Recognition

Expenditure is recognised in the period in which it was incurred and is allocated to the particular activity to which it relates or apportioned in a ratio considered appropriate by the Charity.

Taxation

The company has charity tax exemption status.

2 Income from donations and legacies

	2023	2022
	£	£
Subscriptions		
Individual Members	92,521	96,597
Sustaining Members	56,386	57,779
Magazine Income	280	210
	<u>149,187</u>	<u>154,586</u>
Elsevier (Corrosion Science)	2,795	2,779
	<u>151,982</u>	<u>157,365</u>
Gifts & Donations from Subsidiary Undertaking	-	-
Other Gifts and Donations	15,000	-
	<u>166,982</u>	<u>157,365</u>

3 Income from other trading activities

	2023	2022
	£	£
Branch fundraising events	19,721	13,259
Branch sponsorships	12,100	4,750
Merchandise	105	135
Property rental	-	-
Other income	-	-
	<u>31,926</u>	<u>18,144</u>

4 Income from investments

	2023	2022
	£	£
Bank interest	<u>2,403</u>	<u>326</u>

5 Income from charitable activities

	2023	2022
	£	£
Branch seminar income	-	-
Corrosion Management magazine	6,096	5,950
Training courses	203,116	172,460
	<u>209,212</u>	<u>178,410</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2023

6 Expenditure

	Costs of generating voluntary income £	Fund raising and trading £	Direct charitable activities £	Governance costs £	2023 Total £	2022 Total £
Admin Fees	10,948	3,255	15,090	296	29,589	43,478
Depreciation	2,489	740	3,430	67	6,726	8,180
Head Office costs	6,992	2,079	9,638	189	18,898	21,726
Total Support Costs	20,429	6,074	28,158	552	55,213	73,384
Audit, Accountancy, Legal & other professional services	-	-	-	16,128	16,128	18,773
Council & trustee meetings	-	1,725	-	9,242	10,967	22,257
Technical secretary services	-	-	-	3,200	3,200	2,950
Business development	785	11,778	2,356	785	15,704	23,114
Subscriptions and donations	-	-	-	14,604	14,604	13,656
Financial services	-	1,552	-	2,599	4,151	4,400
Other overheads	-	-	-	24,154	24,154	22,324
Corrosion management magazine	-	(200)	-	82,883	82,683	82,441
Branch expenditure	-	4,455	-	29,780	34,235	25,925
Conferences & symposia	-	-	-	-	-	-
Training courses	-	11,231	-	86,944	98,175	56,455
	21,214	36,615	30,514	270,871	359,214	345,679

Total support costs are apportioned in proportion to total income.

	2023 £
Analysis of expenditure on raising funds:	
Generating voluntary income	21,214
Fundraising and trading	<u>36,615</u>
	<u>57,829</u>
Analysis of expenditure on charitable activities:	
Direct charitable activities	30,514
Governance costs	<u>270,871</u>
	<u>301,385</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2023

7 Net Income/(expenditure) for the Year

Net income/(expenditure) for the year is stated after charging:

	2023	2022
	£	£
Depreciation	3,126	4,330
Amortisation	3,600	3,850
Independent examiners remuneration:		
Independent examination fee	1,825	1,750
Other services	<u>11,750</u>	<u>11,209</u>

8 Staff Costs and Numbers

	2023	2022
Average number of persons employed by the charity	<u>2</u>	<u>3</u>

During the year no employees received emoluments in excess of £60,000. The total pension contributions amounted to £3408 (2022 - £3,243).

9 Fixed Assets

Intangible Fixed Assets

	Website	Trademarks	Other Intellectual Property	Total
	£	£	£	£
Cost				
At 1 July 2022	14,656	495	35,500	50,651
Additions	-	-	-	-
Disposals	-	-	-	-
At 30 June 2023	<u>14,656</u>	<u>495</u>	<u>35,500</u>	<u>50,651</u>
Depreciation				
At 1 July 2022	14,656	398	9,599	24,653
Charge for the year	-	49	3,551	3,600
On disposals	-	-	-	-
At 30 June 2023	<u>14,656</u>	<u>447</u>	<u>13,150</u>	<u>28,253</u>
Net book value				
At 30 June 2023	<u>-</u>	<u>48</u>	<u>22,350</u>	<u>22,398</u>
At 1 July 2022	<u>-</u>	<u>97</u>	<u>25,901</u>	<u>25,998</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2023

Tangible Fixed Assets

	Land & Buildings £	Office Equipment £	Computer Equipment £	Fixtures & Fittings £	Total £
Cost					
At 1 July 2022	619,244	14,242	23,813	30,417	687,716
Additions	-	-	-	2,114	2,114
Disposals	-	-	-	-	-
At 30 June 2023	<u>619,244</u>	<u>14,242</u>	<u>23,813</u>	<u>32,531</u>	<u>689,830</u>
Depreciation					
At 1 July 2022	-	13,294	21,932	27,476	62,702
Charge for the year	-	237	1,675	1,214	3,126
On disposals	-	-	-	-	-
At 30 June 2023	<u>-</u>	<u>13,531</u>	<u>23,607</u>	<u>28,690</u>	<u>65,828</u>
Net book value					
At 30 June 2023	<u>619,244</u>	<u>711</u>	<u>206</u>	<u>3,841</u>	<u>624,002</u>
At 1 July 2022	<u>619,244</u>	<u>948</u>	<u>1,881</u>	<u>2,941</u>	<u>625,014</u>

The bespoke HQ building was professionally valued as at 21 September 2022 at £340,000. However in accordance with the Charities SORP FRS102 effective 1 January 2019 section 12.14, as the building continues to meet its intended service potential then the Trustees consider that its value in use would be better reflected by its replacement cost value rather than the amount for which it could be sold in the market, and therefore no impairment in value is considered to have arisen. Consequently, the land and buildings continue to be shown in the balance sheet at cost.

10 Fixed Asset Investment

	Shares in subsidiary undertakings £	Other Investments £
Cost/market value		
At 1 July 2022	1	94,473
Additions	-	-
Revaluation	-	2,301
At 30 June 2023	<u>1</u>	<u>96,774</u>
Historical cost		
At 30 June 2023	<u>1</u>	<u>100,000</u>
At 1 July 2022	<u>1</u>	<u>100,000</u>

In the opinion of the Directors the aggregate view of the company's investment in subsidiary undertaking is not less than the amount included in the balance sheet.

Company	Country of registration or incorporation and number	Class	Shares held: %
Correx Limited	England and Wales 04673112	Ordinary	100

The company commenced trading in March 2005

As at 30 June 2023, the company's capital and reserves amounted to £509,442 (2022 - £464,642), its turnover was £188,749 (2022 - £177,407) and the Profit for the Year amounted to £44,800 (2022 - £34,240).

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2023

11 Debtors	2023	2022
	£	£
Trade debtors	46,651	58,827
Funding for subsidiary undertaking	41,283	5,845
Other debtors	-	-
Prepayments & accrued income	90,116	57,145
	<u>178,050</u>	<u>121,817</u>

12 Creditors: amounts falling due within one year	2023	2022
	£	£
Trade creditors	34,629	32,027
Other taxes and social security costs	10,168	4,821
Accruals and deferred income	45,895	51,701
	<u>90,692</u>	<u>88,549</u>

13 Creditors: amounts falling due after one year	2023	2022
	£	£
Other creditors	<u>-</u>	<u>-</u>

14 Analysis of Net Assets

	Unrestricted funds	Restricted funds
	£	£
Fixed assets	231,640	511,535
Current assets	518,332	9,734
Other creditors	(90,692)	-
	<u>659,280</u>	<u>521,269</u>

15 Unrestricted Funds

	Balance at 01/07/2022	Incoming	Movement in Funds			Balance at 30/06/2023
			Outgoing	Transfers	Unrealised gain/(loss) on investment	
	£	£	£	£	£	£
Accumulated fund	608,408	395,523	(346,952)	-	2,301	659,280
	<u>608,408</u>	<u>395,523</u>	<u>(346,952)</u>	<u>-</u>	<u>2,301</u>	<u>659,280</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2023**

16 Restricted Funds

	Balance at 01/07/2022	Incoming	Movement in Funds			Unrealised gain on investment	Balance at 30/06/2023
			Outgoing	Transfers			
	£	£	£	£	£	£	
Corrosion network group	855	-	-	-	-	855	
Building endowments	7,535	-	-	-	-	7,535	
Building fund	504,000	-	-	-	-	504,000	
Young engineers fund	6,141	15,000	(12,262)	-	-	8,879	
	<u>518,531</u>	<u>15,000</u>	<u>(12,262)</u>	<u>-</u>	<u>-</u>	<u>521,269</u>	

The Corrosion Network Group formally known as the Corrosion Co-ordination Group was set up in 1997 by way of donations. The grant terms for the Corrosion Network Group are to provide support for a delegate from each of IoM³ and The Institute of Corrosion to attend the EFC Corrosion Conference each year.

Building endowments are made up of donations to the building fund from members.

The building fund includes funds from the Corrosion House sale and £410,000 gift aided from Correx Limited.

The Young Engineers fund is used to support the Young Engineers Program.

17 Related Party Transactions

During the year administration overheads amounting to £59,137 (2022 £63,629) were charged to Correx Limited, a trading subsidiary.

INSTITUTE OF CORROSION

England & Wales - Charity number 275206

Accounts

Approved 09/11/22

Registered number

1240103

Charity number

275206

Institute of Corrosion
(A company limited by guarantee)

Report and Financial Statements

30 June 2022

**Institute of Corrosion
Report and accounts
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Institute of Corrosion**Company Information**

The Trustees, who also act as Directors for the purpose of the Companies Act 2006, present their Report and Unaudited Accounts for the year ended 30 June 2022, prepared in accordance with the Statement of Recommended Practice SORP 2019 Accounting for Charities (FRS 102).

Trustees/Directors

President	B Hedges
Vice President	S Tate
Honorary Treasurer	A J Collins
Honorary Secretary	J Lomas
Immediate Past President	G Hinds

Members of Council (Ex-Officio)

Chair PDTC	D Horrocks
Chair PAC	P Lambert
Chair TAC	L Fullalove
Chair CED	N Smart
Chair CSD	J Wharton
Chair Young ICorr	D Burkle
Technical Editor CM	B Goldie
Chair Aberdeen Branch	M Ejaz
Chair London Branch	P Zabelina
Chair Midlands Branch	A Ingram
Chair North West Branch	G Brown
Chair North East Branch	L Wilson
Chair Yorkshire Branch	R Green

Ordinary Members of Council (Elected and co-opted)

J Fletcher
D Harvey
K Harold
B Peters
R Edwards
B Wyatt
D Harrop
G Winning
S Vasey

Accountants

Hickeson Boyce
68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ

Bankers

National Westminster Bank
27 High Street
Leighton Buzzard
Bedfordshire
LU7 1DX

Registered office

Corrosion House
5 St Peters Gardens
Marefair
Northampton
NN1 1SX

Company registration number

1240103

Charity registration number

275206

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2021 to 30th June 2022

Structure, Governance and Management

Governing Documents

The Institute of Corrosion ("the Institute") is a charitable company, limited by guarantee, incorporated on 12 January 1976 as the Institution of Corrosion Science and Technology and registered as a charity on 15 March 1978. The company was established under a Memorandum of Association, most recently amended at the AGM on 19th November 2020, which delineates the objects and powers of the charitable company, and is governed under its Articles of Association, most recently amended at the AGM on 19th November 2020.

In the event of the company being wound up, each Member undertakes to contribute to the assets of the company an amount not exceeding £5 to meet the debts and liabilities of the company.

Organisational Structure

The President, who acts as the Chief Executive of the Institute, reports to the Trustees, who form the Management Committee. In turn, the Trustees report to Council, who are the ultimate governing body of the Institute and who meet at intervals not exceeding 7 months. Membership of Council comprises the Trustees and nominated representatives from the standing committees, branches and divisions of the Institute and up to 12 elected individual members of the Institute.

Recruitment and Appointment of Trustees

The Directors of the Institute are also Trustees for the purposes of charity law and, under the Articles of Association, act as the Executive Management Committee. The President is elected for a 2-year term at the Annual General Meeting (AGM); normally the Vice-President shall be a candidate for election as President while the retiring President is the candidate for Immediate Past-President, unless other arrangements are necessary. Other Trustees are elected annually at the AGM and existing (non-Presidential) Trustees may stand for re-election.

Trustees, as members of the Management Committee, are required to have a broad skills base and suitable persons are drawn from industry, private consultancy and academia. Trustee vacancies are generally filled by approaching individuals who are thought to offer particular skills and/or who are able to maintain the balance of skills available to the Management Committee. Vacancies for all positions are also sought generally from the membership through a notice in the Institute's publication "Corrosion Management" and on the website of the Institute at the same time that the notice for the AGM is promulgated.

Trustee Induction and Training

Most Trustees will already be familiar with the operation of the Institute from prior service in a local or regional branch, division or committee. However, after their appointment new Trustees are given a brief familiarisation session by the President that is intended to cover:

- Obligations on Trustees in Law and as members of the Management Committee
- Memorandum and Articles of Association of the Institute
- The current financial position as set out in the latest published accounts; and
- Future plans and objectives of the Institute

Institute of Corrosion**Registered number: 1240103****Trustees' report for the year 1st July 2021 to 30th June 2022*****Risk Management***

The Trustees have conducted a review of the major risks to which the Institute is exposed. A risk register has been established and is updated at least annually and, where appropriate, systems or procedures have been established to mitigate such risks. External risks to funding have led to the development of a strategic plan which will allow for the diversification of income generation by trading activities through the Institute's subsidiary Correx Ltd. Internal control risks are minimised by the implementation of procedures for authorisation of all major transactions and projects by referral to Council.

Finances

The year saw an increase in income to £354k. This was offset due to rising staff and running costs as well as investment in new training programs which saw expenses increase to £346k resulting in a surplus of £8k. Unfortunately our managed investment portfolio fell by £7k so the net surplus is £1k. These figures include a payment from Correx Ltd to cover its share of operating costs. The Trustees are encouraged by the fact that the impact of the pandemic and the global economic downturn on the finances of the Institute appears to have been limited. The Trustees have monthly virtual meetings to review the situation on an ongoing basis.

Related Parties

The Institute manages coordination of UK activities in corrosion through the UK Corrosion Network, a group comprising members of the Institute of Corrosion and the Institute of Materials, Minerals and Mining (IoM³). The Institute is also a member of the European Federation of Corrosion (EFC) and participates actively within these umbrella organisations. The Institute is an associate member of the Engineering Council and founder member and Licensed Charter Awarding Body of the Science Council. The Institute has strong relationships with many other professional societies throughout the world.

Aims and Objectives

The Institute, as a Learned Society, has been serving the corrosion science, technology and engineering management and economic needs of individuals, academia and industry in various guises since 1959. Corrosion and materials degradation, which costs the UK around 3-4% of GDP per annum, is recognised nationally and internationally as a major economic and environmental cost. The Institute was formed with the objective of serving the needs of stakeholders connected with corrosion engineering, science and technology. The principal aim of the Institute, in support of this objective, is to advance the understanding of the science, technology and engineering practice of corrosion control, and to facilitate the exchange of information and ideas for the public benefit.

Achievements and Performance

The 2021/22 financial year has been full of activity and progress.

As we emerged from covid-19 restrictions we began to see more in-person meetings as well as joint in-person and on-line events. Branch meetings were held both in-person and virtually and were well attended. In April 2022 the annual Corrosion Engineering Division (CED) working day was held as an in-person only meeting with 30 attendees for the full day. The virtual option provides a way for members who are not able to attend in person to connect with us – which is very important. Another benefit of virtual meetings is the reduced impact on the environment as it reduces our carbon footprint as we travel less.

In September we held the Corrosion Science Symposium annual event of the Corrosion Science Division of the Institute which was well attended. It was held jointly with the Royal Society of Chemistry's Electrochem conference at the University of Edinburgh.

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2021 to 30th June 2022

The Institute sponsors a number of prestigious international awards, which are made on an annual basis to recognise excellence in corrosion science and engineering. For our 2021/22 awards we had many deserving candidates for the awards committee to choose from and the final winners were:

UR Evans award: Professor Alison Davenport (University of Birmingham)

Paul McIntyre award: Chris Lynch

Lionel Shreir award: Alyshia Keogh (University of Manchester)

Our social media presence now has over 10,000 followers on our two LinkedIn sites (compared to zero in February 2020). We have partnered with a professional writer for our social media articles (blogs) to ensure we maximise the opportunity to engage and educate our followers effectively.

As a result of feedback from many of our members we have begun a multi-year project to update our website and members database.

During the year we had our annual ISO 9001 accreditation audit which was passed with only four minor findings.

The Registration Agreement with the Society of Operations Engineers (SOE) enables our professional members to apply for registration as CEng, IEng or EngTech. The agreement is working well and we regularly encourage professional members with lesser qualifications to apply for registration as Engineering Technicians and Incorporated Engineers.

In January our biennial Young Engineer Program (2022) was launched and for the first time it is based in Aberdeen. It is being run by the Aberdeen Branch of the Institute. It is planned that this will be the last year a branch runs the program and going forward the Young ICorr committee will organise it.

Membership and Membership Services

Professional Membership applications are handled by the Professional Assessment Committee (PAC) of the Institute. We encourage existing individual members to consider upgrading from Individual Membership to the Professional grades of Technician, Member and Fellow and from the Professional grades to Chartered Engineer and Chartered Scientist. Total membership as of June 2022 was 1,567 members, an increase of 95 (6.4%) from the previous year's total of 1,472. This number includes our student membership of 216, an increase of 92 (74%) from the previous year's number of 124.

Included in the above numbers are 264 members from sustaining companies, an increase of 1 (0.4%) from the previous year's total of 263.

The corporate membership category was launched in early 2021 and we now have three companies as corporate members contributing 16 members to the above total. A fourth company has agreed to sign up in 2022.

Training Courses

Our training courses have been a highlight of the year. The Institute's two main training providers, IMechE AR and Corrodere/MPI, offer the Institute's courses around the world. Income from training continues to grow, particularly from distance learning courses. Improvements and additions to the Institute's portfolio of training courses are ongoing, with continued investment that is expected to generate returns over the coming years. There has been a move away from the use of volunteers in this area, with a more professional approach to the development, review and implementation of new courses. This process is overseen by the Professional Development & Training Committee (PDTC).

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Trustees' report for the year 1st July 2021 to 30th June 2022

All of our cathodic protection (CP) courses are compliant with ISO-15257 and have been very popular. They are delivered directly by the Institute at the CP training centre at the offices of Freyssinet in Telford. Unfortunately this facility may not be available in the future so we are now looking for a new facility.

In the world of surface treatment our updated Passive Fire Protection (PFP epoxy Levels 2 & 3) courses are proving popular. New PFP cementitious courses remain in writing as is a new Insulation Inspector Level 2 course.

The Microbially Influenced Corrosion (MIC) course has been approved and will be offered in November 2022. New courses for Corrosion under Insulation (CUI), Refinery Corrosion Control and Boiler Corrosion are under discussion.

The Institute's training courses continue to remain popular outside of the UK. On the 1st of April 2022 our first fully foreign language, in Portuguese, course went live with ABRACO, the Brazilian corrosion society. It is a conversion course to our Coating Inspector Level 2 certificate and initial uptake is very promising. We are now working with ABRACO to translate our Industrial Coating Applicator Training Scheme (ICATS) courses into Portuguese.

Correx Ltd

Correx Ltd is an independent company that is wholly owned by the Institute. The primary activity of Correx Ltd is to manage and operate the Industrial Coating Applicator Training Scheme (ICATS). Correx Ltd has had another successful year although some training activities and supporting companies have reduced due to the impact of Covid-19. Correx Ltd shares the administration costs of the Institute's office. It should also be noted that this year no Gift Aided donation was made by Correx Ltd to the Institute.

Future Strategy

The Institute has a strategic vision to enter into partnerships with fellow Institutes and other stakeholders in the corrosion control industry in order to maximise the impact of our objectives and activities while minimising our costs in achieving them. We are continuing to place great emphasis on training and certification and see the ongoing review and upgrade of the existing course offering as a high priority for the Institute going forward. Another key focus is on the recruitment and retention of a younger and more diverse membership, which is overseen by the Membership Development Committee, with University Liaison via Young ICorr.

Principal Funding Sources

The primary source of funds for the Institute is subscription income from individual and Sustaining Company Members. Additional income arises due to surpluses from branch membership activities, which generally take the form of seminars, conferences and meeting programmes for local members and industry. Other significant streams include licence fees from Training and Certification Courses operated by the Institute's course providers, such as IMechE AR and Corrodere/MPI. Correx Ltd, which runs the commercial arm of the Institute, has been able to contribute funds for staffing, IT provision and other running costs.

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Trustees' report for the year 1st July 2021 to 30th June 2022

Investment Policy

The Institute considers that until the unrestricted funds have grown, for the time being, the majority of funds available for investment should be maintained in short term funding vehicles. The cash reserves were split into separate accounts not exceeding £85,000 in order to secure full protection via the UK government Financial Services Compensation Scheme. However, the Santander savings bond now stands at £86,137 due to interest.

At the Council meeting of 3rd February 2021, a proposal to invest up to £100,000 in a managed, stocks and shares account was accepted unanimously. We have engaged with a broker and the full £100,000 has now been invested in the managed fund. Results of this investment are presented at each Council meeting.

Responsibilities of the Trustees

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Management Committee follow best practice and:

- 1 Select suitable accounting policies and then apply them consistently.
- 2 Make judgements and estimates that are reasonable and prudent; and
- 3 Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The Trustees are responsible for maintaining 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. The Trustees 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.

Members of the Management Committee

Members of the Management Committee, who are Directors for the purpose of company law and Trustees for the purpose of charity law, who served during the year and up to the date of this report are set out in the forward above. In accordance with company law, as the charitable company's directors, we certify that:

- 1 So far as we are aware, there is no relevant information of which the company's accountants are unaware; and
- 2 As Directors we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant accounts information and to establish that the charity's accountants are aware of that information.

The Accounts for the year 2021-2022 have been prepared from the accounting records by Hickeson Boyce and are presented here for discussion and approval at the AGM.

This report was approved by the Management Committee on 26th October 2022 and signed on its behalf by:

Bill Hedges
President

Institute of Corrosion Independent Examiner's Report

Independent Examiner's report to the trustees of Institute of Corrosion

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2022 which are set out on pages 8 to 16.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ

N Boyce FCCA
Hickeson Boyce
Chartered Certified Accountants

Date: 21/2/2023

Institute of Corrosion
Statement of Financial Activities (including Income and Expenditure Account)
for the year ended 30 June 2022

	Notes	Unrestricted Funds	Restricted Funds	Total 2022	Total 2021
Income and endowments from:					
Donations and legacies	2	157,365	-	157,365	152,922
Other trading activities	3	18,144	-	18,144	6,363
Investments	4	326	-	326	1,711
Charitable activities	5	178,410	-	178,410	99,945
Total income and endowments		<u>354,245</u>	<u>-</u>	<u>354,245</u>	<u>260,941</u>
Expenditure on:					
Raising funds		85,871	8,057	93,928	80,969
Charitable activities		248,971	2,780	251,751	206,128
Total expenditure	6	<u>334,842</u>	<u>10,837</u>	<u>345,679</u>	<u>287,097</u>
Net gains/(losses) on investments	10	(6,960)	-	(6,960)	
Net Income/(expenditure)		<u>12,443</u>	<u>(10,837)</u>	<u>1,606</u>	<u>(26,156)</u>
Transfers Between Funds		-	-	-	-
Net movement in Funds		<u>12,443</u>	<u>(10,837)</u>	<u>1,606</u>	<u>(26,156)</u>
Reconciliation of funds:					
Total funds brought forward	15/16	595,965	529,368	1,125,333	1,151,489
Total funds carried forward	14	<u>608,408</u>	<u>518,531</u>	<u>1,126,939</u>	<u>1,125,333</u>

**Institute of Corrosion
Balance Sheet
as at 30 June 2022**

	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	9	625,014	623,962
Intangible assets	9	25,998	29,848
Investments	10	94,474	101,434
		<u>745,486</u>	<u>755,244</u>
Current assets			
Debtors	11	121,817	108,895
Cash at bank and in hand		<u>348,185</u>	<u>365,762</u>
		470,002	474,657
Creditors: amounts falling due within one year			
	12	(88,549)	(104,568)
Net current assets		<u>381,453</u>	<u>370,089</u>
Net assets		<u>1,126,939</u>	<u>1,125,333</u>
Charity funds			
Accumulated fund	15	608,408	595,965
Restricted funds	16	518,531	529,368
		<u>1,126,939</u>	<u>1,125,333</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

B Hedges
President

Approved by the Trustees on 9 November 2022

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2022**

1 Accounting policies

General information and basis of preparation

The charity constitutes a public benefit entity as defined by Financial Reporting Standard 102 (FRS 102). The accounts have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings. In preparing the financial statements the Charity follows best practice as laid down in the Statement of Recommended Practice Accounting and Reporting by Charities SORP 2019 FRS 102 and the Charities Act 2011.

Going Concern

The accounts have been prepared on the going concern basis as the directors consider this basis to be appropriate, having reviewed the forecasts for twelve months from the date of signing these accounts. The directors are confident that the Institute will be able to meet its liabilities as they fall due during the next twelve months.

Depreciation

Depreciation is calculated to write off the cost or re-valued amount less the estimated residual value of tangible fixed assets on a straight line basis over their estimated useful lives as follows.

Office Equipment	20%
Computer Equipment	33.30%
Fixtures and Fittings	20%

Assets acquired for less than £500 are not capitalised unless they relate directly to business operations.

Land is not depreciated. Buildings are depreciated if their residual value is considered to be less than cost.

Amortisation

Amortisation is calculated to write off the cost or re-valued amount less the estimated residual value of intangible fixed assets on a straight line basis over their estimated useful lives as follows .

Website	25%
Trademarks and other intellectual property	10%

Investments

Investments are valued at the lower of cost or net realisable value. Other investments include charity approved investments which are valued at market value with any gains or deficits being shown in the Statement Of Financial Activities.

Subscriptions

Individual and sustaining membership subscription income is accounted for on a receipts basis, unless it relates to a future period in which case it is deferred. All other income is accounted for on an accruals basis. Deferred subscription income in the current year amounted to £37,743 (2021 - £37,642) and £37,642 (2021 - £38,725) was released from the previous year.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2022**

Expenditure Recognition

Expenditure is recognised in the period in which it was incurred and is allocated to the particular activity to which it relates or apportioned in a ratio considered appropriate by the Charity.

Taxation

The company has charity tax exemption status.

2 Income from donations and legacies

	2022	2021
	£	£
Subscriptions		
Individual Members	96,597	88,989
Sustaining Members	57,779	60,697
Magazine Income	<u>210</u>	<u>160</u>
	154,586	149,846
Elsevier (Corrosion Science)	<u>2,779</u>	<u>3,076</u>
	157,365	152,922
Gifts & Donations from Subsidiary Undertaking	<u>-</u>	<u>-</u>
	<u>157,365</u>	<u>152,922</u>

3 Income from other trading activities

	2022	2021
	£	£
Branch fundraising events	13,259	-
Branch sponsorships	4,750	5,682
Merchandise	135	681
Property rental	-	-
Other income	<u>-</u>	<u>-</u>
	<u>18,144</u>	<u>6,363</u>

4 Income from investments

	2022	2021
	£	£
Investment Income	<u>326</u>	<u>1,711</u>

5 Income from charitable activities

	2022	2021
	£	£
Branch seminar income	-	-
Corrosion Management magazine	5,950	5,479
Training courses	<u>172,460</u>	<u>94,466</u>
	<u>178,410</u>	<u>99,945</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2022**

6 Expenditure

	Costs of generating voluntary income £	Fund raising and trading £	Direct charitable activities £	Governance costs £	2022 Total £	2021 Total £
Admin Fees	19,565	2,174	22,609	(870)	43,478	38,910
Depreciation	3,681	409	4,254	(164)	8,180	7,485
Head Office costs	9,777	1,086	11,298	(435)	21,726	18,161
Loan Interest	-	-	-	-	-	-
Total Support Costs	33,023	3,669	38,161	(1,469)	73,384	64,556
Audit, Accountancy, Legal & other professional services	-	-	-	18,773	18,773	12,549
Council & trustee meetings	-	10,596	-	11,661	22,257	4,277
Technical secretary services	-	-	-	2,950	2,950	2,350
Business development	1,156	17,335	3,467	1,156	23,114	40,385
Subscriptions and donations	-	-	-	13,656	13,656	14,339
Financial services	-	1,598	-	2,802	4,400	5,659
Other overheads	-	713	-	21,611	22,324	30,353
Corrosion management magazine	-	(440)	-	82,881	82,441	83,684
Branch expenditure	-	8,588	-	17,337	25,925	205
Conferences & symposia	-	-	-	-	-	-
Training courses	-	17,690	-	38,765	56,455	28,740
	34,179	59,749	41,628	210,123	345,679	287,097

Total support costs are apportioned in proportion to total income.

	2022 £
Analysis of expenditure on raising funds:	
Generating voluntary income	34,179
Fundraising and trading	59,749
	<u>93,928</u>
Analysis of expenditure on charitable activities:	
Direct charitable activities	41,628
Governance costs	210,123
	<u>251,751</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2022**

7 Net Income/(expenditure) for the Year

Net income/(expenditure) for the year is stated after charging:

	2022 £	2021 £
Depreciation	4,330	3,635
Amortisation	3,850	3,850
Independent examiners remuneration:		
Independent examination fee	1,750	1,680
Other services	<u>11,209</u>	<u>10,569</u>

8 Staff Costs and Numbers

	2022	2021
Average number of persons employed by the charity	<u>3</u>	<u>3</u>

During the year no employees received emoluments in excess of £60,000. The total pension contributions amounted to £3,243 (2021 - £2,019).

9 Fixed Assets

Intangible Fixed Assets

	Website £	Trademarks £	Other Intellectual Property £	Total £
Cost				
At 1 July 2021	14,656	495	35,500	50,651
Additions	-	-	-	-
Disposals	-	-	-	-
At 30 June 2022	<u>14,656</u>	<u>495</u>	<u>35,500</u>	<u>50,651</u>
Depreciation				
At 1 July 2021	14,404	349	6,050	20,803
Charge for the year	252	49	3,549	3,850
On disposals	-	-	-	-
At 30 June 2022	<u>14,656</u>	<u>398</u>	<u>9,599</u>	<u>24,653</u>
Net book value				
At 30 June 2022	<u>-</u>	<u>97</u>	<u>25,901</u>	<u>25,998</u>
At 30 June 2021	<u>252</u>	<u>146</u>	<u>29,450</u>	<u>29,848</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2022

Tangible Fixed Assets

	Land & Buildings £	Office Equipment £	Computer Equipment £	Fixtures & Fittings £	Total £
Cost					
At 1 July 2021	619,244	13,056	23,197	26,837	682,334
Additions	-	1,186	616	3,580	5,382
Disposals	-	-	-	-	-
At 30 June 2022	<u>619,244</u>	<u>14,242</u>	<u>23,813</u>	<u>30,417</u>	<u>687,716</u>
Depreciation					
At 1 July 2021	-	13,014	18,673	26,685	58,372
Charge for the year	-	280	3,259	791	4,330
On disposals	-	-	-	-	-
At 30 June 2022	<u>-</u>	<u>13,294</u>	<u>21,932</u>	<u>27,476</u>	<u>62,702</u>
Net book value					
At 30 June 2022	<u>619,244</u>	<u>948</u>	<u>1,881</u>	<u>2,941</u>	<u>625,014</u>
At 1 July 2021	<u>619,244</u>	<u>42</u>	<u>4,524</u>	<u>152</u>	<u>623,962</u>

The bespoke HQ building was professionally valued as at 21 September 2022 at £340,000. However in accordance with the Charities SORP FRS102 effective 1 January 2019 section 12.14, as the building continues to meet its intended service potential then the Trustees consider that its value in use would be better reflected by its replacement cost value rather than the amount for which it could be sold in the market, and therefore no impairment in value is considered to have arisen. Consequently, the land and buildings continue to be shown in the balance sheet at cost.

10 Fixed Asset Investment

	Shares in subsidiary undertakings £	Other Investments £
Cost/market value		
At 1 July 2021	1	101,433
Additions	-	-
Revaluation	-	(6,960)
At 30 June 2022	<u>1</u>	<u>94,473</u>
Historical cost		
At 30 June 2022	<u>1</u>	<u>100,000</u>
At 1 July 2021	<u>1</u>	<u>100,000</u>

In the opinion of the Directors the aggregate view of the company's investment in subsidiary undertaking is not less than the amount included in the balance sheet.

Company	Country of registration or incorporation and number	Class	Shares held: %
Correx Limited	England and Wales 04673112	Ordinary	100

The company commenced trading in March 2005

As at 30 June 2022, the company's capital and reserves amounted to £464,642 (2021 - £430,402), its turnover was £177,407 (2021 - £233,105) and the Profit for the Year amounted to £34,240 (2021 - £82,437).

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2022**

11 Debtors	2022	2021
	£	£
Trade debtors	58,827	31,037
Funding for subsidiary undertaking	5,845	-
Other debtors	-	1,423
Prepayments & accrued income	57,145	76,435
	<u>121,817</u>	<u>108,895</u>

12 Creditors: amounts falling due within one year	2022	2021
	£	£
Trade creditors	32,027	38,643
Other taxes and social security costs	4,821	-
Accruals and deferred income	51,701	65,925
	<u>88,549</u>	<u>104,568</u>

13 Creditors: amounts falling due after one year	2022	2021
	£	£
Other creditors	<u>-</u>	<u>-</u>

14 Analysis of Net Assets

	Unrestricted funds	Restricted funds
	£	£
Fixed assets	233,951	511,535
Current assets	463,006	6,996
Other creditors	(88,549)	-
	<u>608,408</u>	<u>518,531</u>

15 Unrestricted Funds

	Balance at 01/07/2021	Incoming	Movement in Funds			Balance at 30/06/2022
			Outgoing	Transfers	Unrealised gain/(loss) on investment	
	£	£	£	£	£	£
Accumulated fund	595,965	354,245	(334,842)	-	(6,960)	608,408
	<u>595,965</u>	<u>354,245</u>	<u>(334,842)</u>	<u>-</u>	<u>(6,960)</u>	<u>608,408</u>

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2022**

16 Restricted Funds

	Balance at 01/07/2021	Incoming	Movement in Funds			Unrealised gain on investment	Balance at 30/06/2022
			Outgoing	Transfers			
	£	£	£	£	£	£	
Corrosion network group	855	-	-	-	-	855	
Building endowments	7,535	-	-	-	-	7,535	
Building fund	504,000	-	-	-	-	504,000	
Young engineers fund	16,978	-	(10,837)	-	-	6,141	
	<u>529,368</u>	<u>-</u>	<u>(10,837)</u>	<u>-</u>	<u>-</u>	<u>518,531</u>	

The Corrosion Network Group formally known as the Corrosion Co-ordination Group was set up in 1997 by way of donations. The grant terms for the Corrosion Network Group are to provide support for a delegate from each of IoM³ and The Institute of Corrosion to attend the EFC Corrosion Conference each year.

Building endowments are made up of donations to the building fund from members.

The building fund includes funds from the Corrosion House sale and £410,000 gift aided from Correx Limited.

The Young Engineers fund is used to support the Young Engineers Program.

17 Related Party Transactions

During the year administration overheads amounting to £63,629 (2021 £57,900) were charged to Correx Limited, a trading subsidiary.

INSTITUTE OF CORROSION

England & Wales - Charity number 275206

Accounts

Registered number
1240103
Charity number
275206

Institute of Corrosion
(A company limited by guarantee)

Report and Financial Statements

30 June 2021

**Institute of Corrosion
Report and accounts
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**Institute of Corrosion
Company Information**

The Trustees, who also act as Directors for the purpose of the Companies Act 2006, present their Report and Unaudited Accounts for the year ended 30 June 2021, prepared in accordance with the Statement of Recommended Practice SORP 2019 Accounting for Charities (FRS 102).

Trustees/Directors

President	B Hedges
Vice President	S Tate
Honorary Treasurer	A J Collins
Honorary Secretary	J Lomas
Immediate Past President	G Hinds

Members of Council (Ex-Officio)

Chair PDTC	D Horrocks
Chair PAC	P Lambert
Chair TAC	L Fullalove
Chair CED	N Smart
Chair CSD	J Wharton
Chair Young ICorr	D Burkle

Technical Editor CM	B Goldie
Chair Aberdeen Branch	M Ejaz
Chair London Branch	B Moorhouse
Chair Midlands Branch	P Segers
Chair North West Branch	M Leahy
Chair North East Branch	Vacant
Chair Yorkshire Branch	R Green

Ordinary Members of Council (Elected and co-opted)

J Fletcher
D Harvey
T Osborne
B Peters
R Edwards
B Wyatt
D Harrop
G Winning
S Vasey

Accountants

Hickeson Boyce
68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ

Bankers

National Westminster Bank
27 High Street
Leighton Buzzard
Bedfordshire
LU7 1DX

Registered office

Corrosion House
5 St Peters Gardens
Marefair
Northampton
NN1 1SX

Company registration number

1240103

Charity registration number

275206

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2020 to 30th June 2021

Structure, Governance and Management

Governing Documents

The Institute of Corrosion ("the Institute") is a charitable company, limited by guarantee, incorporated on 12 January 1976 as the Institution of Corrosion Science and Technology and registered as a charity on 15 March 1978. The company was established under a Memorandum of Association, most recently amended at the AGM on 19th November 2020, which delineates the objects and powers of the charitable company, and is governed under its Articles of Association, most recently amended at the AGM on 19th November 2020.

In the event of the company being wound up, each Member undertakes to contribute to the assets of the company an amount not exceeding £5 to meet the debts and liabilities of the company.

Organisational Structure

The President, who acts as the Chief Executive of the Institute, reports to the Trustees, who form the Management Committee. In turn, the Trustees report to Council, who are the ultimate governing body of the Institute and who meet at intervals not exceeding 7 months. Membership of Council comprises the Trustees and nominated representatives from the standing committees, branches and divisions of the Institute and up to 12 elected individual members of the Institute.

Recruitment and Appointment of Trustees

The Directors of the Institute are also Trustees for the purposes of charity law and, under the Articles of Association, act as the Executive Management Committee. The President is elected for a 2-year term at the Annual General Meeting (AGM); normally the Vice-President shall be a candidate for election as President while the retiring President is the candidate for Immediate Past-President, unless other arrangements are necessary. Other Trustees are elected annually at the AGM and existing (non-Presidential) Trustees may stand for re-election.

Trustees, as members of the Management Committee, are required to have a broad skills base and suitable persons are drawn from industry, private consultancy and academia. Trustee vacancies are generally filled by approaching individuals who are thought to offer particular skills and/or who are able to maintain the balance of skills available to the Management Committee. Vacancies for all positions are also sought generally from the membership through a notice in the Institute's publication "Corrosion Management" and on the website of the Institute at the same time that the notice for the AGM is promulgated.

Trustee Induction and Training

Most Trustees will already be familiar with the operation of the Institute from prior service in a local or regional branch, division or committee. However, after their appointment new Trustees are given a brief familiarisation session by the President that is intended to cover:

- Obligations on Trustees in Law and as members of the Management Committee
- Memorandum and Articles of Association of the Institute
- The current financial position as set out in the latest published accounts
- Future plans and objectives of the Institute

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2020 to 30th June 2021

Risk Management

The Trustees have conducted a review of the major financial risks to which the Institute is exposed. A risk register has been established and is updated at least annually and, where appropriate, systems or procedures have been established to mitigate such risks. External risks to funding have led to the development of a strategic plan which will allow for the diversification of income generation by trading activities through the Institute's subsidiary Correx Ltd. Internal control risks are minimised by the implementation of procedures for authorisation of all major transactions and projects by referral to Council.

The Covid-19 pandemic has again led to a slight reduction in income; however, this has been more than offset by a decrease in expenditure. The Trustees are encouraged by the fact that so far the impact of the pandemic on the finances of the Institute appears to have been limited. The Trustees have implemented monthly virtual meetings to review the situation on an ongoing basis. The Institute's branches have also maintained monthly virtual 'technical' meetings throughout Covid-19 in support of its membership both in UK and overseas.

Related Parties

The Institute manages coordination of UK activities in corrosion through the UK Corrosion Network, a group comprising members of the Institute of Corrosion and the Institute of Materials, Minerals and Mining (IoM³). The Institute is also a member of the European Federation of Corrosion (EFC) and participates actively within these umbrella organisations. The Institute is an associate member of the Engineering Council and founder member and Licensed Charter Awarding Body of the Science Council. The Institute has strong relationships with many other professional societies throughout the world.

Aims and Objectives

The Institute, as a Learned Society, has been serving the corrosion science, technology and engineering management and economic needs of individuals, academia and industry in various guises for over 60 years since its foundation in 1959. Corrosion and materials degradation, which costs the UK around 3-4% of GDP per annum, is recognised nationally and internationally as a major economic and environmental cost. The Institute was formed with the objective of serving the needs of stakeholders connected with corrosion engineering, science and technology. The principal aim of the Institute, in support of this objective, is to advance the understanding of the science, technology and engineering practice of corrosion control, and to facilitate the exchange of information and ideas thereon for the public benefit.

Achievements and Performance

The 2020/21 financial year continued to be impacted by the Covid-19 pandemic although this did not hold the Institute back and the past year has been full of activity and progress.

Branch meetings continued to be held virtually and were well attended with significant increases in overseas participation and representatives from over 20 countries at some events. In April 2021 the annual Corrosion Engineering Division (CED) working day was held virtually with over 60 participants for the full day. These events provided an opportunity to improve how we promote and host virtual meetings and we will continue this going forward with recordings of events being uploaded to the Institute's YouTube channels and discussed further in our Corrosion Management magazine. Our Annual General Meeting (AGM) in November 2021 will be both in-person and virtual. The virtual option provides a way for members who are not able to attend in person to connect with us – which is very important. Another benefit of virtual meetings is the reduced impact on the environment as it reduces our carbon footprint as we travel less.

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2020 to 30th June 2021

As the restrictions due to Covid were relaxed resumption of in-person meetings began and this was led by our Aberdeen and London branches. In September we held the Corrosion Science Symposium at the University of Manchester. These events have been very successful and were in-person and virtual.

The Institute sponsors a number of prestigious international awards, which are made on an annual basis to recognise excellence in corrosion science and engineering. For our 2021 awards we had many deserving candidates for the awards committee to choose from and the final winners were:

UR Evans award: Professor Mary Ryan.

Paul McIntyre award: Dr. Bijan Kermani.

Henry G Cole award: Dr. Bill Cox (awarded posthumously).

Lionel Shreir award: Lawrence Coghlan and Charlie Wand.

Our social media presence continued to grow to over 10,000 followers on our two LinkedIn sites (compared to zero in February 2020) We have partnered with a professional writer for our social media articles (blogs) to ensure we maximise the opportunity to engage and educate our followers effectively.

Our training courses have been a highlight of the year. All of our cathodic protection (CP) courses have been updated and are fully compliant with BS EN ISO 15257:2017. We also opened a new, state of the art CP training centre at the offices of Corrosion Control Services Limited (CCSL) in Telford. Since releasing the new courses we have delivered over 140 separate training classes.

In the world of surface treatment we have released completely updated Passive Fire Protection (PFP - epoxy Levels 2 & 3) courses. New PFP cementitious courses are in writing as is a new Insulation Inspector Level 2 course. We have commissioned a Microbially Influenced Corrosion (MIC) course and have several other new programs in the pipeline. We continue to offer our highly successful Fundamentals of Corrosion for Engineers (FOCE) course to help develop prospective members to a professional standard. Our YEP (Young Engineer Programme) is another route towards professional membership.

Our apprenticeship scheme, in partnership with Jack Tighe, had another successful year with 7 apprentices completing the course and passing the final interview.

We are expanding our footprint outside of the UK. We have seen growth in China and have just agreed terms with ABRACO, the Brazilian corrosion society, to deliver a conversion course to our Coating Inspector Level 2 certificate. Encouraging talks are also occurring in several other countries.

As a result of feedback from many of our members we are developing a proposal to update our website and members database, improving their functionality and links with our many training partners. This will probably be a multi-year project commencing in Q1 2022.

During the year we had two audits: one for our ISO 9001 accreditation and one for our licence to issue the Chartered Scientist (CSci) credentials for a further 3 years. We passed both audits with no significant findings.

The Registration Agreement with the Society of Operations Engineers (SOE) enables our professional members to apply for registration as CEng, IEng or EngTech. All our existing SEE registered members have now been transferred to the SOE. The agreement is working well with nine additional members registered as CEng and another ten applications in progress. We encourage professional members with lesser qualifications to apply for registration as Engineering Technicians and Incorporated Engineers.

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2020 to 30th June 2021

Our Young ICorr group continues to be very active under the new chairmanship of Danny Burkle and one highlight was the "Thesis in 3 minutes" on-line event where several young engineers gave enthusiastic talks based on their current work.

Membership and Membership Services

Review of Professional Membership applications is carried out by the Professional Assessment Committee (PAC) of the Institute. We encourage existing individual members to consider upgrading from Individual Membership to the Professional grades of Technician, Member and Fellow and from the Professional grades to Chartered Engineer and Chartered Scientist. Total individual membership as of the August 2021 Professional Assessment Committee (PAC) report was 1,254, a decrease of 43 (3.3%) from the previous year's total of 1,297. This number includes our student membership of 362, an increase of 3 (0.8%) from the previous year's number of 359.

In addition, we have 216 members from sustaining companies, a decrease of 11 (4.8%) from the previous year's total of 227, some of these impacted financially by Covid-19.

A new corporate membership category was launched with BP becoming the first corporate member. We hope to see other large companies, both from the renewables and non - renewables sectors, become corporate members.

Our local branch sponsorships have also been a growth area in recent years with now more than 20 companies supporting the Institute in this way.

Training Courses

The Institute's two main training providers, IMechE AR and Corrodere/MPI, offer the Institute's courses around the world. Income from training continues to grow, particularly from distance learning courses. Improvements and additions to the Institute's portfolio of training courses are ongoing, with continued investment in 2020 that is expected to generate returns over the next few years. There has been a move away from the use of volunteers in this area, with an accelerated and more professional approach to the development, review and implementation of new courses. This process is overseen by the Professional Development & Training Committee (PDTTC).

Correx Ltd

The primary activity of Correx Ltd is to manage and operate the Industrial Coating Applicator Training Scheme (ICATS). Correx Ltd has again been able to support the Institute by contributing to the administration costs of the office. It should be noted that this year no Gift Aided donation was made by Correx Ltd to the Institute, which accounts for the lower level of income recorded in the Institute accounts for 2020/21. Correx have of course supported the Institute's building development fund when this was required historically.

Future Strategy

The Institute has a strategic vision to enter into partnerships with fellow Institutes and other stakeholders in the corrosion control industry in order to maximise the impact of our objectives and activities while minimising our costs in achieving them. Our branches hold several joint technical meetings each year in support of these aims. We are continuing to place great emphasis on training and certification and see the ongoing review and upgrade of the existing course offering as a high priority for the Institute going forward. Another key focus is on the recruitment and retention of a younger and more diverse membership, which is overseen by the Membership Development Committee.

Institute of Corrosion

Registered number: 1240103

Trustees' report for the year 1st July 2020 to 30th June 2021

Principal Funding Sources

The primary source of funds for the Institute is subscription income from individual and Sustaining Company Members. Additional income arises due to surpluses from branch membership activities, which generally take the form of seminars, conferences and meeting programmes for local members and industry. Other significant streams include licence fees from Training and Certification Courses operated by the Institute's course providers, such as IMechE AR and Corrodere/MPI. Correx Ltd, which runs the commercial arm of the Institute, has been able to contribute funds for staffing, IT provision and other running costs.

Investment Policy

The Institute considers that until the unrestricted funds have grown, for the time being, the majority of funds available for investment should be maintained in short term funding vehicles. The cash reserves have been split into separate accounts in order to significantly improve the protection available via the UK government Financial Services Compensation Scheme.

In addition, at the Council meeting of 3rd February 2021, a proposal to invest up to £100,000 in a managed stocks and shares account was accepted unanimously. We have engaged with a broker and funds are being invested cautiously in small increments. Results of this investment are presented at each Council meeting. This is a long-term investment plan for the Institute.

Responsibilities of the Trustees

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Management Committee should follow best practice and:

- 1 Select suitable accounting policies and then apply them consistently.
- 2 Make judgements and estimates that are reasonable and prudent; and
- 3 Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The Trustees, who meet monthly, are responsible for maintaining 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. The Trustees 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.

Members of the Management Committee

Members of the Management Committee, who are Directors for the purpose of company law and Trustees for the purpose of charity law, who served during the year and up to the date of this report are set out in the forward above. In accordance with company law, as the charitable company's directors, we certify that:

- 1 So far as we are aware, there is no relevant information of which the company's accountants are unaware; and
- 2 As Directors we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant accounts information and to establish that the charity's accountants are aware of that information.

The Accounts for the year 2020-2021 have been prepared from the accounting records by Hickeson Boyce and are presented here for discussion and approval at the AGM.

This report was approved by the Management Committee on 12th February 2022 and signed on its behalf by:

W. M. Hedges.

Bill Hedges
President

Institute of Corrosion Independent Examiner's Report

Independent Examiner's report to the trustees of Institute of Corrosion

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2021 which are set out on pages 8 to 16.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

68a High Street
Stony Stratford
Milton Keynes
MK11 1AQ



N Boyce FCCA
Hickeson Boyce
Chartered Certified Accountants

Date: 21 February 2022

Institute of Corrosion
Statement of Financial Activities (including Income and Expenditure Account)
for the year ended 30 June 2021

	Notes	Unrestricted Funds	Restricted Funds	Total 2021	Total 2020
Income and endowments from:					
Donations and legacies	2	152,922	-	152,922	159,078
Other trading activities	3	6,363	-	6,363	33,788
Investments	4	1,711	-	1,711	1,411
Charitable activities	5	99,945	-	99,945	94,647
Total income and endowments		<u>260,941</u>	<u>-</u>	<u>260,941</u>	<u>288,924</u>
Expenditure on:					
Raising funds		80,969	-	80,969	90,828
Charitable activities		206,128	-	206,128	232,162
Total expenditure	6	<u>287,097</u>	<u>-</u>	<u>287,097</u>	<u>322,990</u>
Net Income/(expenditure)		(26,156)	-	(26,156)	(34,066)
Transfers Between Funds		-	-	-	-
Net movement in Funds		<u>(26,156)</u>	<u>-</u>	<u>(26,156)</u>	<u>(34,066)</u>
Reconciliation of funds:					
Total funds brought forward	15/16	622,121	529,368	1,151,489	1,185,555
Total funds carried forward	14	<u><u>595,965</u></u>	<u><u>529,368</u></u>	<u><u>1,125,333</u></u>	<u><u>1,151,489</u></u>

**Institute of Corrosion
Balance Sheet
as at 30 June 2021**

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	9	623,962	623,187
Intangible assets	9	29,848	23,198
Investments	10	101,434	1
		<u>755,244</u>	<u>646,386</u>
Current assets			
Debtors	11	108,895	123,357
Cash at bank and in hand		365,762	445,958
		<u>474,657</u>	<u>569,315</u>
Creditors: amounts falling due within one year			
	12	(104,568)	(64,212)
Net current assets		<u>370,089</u>	<u>505,103</u>
Net assets		<u>1,125,333</u>	<u>1,151,489</u>
Charity funds			
Accumulated fund	15	595,965	622,121
Restricted funds	16	529,368	529,368
		<u>1,125,333</u>	<u>1,151,489</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

W. M. Hedges.

B Hedges
President

Approved by the Trustees on 12/2/22

**Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2021**

1 Accounting policies

General information and basis of preparation

The charity constitutes a public benefit entity as defined by Financial Reporting Standard 102 (FRS 102). The accounts have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings. In preparing the financial statements the Charity follows best practice as laid down in the Statement of Recommended Practice Accounting and Reporting by Charities SORP 2019 FRS 102 and the Charities Act 2011.

Going Concern

The accounts have been prepared on the going concern basis as the directors consider this basis to be appropriate, having reviewed the forecasts for twelve months from the date of signing these accounts. The directors are confident that the Institute will be able to meet its liabilities as they fall due during the next twelve months.

Depreciation

Depreciation is calculated to write off the cost or re-valued amount less the estimated residual value of tangible fixed assets on a straight line basis over their estimated useful lives as follows.

Office Equipment	20%
Computer Equipment	33.30%
Fixtures and Fittings	20%

Assets acquired for less than £500 are not capitalised unless they relate directly to business operations.

Land is not depreciated. Buildings are depreciated if their residual value is considered to be less than cost.

Amortisation

Amortisation is calculated to write off the cost or re-valued amount less the estimated residual value of intangible fixed assets on a straight line basis over their estimated useful lives as follows .

Website	25%
Trademarks and other intellectual property	10%

Investments

Investments are valued at the lower of cost or net realisable value. Other investments include charity approved investments which are valued at market value with any gains or deficits being shown in the Statement Of Financial Activities.

Subscriptions

Individual and sustaining membership subscription income is accounted for on a receipts basis, unless it relates to a future period in which case it is deferred. All other income is accounted for on an accruals basis. Deferred subscription income in the current year amounted to £37,642 (2020 - £38,725) and £38,725 (2020 - £35,233) was released from the previous year.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2021

Expenditure Recognition

Expenditure is recognised in the period in which it was incurred and is allocated to the particular activity to which it relates or apportioned in a ratio considered appropriate by the Charity.

Taxation

The company has charity tax exemption status.

2 Income from donations and legacies

	2021	2020
	£	£
Subscriptions		
Individual Members	88,989	96,679
Sustaining Members	60,697	57,409
Magazine Income	160	532
	<u>149,846</u>	<u>154,620</u>
Elsevier (Corrosion Science)	3,076	3,058
	<u>152,922</u>	<u>157,678</u>
Gifts & Donations from Subsidiary Undertaking	-	-
Other Gifts and Donations	-	1,400
	<u>152,922</u>	<u>159,078</u>

3 Income from other trading activities

	2021	2020
	£	£
Branch fundraising events	-	16,274
Branch sponsorships	5,682	17,543
Merchandise	681	1,221
Property rental	-	(1,250)
Other income	-	-
	<u>6,363</u>	<u>33,788</u>

4 Income from investments

	2021	2020
	£	£
Investment Income	<u>1,711</u>	<u>1,411</u>

5 Income from charitable activities

	2021	2020
	£	£
Branch seminar income	-	-
Corrosion Management magazine	5,479	8,363
Training courses	94,466	86,284
	<u>99,945</u>	<u>94,647</u>

Institute of Corrosion
Notes to the Accounts
for the year ended 30 June 2021

6 Expenditure

	Costs of generating voluntary income £	Fund raising and trading £	Direct charitable activities £	Governance costs £	2021 Total £	2020 Total £
Admin Fees	22,957	778	14,786	389	38,910	45,839
Depreciation	4,416	150	2,844	75	7,485	4,965
Head Office costs	10,715	363	6,901	182	18,161	23,475
Loan Interest	-	-	-	-	-	-
Total Support Costs	38,088	1,291	24,531	646	64,556	74,279
Audit, Accountancy, Legal & other professional services	-	-	-	12,549	12,549	15,663
Council & trustee meetings	-	1,517	-	2,760	4,277	28,302
Technical secretary services	-	-	-	2,350	2,350	-
Business development	2,019	30,289	6,058	2,019	40,385	42,399
Subscriptions and donations	-	820	-	13,519	14,339	12,076
Financial services	-	1,032	-	4,627	5,659	4,287
Other overheads	-	2,703	-	27,650	30,353	18,550
Corrosion management magazine	-	(140)	-	83,824	83,684	76,555
Branch expenditure	-	-	-	205	205	21,794
Conferences & symposia	-	-	-	-	-	-
Training courses	-	3,350	-	25,390	28,740	29,085
	40,107	40,862	30,589	175,539	287,097	322,990

Total support costs are apportioned in proportion to total income.

	2021 £
Analysis of expenditure on raising funds:	
Generating voluntary income	40,107
Fundraising and trading	40,862
	<u>80,969</u>
Analysis of expenditure on charitable activities:	
Direct charitable activities	30,589
Governance costs	175,539
	<u>206,128</u>

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7 Net Income/(expenditure) for the Year

Net income/(expenditure) for the year is stated after charging:

	2021	2020
	£	£
Depreciation	3,635	2,165
Amortisation	3,850	2,800
Independent examiners remuneration:		
Independent examination fee	1,680	1,680
Other services	<u>10,569</u>	<u>13,983</u>

8 Staff Costs and Numbers

	2021	2020
Average number of persons employed by the charity	<u>3</u>	<u>3</u>

During the year no employees received emoluments in excess of £60,000. The total pension contributions amounted to £2,019 (2020 - £2,371).

9 Fixed Assets

Intangible Fixed Assets

	Website	Trademarks	Other Intellectual Property	Total
	£	£	£	£
Cost				
At 1 July 2020	14,656	495	25,000	40,151
Additions	-	-	10,500	10,500
Disposals	-	-	-	-
At 30 June 2021	<u>14,656</u>	<u>495</u>	<u>35,500</u>	<u>50,651</u>
Depreciation				
At 1 July 2020	14,154	299	2,500	16,953
Charge for the year	250	50	3,550	3,850
On disposals	-	-	-	-
At 30 June 2021	<u>14,404</u>	<u>349</u>	<u>6,050</u>	<u>20,803</u>
Net book value				
At 30 June 2021	<u>252</u>	<u>146</u>	<u>29,450</u>	<u>29,848</u>
At 30 June 2020	<u>502</u>	<u>196</u>	<u>22,500</u>	<u>23,198</u>

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Tangible Fixed Assets

	Land & Buildings £	Office Equipment £	Computer Equipment £	Fixtures & Fittings £	Total £
Cost					
At 1 July 2020	619,244	14,021	22,222	26,837	682,324
Additions	-	-	4,410	-	4,410
Disposals	-	(965)	(3,435)	-	(4,400)
At 30 June 2021	<u>619,244</u>	<u>13,056</u>	<u>23,197</u>	<u>26,837</u>	<u>682,334</u>
Depreciation					
At 1 July 2020	-	13,860	19,054	26,223	59,137
Charge for the year	-	119	3,054	462	3,635
On disposals	-	(965)	(3,435)	-	(4,400)
At 30 June 2021	<u>-</u>	<u>13,014</u>	<u>18,673</u>	<u>26,685</u>	<u>58,372</u>
Net book value					
At 30 June 2021	<u>619,244</u>	<u>42</u>	<u>4,524</u>	<u>152</u>	<u>623,962</u>
At 1 July 2020	<u>619,244</u>	<u>161</u>	<u>3,168</u>	<u>614</u>	<u>623,187</u>

As the buildings are maintained to a good standard, their residual value is considered to exceed their cost.

10 Fixed Asset Investment

	Shares in subsidiary undertakings £	Other Investments £
Cost/market value		
At 1 July 2020	1	-
Additions	-	100,000
Revaluation	-	1,433
At 30 June 2021	<u>1</u>	<u>101,433</u>
Historical cost		
At 30 June 2021	<u>1</u>	<u>100,000</u>
At 1 July 2020	<u>1</u>	<u>-</u>

In the opinion of the Directors the aggregate view of the company's investment in subsidiary undertaking is not less than the amount included in the balance sheet.

Company	Country of registration or incorporation and number	Shares held:	
		Class	%
Correx Limited	England and Wales 04673112	Ordinary	100

The company commenced trading in March 2005

As at 30 June 2021, the company's capital and reserves amounted to £430,402 (2020 - £347,965), its turnover was £233,105 (2020 - £215,208) and the Profit for the Year amounted to £82,437 (2020 - £24,509).

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11 Debtors	2021 £	2020 £
Trade debtors	31,037	42,278
Funding for subsidiary undertaking	-	-
Other debtors	1,423	9,068
Prepayments & accrued income	76,435	72,011
	<u>108,895</u>	<u>123,357</u>

12 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	38,643	9,992
Other creditors	-	551
Accruals and deferred income	65,925	53,669
	<u>104,568</u>	<u>64,212</u>

13 Creditors: amounts falling due after one year

	2021 £	2020 £
Other creditors	<u>-</u>	<u>-</u>

14 Analysis of Net Assets

	Unrestricted funds £	Restricted funds £
Fixed assets	243,709	511,535
Current assets	456,824	17,833
Other creditors	(104,568)	-
	<u>595,965</u>	<u>529,368</u>

15 Unrestricted Funds

	Balance at 01/07/2020 £	Incoming £	Movement in Funds			Unrealised gain on investment £	Balance at 30/06/2021 £
			Outgoing £	Transfers			
Accumulated fund	622,121	260,941	(287,097)	-	-	595,965	
	<u>622,121</u>	<u>260,941</u>	<u>(287,097)</u>	<u>-</u>	<u>-</u>	<u>595,965</u>	

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16 Restricted Funds

	Balance at 01/07/2020	Incoming	Movement in Funds			Unrealised gain on investment	Balance at 30/06/2021
			Outgoing	Transfers			
	£	£	£	£	£	£	
Corrosion network group	855	-	-	-	-	855	
Building endowments	7,535	-	-	-	-	7,535	
Building fund	504,000	-	-	-	-	504,000	
Young engineers fund	16,978	-	-	-	-	16,978	
	<u>529,368</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>529,368</u>	

The Corrosion Network Group formally known as the Corrosion Co-ordination Group was set up in 1997 by way of donations. The grant terms for the Corrosion Network Group are to provide support for a delegate from each of IoM³ and The Institute of Corrosion to attend the EFC Corrosion Conference each year.

Building endowments are made up of donations to the building fund from members.

The building fund includes funds from the Corrosion House sale and £410,000 gift aided from Correx Limited.

The Young Engineers fund is used to support the Young Engineers Program.

17 Related Party Transactions

During the year administration overheads amounting to £57,900 (2020 £63,109) were charged to Correx Limited, a trading subsidiary.