

The British Quality Foundation

Financial Statements

For Filing with Registrar

For the year ended 31 December 2017



Company Registration No. 02770257 (England and Wales)

The British Quality Foundation

Company Information

Directors	D Callaghan	
	M Johnson	
	G Kildare	(Appointed 23 August 2018)
	K Leftley	
	R Longmuir	
	P Nolan	
	I Swain	(Appointed 12 May 2017)
	D Vaishampayan	(Appointed 4 July 2018)
	A Valk CBE	
	A Williams	
Company number	02770257	
Registered office	53 New Broad Street London United Kingdom EC2M 1JJ	
Auditors	Kingston Smith LLP Devonshire House 60 Goswell Road London EC1M 7AD	
Bankers	HSBC The Peak 333 Vauxhall Bridge Road Victoria London SW1V 1EJ	

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Balance Sheet

As at 31 December 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Intangible assets	4		9,534		92
Tangible assets	5		90,536		129,062
Investments	6		-		-
			<u>100,070</u>		<u>129,154</u>
Current assets					
Stock		347		-	
Debtors	7	414,677		433,338	
Cash at bank and in hand		89,325		267,498	
		<u>504,349</u>		<u>700,836</u>	
Creditors: amounts falling due within one year	8	<u>(642,964)</u>		<u>(772,276)</u>	
Net current liabilities			<u>(138,615)</u>		<u>(71,440)</u>
Total assets less current liabilities			<u>(38,545)</u>		<u>57,714</u>
Reserves					
Profit and loss reserves			<u>(38,545)</u>		<u>57,714</u>


The directors of the company have elected not to include a copy of the income and expenditure account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 28th September 2018 and are signed on its behalf by:



 D Callaghan
 Director



 I Swain
 Director

Company Registration No. 02770257

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Notes to the Financial Statements

For the year ended 31 December 2017

1 Accounting policies

Company information

The British Quality Foundation is a private company limited by guarantee, incorporated in England and Wales. The registered office is 53 New Broad Street, London, United Kingdom, EC2M 1JJ.

1.1 Accounting convention

These financial statements have been prepared in accordance with section 1A of FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The company has net liabilities of £38,545 as at 31 December 2017 (2016: net assets of £57,714) after making a loss for the year ended 31 December 2017 of £96,259 (2016: loss of £583,910). However, the net liabilities position is after accounting for deferred income totalling £366,222 (2016: £329,019). The directors have prepared detailed cash flow forecasts for the period covering the twelve months from the date of approval of these financial statements which show that the company will have sufficient cash resources to continue trading throughout that period and as such the directors continue to adopt the going concern basis of accounting in preparing these financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for services provided in the normal course of business, and is shown net of VAT. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from contracts for the provision of services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date if the fair value can be measured reliably.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Software	4 years straight line
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Notes to the Financial Statements (Continued)

For the year ended 31 December 2017

1 Accounting policies

(Continued)

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold improvements	Over the term of the lease
Computers	4 years straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Stock

Stock is stated at the lower of cost and estimated selling price less costs to complete and sell.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

1.8 Financial instruments

This company only has basic financial instruments measured at amortised cost, with no financial instruments classified as other, or basic financial instruments at fair value.

1.9 Taxation

The tax expense represents the sum of the tax currently payable. The company is a mutual trading company for taxation purposes and is only liable to tax on its investment income and surpluses earned from non-member trading.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

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Notes to the Financial Statements (Continued)

For the year ended 31 December 2017

1 Accounting policies

(Continued)

1.13 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 13 (2016 - 15).

3 Directors' remuneration

	2017 £	2016 £
Remuneration paid to executive directors	163,167	264,520

4 Intangible fixed assets

	Other £
Cost	
At 1 January 2017	5,646
Additions	10,400
At 31 December 2017	16,046
Amortisation and impairment	
At 1 January 2017	5,554
Amortisation charged for the year	958
At 31 December 2017	6,512
Carrying amount	
At 31 December 2017	9,534
At 31 December 2016	92

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Notes to the Financial Statements (Continued)

For the year ended 31 December 2017

5 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 January 2017 and 31 December 2017	120,513	65,690	186,203
Depreciation and impairment			
At 1 January 2017	27,799	29,342	57,141
Depreciation charged in the year	24,723	13,803	38,526
At 31 December 2017	52,522	43,145	95,667
Carrying amount			
At 31 December 2017	67,991	22,545	90,536
At 31 December 2016	92,714	36,348	129,062

6 Fixed asset investments

	2017 £	2016 £
Investments	-	-

The company held an investment in a subsidiary entity, Perfex (Training) Limited. This company was dissolved on 13 June 2017.

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Notes to the Financial Statements (Continued)

For the year ended 31 December 2017

6 Fixed asset investments

(Continued)

Movements in fixed asset investments

	Shares in group undertakings £
Cost or valuation	
At 1 January 2017	2,000
Disposals	(2,000)
At 31 December 2017	-
Impairment	
At 1 January 2017	2,000
Disposals	(2,000)
At 31 December 2017	-
Carrying amount	
At 31 December 2017	-
At 31 December 2016	-

7 Debtors

	2017 £	2016 £
Amounts falling due within one year:		
Trade debtors	191,660	264,398
Other debtors	223,017	168,940
	<u>414,677</u>	<u>433,338</u>

8 Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	163,129	135,288
Corporation tax	-	1,267
Other taxation and social security	23,978	44,691
Other creditors	455,857	591,030
	<u>642,964</u>	<u>772,276</u>

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Notes to the Financial Statements (Continued)

For the year ended 31 December 2017

9 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified but was subject to a material uncertainty in respect of going concern.

The senior statutory auditor was John Staniforth.

The auditor was Kingston Smith LLP.

10 Controlling party

The BQF is a company limited by guarantee, therefore there is no single controlling party.