

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

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.

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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.

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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.

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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>595,965</u>	<u>529,368</u>	<u>1,125,333</u>	<u>1,151,489</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>

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

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	10,569	13,983

8 Staff Costs and Numbers

	2021	2020
Average number of persons employed by the charity	3	3

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	14,656	495	35,500	50,651
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	14,404	349	6,050	20,803
Net book value				
At 30 June 2021	252	146	29,450	29,848
At 30 June 2020	502	196	22,500	23,198

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

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	619,244	13,056	23,197	26,837	682,334
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	-	13,014	18,673	26,685	58,372
Net book value					
At 30 June 2021	619,244	42	4,524	152	623,962
At 1 July 2020	619,244	161	3,168	614	623,187

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	1	101,433
Historical cost		
At 30 June 2021	1	100,000
At 1 July 2020	1	-

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 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	<u>Movement in Funds</u>		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>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.