

The British Quality Foundation

Financial Statements

For Filing with Registrar

For the year ended 31 December 2018

Company Registration No. 02770257 (England and Wales)

The British Quality Foundation

Company Information

Directors	M Johnson K Leftley P Nolan I Swain A Williams L Iftikhar-Ali G Kildare D Vaishampayan	 (Appointed 2 September 2019) (Appointed 23 August 2018) (Appointed 4 July 2018)
Company number	02770257	
Registered office	Devonshire House 60 Goswell Road London EC1M 7AD	
Auditors	Moore Kingston Smith LLP Devonshire House 60 Goswell Road London EC1M 7AD	
Bankers	HSBC The Peak 333 Vauxhall Bridge Road Victoria London SW1V 1EJ	

The British Quality Foundation

Contents

	Page
Balance sheet	1
Notes to the financial statements	2 - 6

The British Quality Foundation

Balance Sheet

As at 31 December 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Intangible assets	4		8,321		9,534
Tangible assets	5		52,663		90,536
			<u>60,984</u>		<u>100,070</u>
Current assets					
Stock		397		347	
Debtors	6	320,776		414,677	
Cash at bank and in hand		85,098		89,325	
		<u>406,271</u>		<u>504,349</u>	
Creditors: amounts falling due within one year	7	<u>(687,450)</u>		<u>(642,964)</u>	
Net current liabilities			<u>(281,179)</u>		<u>(138,615)</u>
Total assets less current liabilities			<u><u>(220,195)</u></u>		<u><u>(38,545)</u></u>
Reserves					
Profit and loss reserves			<u><u>(220,195)</u></u>		<u><u>(38,545)</u></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 and are signed on its behalf by:

.....
K Leftley
Director

.....
I Swain
Director

Company Registration No. 02770257

The British Quality Foundation

Notes to the Financial Statements

For the year ended 31 December 2018

1 Accounting policies

Company information

The British Quality Foundation is a private company limited by guarantee, domiciled and incorporated in England and Wales. The registered office is Devonshire House, 60 Goswell Road, London, EC1M 7AD.

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 £220,195 as at 31 December 2018 (2017: £38,545) after making a loss for the year ended 31 December 2018 of £181,650 (2017: loss of £96,259). However, the net liabilities position is stated after accounting for deferred income totalling £325,834 (2017: £366,222). 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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The British Quality Foundation

Notes to the Financial Statements (Continued)

For the year ended 31 December 2018

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.

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.

The British Quality Foundation

Notes to the Financial Statements (Continued)

For the year ended 31 December 2018

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 11 (2017 - 13).

3 Directors' remuneration

	2018 £	2017 £
Remuneration paid to executive directors	86,400	163,167

4 Intangible fixed assets

	Other £
Cost	
At 1 January 2018	16,046
Additions	1,800
At 31 December 2018	17,846
Amortisation and impairment	
At 1 January 2018	6,512
Amortisation charged for the year	3,013
At 31 December 2018	9,525
Carrying amount	
At 31 December 2018	8,321
At 31 December 2017	9,534

The British Quality Foundation

Notes to the Financial Statements (Continued)

For the year ended 31 December 2018

5 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 January 2018 and 31 December 2018	120,513	65,690	186,203
Depreciation and impairment			
At 1 January 2018	52,522	43,145	95,667
Depreciation charged in the year	24,723	13,150	37,873
At 31 December 2018	77,245	56,295	133,540
Carrying amount			
At 31 December 2018	43,268	9,395	52,663
At 31 December 2017	67,991	22,545	90,536

6 Debtors

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	85,784	191,660
Other debtors	234,992	223,017
	320,776	414,677

7 Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	252,953	163,129
Other taxation and social security	21,328	23,978
Other creditors	413,169	455,857
	687,450	642,964

The British Quality Foundation

Notes to the Financial Statements (Continued)

For the year ended 31 December 2018

8 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 Moore Kingston Smith LLP.

9 Controlling party

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

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.