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## FORM AR27

Trade Union and Labour Relations (Consolidation) Act 1992

### ANNUAL RETURN FOR AN EMPLOYERS' ASSOCIATION

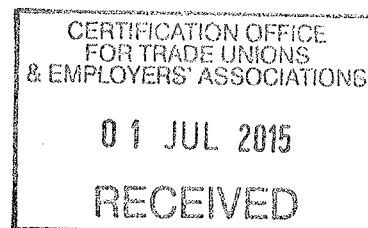
Name of Employers' Association:	UK FASHION AND TEXTILE ASSOCIATION LTD
Year ended:	31 DECEMBER 2014
List No:	232E
Head or Main Office:	3 QUEEN SQUARE LONDON WC1N 3AR
Website address (if available)	www.ukft.org
Has the address changed during the year to which the return relates?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> (Tick as appropriate)
General Secretary:	John H Miln
Contact name for queries regarding the completion of this return:	John H Miln
Telephone Number:	+44 (0)20 7843 9460
e-mail:	john.miln@ukft.org

**PLEASE FOLLOW THE GUIDANCE NOTES IN THE COMPLETION OF THIS RETURN.**  
Any difficulties or problems in the completion of this return should be directed to the Certification Office as below or by telephone to: 020 7210 3734

The address to which returns and other documents should be sent are:

**For Employers' Associations based in England and Wales:**  
Certification Office for Trade Unions and Employers' Associations  
22<sup>nd</sup> Floor, Euston Tower, 286 Euston Road, London NW1 3JJ

**For Employers' Associations based in Scotland:**  
Certification Office for Trade Unions and Employers' Associations  
Melrose House, 69a George Street, Edinburgh EH2 2JG



# UK FASHION AND TEXTILE ASSOCIATION LTD

## COMPANY INFORMATION

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### Directors

Mr P Lucas  
Mr S Berwin  
Mr A Constantinou  
Mrs B J Dickson OBE  
Mr R S A Hurtle  
Mr N J Lugg  
Mr W Macbeth OBE  
Mr S McGuffie  
Mr J H Miln  
Mr K C Scates  
Mr M L F Strzelecki

### Secretary

Mr J H Miln

### Company number

01599377

### Registered office

3 Queen Square  
London  
WC1N 3AR

### Independent Auditors

PricewaterhouseCoopers LLP

### Business address

3 Queen Square  
London  
WC1N 3AR

The Office of President was held by HRH The Princess Royal  
The Office of Chairman was held by P Lucas  
The Office of Deputy Chairman was held jointly by S Berwin and N J Lugg  
The Office of Treasurer was held by S McGuffie

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# RETURN OF MEMBERS

(see note 9)

NUMBER OF MEMBERS AT THE END OF THE YEAR				
Great Britain	Northern Ireland	Irish Republic	Elsewhere Abroad (including Channel Islands)	TOTALS
336		2	4	342

## OFFICERS IN POST

(see note 10)

Please attach as an annexe to this form a complete list of all officers in post at the end of the year to which this form relates, with the title of each persons office.

## CHANGE OF OFFICERS

Please complete the following to record any changes of officers during the twelve months covered by this return.

Title of Office	Name of Officer ceasing to hold office	Name of Officer Appointed	Date of Change
Director	Mr M Simpson		Deceased 25.11.14

# REVENUE ACCOUNT/GENERAL FUND

(see notes 11 to 16)

Previous Year			£	£
	<b>INCOME</b>			
215,918	From Members	Subscriptions, levies, etc		270,183
	Investment income	Interest and dividends (gross)		
7,707		Bank interest (gross)	3,789	
		Other (specify)		
95,911		Net rent receivable	133,262	
	Other income	Rents received		137,051
		Insurance commission		
		Consultancy fees		
8,546		Publications/Seminars	3,810	
1,070,817		Miscellaneous receipts (specify) Secretariat	912,039	
	Income, marketing and events and revaluation of property			
1,182,981				915,849
	<b>TOTAL INCOME</b>			1,323,083
1,398,899	<b>EXPENDITURE</b>			
	Administrative expenses			
628,834		Remuneration and expenses of staff	638,173	
35,495		Occupancy costs	30,701	
8,505		Printing, Stationery, Post	6,973	
20,571		Telephones	13,446	
88,514		Legal and Professional fees	85,093	
		Miscellaneous (specify)		
4,832	-	Equipment leasing	4,886	
2,792	-	Publications	3,858	
30,120	-	Premises costs	30,053	
	Other charges	Bank charges	3,636	813,183
3,831		Depreciation - tangible	70,427	
73,866		Depreciation - intangible	(41,475)	
-		Sums written off	1,883	
-		Affiliation fees	11,891	
47,800		Donations	-	
-		Conference and meeting fees	-	
-		Expenses	-	
		Miscellaneous (specify)		
625,224	-	Marketing and events	541,595	
30,287	-	Travelling expenses	52,040	
12,904	-	Sundry expenses	10,037	
762	-	Permanent diminution in value of fixed asset investments	620	
793,674				650,654
				1,463,837
-	Taxation			(572,341)

1,613,337	<b>TOTAL EXPENDITURE</b>	891,496
(214,438)	Surplus/Deficit for year	431,587
6,191,602	Amount of fund at beginning of year	5,977,164
5,977,164	Amount of fund at end of year	6,408,751

# ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

ACCOUNT 2		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	Surplus (Deficit) for the year		
	Amount of fund at beginning of year		
	Amount of fund at the end of year (as Balance Sheet)		

ACCOUNT 3		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	Surplus (Deficit) for the year		
	Amount of fund at beginning of year		
	Amount of fund at the end of year (as Balance Sheet)		

# ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

ACCOUNT 4		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	Surplus (Deficit) for the year		
	Amount of fund at beginning of year		
	Amount of fund at the end of year (as Balance Sheet)		

ACCOUNT 5		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	Surplus (Deficit) for the year		
	Amount of fund at beginning of year		
	Amount of fund at the end of year (as Balance Sheet)		

# ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

ACCOUNT 6		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	Surplus (Deficit) for the year		
	Amount of fund at beginning of year		
	Amount of fund at the end of year (as Balance Sheet)		

ACCOUNT 7		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	Surplus (Deficit) for the year		
	Amount of fund at beginning of year		
	Amount of fund at the end of year (as Balance Sheet)		

# BALANCE SHEET AS AT 31 DECEMBER 2014

(see notes 19 and 20)

Previous Year		£	£
5,844,261	<b>Fixed Assets</b> (as at page 9)		5,777,507
	<b>Investments</b> (as per analysis on page 10)		
12,138	Quoted (Market value £ )		11,508
	Unquoted		
5,856,389	<b>Total Investments</b>		5,789,015
	<b>Other Assets</b>		
299,042	Sundry debtors		271,523
825,066	Cash at bank and in hand		810,703
	Stocks of goods		
(41,475)	Others (specify) - Goodwill		-
1,082,633	<b>Total of other assets</b>		1,082,226
6,939,022	<b>TOTAL ASSETS</b>		6,871,241
	Fund (Account)		
	Fund (Account)		
	Fund (Account)		
	Revaluation Reserve		
	<b>Liabilities</b>		
	Loans		
	Bank overdraft		
602,255	Tax payable		45,453
92,330	Sundry creditors		71,836
267,273	Accrued expenses		345,201
	Provisions		
	Other liabilities		
961,858	<b>TOTAL LIABILITIES</b>		462,490
6,939,022	<b>TOTAL ASSETS</b>		6,871,241

# FIXED ASSETS ACCOUNT

(see note 21)

	Land & Buildings	Fixtures & Fittings	Motor Vehicles & Equipment	Total
	£	£	£	£
<b>COST OR VALUATION</b>				
At start of period	5,830,000	64,485	-	5,894,485
Additions during period		3,673		3,673
Less: Disposals during period		(5,760)		(5,760)
Less: DEPRECIATION:				
Total to end of period	(58,300)	(56,591)		(114,891)
<b>BOOK AMOUNT at end of period</b>	5,771,700	5,807		5,777,507
Freehold				
Leasehold (50 or more years unexpired)	5,771,700			5,771,700
Leasehold (less than 50 years unexpired)				
<b>AS BALANCE SHEET</b>	5,771,700			5,771,700

# ANALYSIS OF INVESTMENTS

(see note 22)

		Other Funds £
QUOTED	British Government & British Government Guaranteed Securities	
	British Municipal and County Securities	
	Other quoted securities (to be specified) – Listed investment portfolio	11,508
	TOTAL QUOTED (as Balance Sheet)	11,508
	*Market Value of Quoted Investments	
UNQUOTED	British Government Securities	
	British Municipal and County Securities	
	Mortgages	
	Other unquoted securities (to be specified)	
	TOTAL QUOTED (as Balance Sheet)	
	*Market Value of Unquoted Investments	

\* Market value of investments to be stated where these are different from the figures quoted in the balance sheet

# ANALYSIS OF INVESTMENT INCOME (CONTROLLING INTERESTS)

(see notes 23 to 25)

<b>Does the association, or any constituent part of the association, have a controlling interest in any limited company?</b>		YES	NO ✓
If YES name the relevant companies:			
COMPANY NAME	COMPANY REGISTRATION NUMBER (if not registered in England & Wales, state where registered)		
<b>INCORPORATED EMPLOYERS' ASSOCIATIONS</b>		N/A	
<b>Are the shares which are controlled by the association registered in the association's name</b>		YES	NO
If NO, please state the names of the persons in whom the shares controlled by the association are registered.			
COMPANY NAME	NAMES OF SHAREHOLDERS		
<b>UNINCORPORATED EMPLOYERS ASSOCIATIONS</b>		N/A	
<b>Are the shares which are controlled by the association registered in the names of the association's trustees?</b>		YES	NO
If NO, state the names of the persons in whom the shares controlled by the association are registered.			
COMPANY NAME	NAMES OF SHAREHOLDERS		

# SUMMARY SHEET

(see notes 26 to 35)

	All funds except Political Funds £	Political Funds £	Total Funds £
<b>INCOME</b>			
From Members	270,183		270,183
From Investments	137,051		137,051
Other Income (including increases by revaluation of assets)	915,849		915,849
<b>Total Income</b>	1,323,083		1,323,083
<b>EXPENDITURE</b> (including decreases by revaluation of assets)			
<b>Total Expenditure</b>	891,496		891,496
<b>Funds at beginning of year</b> (including reserves)	5,977,164		5,977,164
<b>Funds at end of year</b> (including reserves)	6,408,751		6,408,751
<b>ASSETS</b>			
Fixed Assets			5,777,507
Investment Assets			11,508
Other Assets			1,082,226
<b>Total Assets</b>			6,871,241
<b>LIABILITIES</b>			
<b>Total Liabilities</b>			462,490
<b>NET ASSETS (Total Assets less Total Liabilities)</b>			6,408,751

# NOTES TO THE ACCOUNTS

(see note 36)

All notes to the accounts must be entered on or attached to this part of the return.

See the attached Financial statements for the year ended 31 December 2014

# ACCOUNTING POLICIES

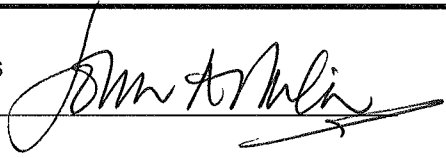
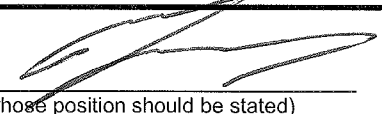
(see notes 37 and 38)

See the attached Financial statements for the year ended 31 December 2014

## SIGNATURES TO THE ANNUAL RETURN

(see notes 39 and 40)

including the accounts and balance sheet contained in the return.

Secretary's Signature: 	Chairman's Signature:  (or other official whose position should be stated)
Name: <u>JOHN H MILN</u>	Name: <u>PETER LUCAS</u>
Date: <u>25 June 2015</u>	Date: <u>25 June 2015</u>

## CHECK LIST

(see note 41)

(please tick as appropriate)

IS THE RETURN OF OFFICERS ATTACHED? (see Page 3)	YES	<input checked="" type="checkbox"/>	NO	
HAS THE RETURN OF CHANGE OF OFFICERS BEEN COMPLETED? (see Page 3)	YES	<input checked="" type="checkbox"/>	NO	
HAS THE RETURN BEEN SIGNED? (see Note 38)	YES	<input checked="" type="checkbox"/>	NO	
HAS THE AUDITOR'S REPORT BEEN COMPLETED (see Note 39)	YES	<input checked="" type="checkbox"/>	NO	
IS A RULE BOOK ENCLOSED? (see Note 40)	YES	<input checked="" type="checkbox"/>	NO	
HAS THE SUMMARY SHEET BEEN COMPLETED (see Notes 6 and 25 to 34)	YES	<input checked="" type="checkbox"/>	NO	

# AUDITOR'S REPORT

(see notes 42 to 47)

made in accordance with section 36 of the Trade Union and Labour Relations (Consolidation) Act 1992.

1. In the opinion of the auditors or auditor do the accounts they have audited and which are contained in this return give a true and fair view of the matters to which they relate?  
(See section 36(1) and (2) of the 1992 Act and notes 43 and 44)

YES/NO

If "No" please explain below.

2. Have the auditors or auditor carried out such investigations in the preparation of their audit report as will enable them to form an opinion as to:
- (a) whether the trade union has kept proper accounting records in accordance with section 28 of the 1992 Act;
  - (b) whether it has maintained a satisfactory system of control over its transactions in accordance with the requirements of that section; and
  - (c) whether the accounts to which the report relates agree with the accounting records?
- (See section 36(3) of the 1992 Act, set out in note 43)

YES/NO

If "No" please explain below.

3. Are the auditors or auditor of the opinion that the union has complied with section 28 of the 1992 Act and has:
- (a) kept proper accounting records with respect to its transactions and its assets and liabilities; and
  - (b) established and maintained a satisfactory system of control of its accounting records, its cash holding and all its receipts and remittances.
- (See section 36(4) of the 1992 Act set out in note 43)

YES/NO

If "No" please explain below.

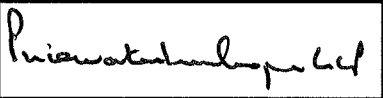
4. Please set out a copy of the report made by the auditors or auditor to the union on the accounts to which this AR27 relates. The report is to set out the basis upon which the audit has been conducted and/or such other statement as the auditor considers appropriate. Such a statement may be provided as a separate document.  
(See note 45)

has refer to the audited financial statements

## AUDITOR'S REPORT (continued)

The above responses merely reference matters set out in our attached independent auditors' report to the members of the UK Fashion and Textile Association Limited in the financial statements of UK Fashion and Textile Association Limited for the year ended 31 December 2014 dated 21 May 2015 (the "annual financial statements auditors' report"). This report is not a substitute for reading the annual financial statements auditors' report and the financial statements to which they relate. We have not performed any additional procedures in giving this report except for agreeing that the amounts and disclosures in the return are accurately extracted from the attached annual financial statements.

The above responses and the annual financial statements auditors' report, including the opinion, are prepared for and only for the company as a body in accordance with section 32 and 36 of the Trade Union and Labour relations (Consolidation) Act 1992 and for no other purpose. We do not, in giving the opinion, accept or assume responsibility for any other purpose to any other person who receives our annual financial statements' auditors' report unless otherwise agreed by us in writing.

Signature(s) of auditor or auditors:		
Name(s):	PricewaterhouseCoopers LLP	
Profession(s) or Calling(s):		
Address(es):	The Portland Building 25 High Street Crawley RH10 1BG	
Date:	25 June 2015	
Contact name and telephone number:	Nick Jones +44 (0) 207 213 8417	

N.B. When notes to the accounts are referred to in the auditor's report a copy of those notes must accompany this return.

# **UK FASHION AND TEXTILE ASSOCIATION LTD**

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF UK FASHION AND TEXTILE ASSOCIATION LTD**

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#### **Report on the financial statements**

##### **Our opinion**

In our opinion, UK Fashion and Textile Association Ltd's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

##### **What we have audited**

UK Fashion and Textile Association Ltd's financial statements comprise:

- the balance sheet as at 31 December 2014;
- the profit and loss account and statement of total recognised gains and losses for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

##### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

##### **Other matters on which we are required to report by exception**

###### **Adequacy of accounting records and information and explanations received**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

###### **Directors' remuneration**

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

###### **Entitlement to exemptions**

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to; take advantage of the small companies exemption in preparing the Directors' report; and take advantage of the small companies exemption from preparing a Strategic report. We have no exceptions to report arising from this responsibility.

# UK FASHION AND TEXTILE ASSOCIATION LTD

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF UK FASHION AND TEXTILE ASSOCIATION LTD (CONTINUED)

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#### Responsibilities for the financial statements and the audit

##### Our responsibilities and those of the directors

As explained more fully in the Statement of directors' responsibilities set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

##### What an audit of financial statements involves

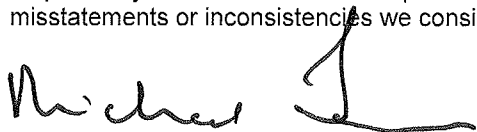
We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Directors' report and financial statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Michael Jones (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Gatwick  
21 May 2015

Company Registration No. 01599377 (England and Wales)

**UK FASHION AND TEXTILE ASSOCIATION LTD**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

UK FASHION AND TEXTILE ASSOCIATION LTD

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# UK FASHION AND TEXTILE ASSOCIATION LTD

## DIRECTORS' REPORT

**FOR THE YEAR ENDED 31 DECEMBER 2014**

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The directors present their report and financial statements for the year ended 31 December 2014.

### **Principal activities, review of business and future developments**

The principal activity of UK Fashion and Textile Association Ltd (the "Association") is to encourage, promote, develop and protect the clothing and textile industries of the United Kingdom in all its constituent parts.

The results for the year are set out in the profit and loss account and show a profit after taxation for the year of £431,587 (2013 – loss of £409,993).

During the course of the year, the Directors have continued to implement their strategic objectives in order to return the Association to fiscal sustainability. This resulted in an improvement in the operating loss of £143,923 from £416,938, or some 65% over 2014. The surplus for the year arose as a result of the release of a provision which the directors consider is no longer required. The Directors' focus on growing the business, while delivering a much improved 2014 operating performance, continues into 2015. The overriding objective of delivering a 'value proposition' to members, the industry at large and our stakeholders, together with the added profile and awareness arising from commercial activities, remained central to the Association's business plans. This is demonstrated by the recruitment of 139 new members to the Association in 2014 or a growth over all of 34%. When comparing both 2013 and 2014 membership numbers, the Association has doubled its membership across all categories in 24 months. The delivery of a profit making Awards event, increased engagement through the seminar and networking functions together with a more robust 'voice' to Government leads to the Directors' expectation of continued progress towards operating surpluses in the short to medium term.

The strength of the balance sheet and the retention of liquid funds underpin the Directors' guidance of the business. The value of members' funds as at end 2014 of £6.4 million remains more or less equal with the 2008 valuation, despite the varied and obvious re-structuring that has taken place since. The Association retains sufficient funds to see through its plans for the foreseeable future. Importantly, the Association remains and intends to remain unencumbered by debt or borrowing.

### **Results and dividends**

The results for the year are set out on page 5.

### **Directors**

The directors of the company who were in office during the year and up to the date of signing the financial statements were, unless otherwise stated, as follows:

Mr P Lucas  
Mr S Berwin  
Mr A Constantinou  
Mrs B J Dickson OBE  
Mr R S A Hurtle  
Mr N J Lugg  
Mr W Macbeth OBE  
Mr S McGuffie  
Mr J H Miln  
Mr K C Scates  
Mr M Simpson  
Mr M L F Strzelecki

(Deceased 25 November 2014)

### **Independent Auditors**

A resolution to appoint the auditors of the company will be proposed at the next annual general meeting.

# UK FASHION AND TEXTILE ASSOCIATION LTD

## DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

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### Statement of directors' responsibilities

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

### Statement of disclosure to auditors

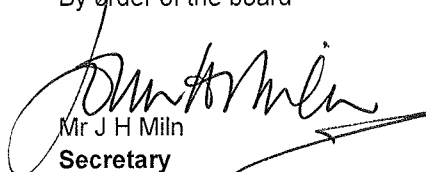
So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

### Qualifying third party indemnity provisions

A qualifying third party indemnity provision was in force for the benefit of one or more directors during the financial year and also at the date of approval of the financial statements.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Company is therefore exempt from the requirement to prepare a Strategic Report.

By order of the board



Mr J H Miln  
**Secretary**  
21 May 2015

# UK FASHION AND TEXTILE ASSOCIATION LTD

## PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 £	2013 £
Turnover	2	1,186,032	1,099,726
Administrative expenses		(1,463,217)	(1,612,575)
Other operating income	4	133,262	95,911
<b>Operating loss</b>	<b>3</b>	<b>(143,923)</b>	<b>(416,938)</b>
Amounts written off investments	6	(620)	(762)
<b>Loss on ordinary activities before interest and taxation</b>		<b>(144,543)</b>	<b>(417,700)</b>
Other interest receivable and similar income	5	3,789	7,707
<b>Loss on ordinary activities before taxation</b>		<b>(140,754)</b>	<b>(409,993)</b>
Tax on loss on ordinary activities	7	572,341	-
<b>Profit/(loss) for the financial year</b>	<b>15</b>	<b>431,587</b>	<b>(409,993)</b>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There is no material difference between the loss on ordinary activities before taxation and the profit/(loss) for the financial year stated above and their historical cost equivalents.

# UK FASHION AND TEXTILE ASSOCIATION LTD

## STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 DECEMBER 2014

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	Notes	2014 £	2013 £
Profit/(loss) for the financial year		431,587	(409,993)
Unrealised surplus on revaluation of properties	9 , 10 & 15	-	195,555
Total recognised profits/(losses) relating to the year		<u>431,587</u>	<u>(214,438)</u>

# UK FASHION AND TEXTILE ASSOCIATION LTD

## BALANCE SHEET

AS AT 31 DECEMBER 2014

	Notes	2014 £	£	2013 £	£
<b>Fixed assets</b>					
Intangible assets	8		-		(41,475)
Tangible assets	9 & 10		5,777,507		5,844,261
Investments	11		11,508		12,128
			<u>5,789,015</u>		<u>5,814,914</u>
<b>Current assets</b>					
Debtors	12	271,523		299,042	
Cash at bank and in hand		810,703		825,066	
		<u>1,082,226</u>		<u>1,124,108</u>	
<b>Creditors: amounts falling due within one year</b>	13	(462,490)		(961,858)	
<b>Net current assets</b>			<u>619,736</u>		<u>162,250</u>
<b>Total assets less current liabilities</b>			<u><u>6,408,751</u></u>		<u><u>5,977,164</u></u>
<b>Members' funds</b>					
Revaluation reserve	15		195,555		195,555
Profit and loss account	15		6,213,196		5,781,609
<b>Total members' funds</b>	16		<u><u>6,408,751</u></u>		<u><u>5,977,164</u></u>

The financial statements on pages 5 to 17 were approved by the Board of directors on 21 May 2015 and signed on its behalf by



Mr P Lucas  
Chairman

Company Registration No. 01599377

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

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### 1 Accounting policies

#### 1.1 Accounting convention

These financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards in the United Kingdom except for compliance with SSAP19 'Accounting for investment properties', which requires departure from the requirements of the Companies Act 2006 relating to depreciation and an explanation and assessment of the impact of the departure is given in the accounting policy note relating to tangible fixed assets below. A summary of the more important accounting policies, which have been applied consistently, is set out below.

#### Basis of preparation

These financial statements have been prepared on a going concern basis. Based on forecasts and projections for the foreseeable future the directors consider this basis of preparation appropriate to meet its liabilities as and when they fall due and for a minimum period of twelve months from the date of the approval of these financial statements.

#### Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

#### 1.2 Turnover

The company generates income from subscriptions, export activities and other events, secretariat services and the organisation of the climate change levy scheme.

Membership subscriptions are taken into income in the year to which they relate. Amounts received by the balance sheet date in respect of future years are deferred.

Income generated from secretariat services are taken into income in the year to which the service relates.

Climate change levy income is taken at the point of the invoice being raised and any income in respect of future years are deferred.

Export activities and other events are taken into income in the year to which they relate. Amounts received by the balance sheet date in respect of future years are deferred.

All income is derived from UK operations.

#### 1.3 Goodwill

Negative goodwill represents the excess of the fair value of the Company's share of the net assets acquired over the cost of acquisition. Negative goodwill is recognised in the profit and loss account when the acquired non-monetary assets are consumed or in the periods expected to benefit.

#### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets (except investment property) are stated at historic purchase price or valuation less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for intended use. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Buildings long leasehold	Straight line over 40 years
Fixtures, fittings & equipment	Straight line over 4 years

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

*FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)*

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### **1 Accounting policies**

**(Continued)**

In accordance with SSAP19, investment properties are revalued and the aggregate surplus or deficit is transferred to a revaluation reserve, and no depreciation or amortisation is provided in respect of freehold investment properties. The requirement of the Companies Act 2006 is to depreciate all properties, but that requirement conflicts with the generally accepted accounting principle set out in SSAP19. The directors consider that, as these properties are not held for consumption but for investment, to depreciate them would not give a true and fair view, and that it is necessary to adopt SSAP19 in order to give a true and fair view.

#### **1.5 Leasing**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### **1.6 Investments**

Fixed asset investments are shown at open market value and any surplus is credited to a revaluation reserve. Any temporary diminution in value is taken to the revaluation reserve. Any permanent diminution in value is written off through the profit and loss account.

Rental income is included in other operating income on the face of the profit and loss account. All rental agreements are operating leases. The rental income is recognised on a straight line basis over the period of the lease.

#### **1.7 Pensions**

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

#### **1.8 Deferred taxation**

Deferred taxation has been recognised as a liability or asset if transactions have occurred at the balance sheet date that give rise to an obligation to pay more taxation in future, or a right to pay less taxation in future. A deferred tax asset is only recognised when it is considered more likely than not that the asset will be recoverable in the foreseeable future out of suitable taxable profits from which the underlying timing differences can be deducted. Deferred tax assets and liabilities recognised have not been discounted.

No deferred tax is provided on timing differences arising in relation to the revaluation of non-monetary assets unless by the balance sheet date, a binding commitment to sell the asset has been entered into and it is unlikely that any gain will be rolled over. No such contract existed at 31 December 2014.

#### **1.9 Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

### 2 Turnover

	2014 £	2013 £
<b>Class of business</b>		
Subscription income	270,183	215,918
Events income	292,178	227,130
Secretariat income	31,000	42,000
Climate change levy income	139,656	131,161
Export activities income	453,015	483,517
	<u>1,186,032</u>	<u>1,099,726</u>

### 3 Operating loss

	2014 £	2013 £
Operating loss is stated after charging/(crediting):		
Amortisation of intangible assets	(41,475)	-
Depreciation of owned tangible fixed assets	70,427	73,866
Loss on foreign exchange transactions	-	2,913
Operating lease rentals		
- Plant and machinery	4,886	4,832
Fees payable for audit	14,000	10,000
	<u>14,000</u>	<u>10,000</u>

### 4 Other operating income

	2014 £	2013 £
Rental income	203,589	156,152
Occupancy costs	(70,327)	(60,241)
Net rental income	<u>133,262</u>	<u>95,911</u>

Net rental income represents amounts receivable from third parties in respect of their occupancy of parts of the company's property at 3 Queen Square, London.

### 5 Other interest receivable and similar income

	2014 £	2013 £
Interest receivable	<u>3,789</u>	<u>7,707</u>

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

<b>6</b>	<b>Amounts written off investments</b>	<b>2014</b>	<b>2013</b>
		<b>£</b>	<b>£</b>
	Amounts written off fixed asset investments:		
	- permanent diminution in value	620	762
		<u>          </u>	<u>          </u>
<b>7</b>	<b>Tax on loss on ordinary activities</b>	<b>2014</b>	<b>2013</b>
		<b>£</b>	<b>£</b>
	<b>Domestic current year tax</b>		
	Adjustment in respect of prior years	(572,341)	-
		<u>          </u>	<u>          </u>
	<b>Total current tax</b>	<b>(572,341)</b>	<b>-</b>
		<u>          </u>	<u>          </u>
The tax for the year differs (2013 - differs) from the standard rate of corporation tax in the UK 21.50% (2013 - 23.25%). The differences are explained below			
		<b>2014</b>	<b>2013</b>
		<b>£</b>	<b>£</b>
	Loss on ordinary activities before taxation	(140,754)	(409,993)
		<u>          </u>	<u>          </u>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.50% (2013 - 23.25%)	(30,262)	(95,323)
		<u>          </u>	<u>          </u>
	Effects of:		
	Amounts not deductible for tax purposes	(5,807)	3,220
	Accelerated capital allowances and other timing differences	10,802	11,587
	Tax losses carried forward	25,374	70,529
	Adjustment in respect of prior years	(572,341)	9,286
	Other tax adjustments	(107)	701
		<u>          </u>	<u>          </u>
		(542,079)	95,323
		<u>          </u>	<u>          </u>
	<b>Current tax (credit)/charge for the year</b>	<b>(572,341)</b>	<b>-</b>
		<u>          </u>	<u>          </u>

#### Factors affecting current and future tax charges

The UK main corporation tax rate was reduced from 23% to 21% from 1 April 2014. As a result of this, an effective rate of 21.50% has been used to calculate tax payable on taxable income in the year.

At the balance sheet date, the Finance Act 2013 had been substantively enacted confirming that the main UK corporation tax rate will be 20% from 1 April 2015 and 20% from 1 April 2016.

The company has estimated losses of £4,737,379 (2013 - £4,619,361) available for carry forward against future trading profits from the same trade. The value of these losses at the future 20% tax rate is £943,560 (2013 - £923,872).

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

### 8 Intangible fixed assets

	<b>Goodwill</b>
	<b>£</b>
<b>Cost</b>	
At 1 January 2014 & at 31 December 2014	(41,475)
	<u>          </u>
<b>Accumulated amortisation</b>	
At 1 January 2014	-
Credit for the year	(41,475)
	<u>          </u>
At 31 December 2014	(41,475)
	<u>          </u>
<b>Net book value</b>	
At 31 December 2014	-
	<u>          </u>
At 31 December 2013	(41,475)
	<u>          </u>

During the year, the goodwill was fully written back in line with the accounting policy as the acquired non-monetary assets have been consumed in UK Fashion and Textiles Association Ltd.

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

#### 9 Tangible fixed assets

	Buildings long leasehold £	Fixtures, fittings & equipment £	Total £
<b>Cost or valuation</b>			
At 1 January 2014	2,332,000	64,485	2,396,485
Additions	-	3,673	3,673
Disposals	-	(5,760)	(5,760)
At 31 December 2014	2,332,000	62,398	2,394,398
<b>Accumulated depreciation</b>			
At 1 January 2014	-	50,224	50,224
Charge for the year	58,300	12,127	70,427
On disposals	-	(5,760)	(5,760)
At 31 December 2014	58,300	56,591	114,891
<b>Net book value</b>			
At 31 December 2014	2,273,700	5,807	2,279,507
At 31 December 2013	2,332,000	14,261	2,346,261

The valuation of the leasehold land and building was made as at 31 December 2013 by Messrs Flude Commercial, Chartered Surveyors, on an open market value basis.

If these properties were sold for their revalued amounts it would be necessary to replace them with similar property, and rollover relief against tax on the gain would be available. Accordingly, no timing differences arise and no provision has been made for deferred tax in respect of the revaluation.

#### Comparable historical cost for the land and buildings included at valuation:

	£
<b>Cost</b>	
At 1 January 2014 & at 31 December 2014	2,367,342
<b>Depreciation based on cost</b>	
At 1 January 2014	200,564
Charge for the year	59,184
At 31 December 2014	259,748
<b>Net book value</b>	
At 31 December 2014	2,107,594
At 31 December 2013	2,166,778

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

#### 10 Tangible fixed assets

	Investment property £
<b>Valuation</b>	
At 1 January 2014 & at 31 December 2014	3,498,000
<b>Net book value</b>	
At 31 December 2014	3,498,000
At 31 December 2013	3,498,000

The valuation of the investment property was made as at 31 December 2013 by Messrs Flude Commercial, Chartered Surveyors, on a open market value basis. No depreciation is provided in respect of this property.

On an historical cost basis these would have been included at an original cost of £3,467,667 (2013 - £3,467,667).

#### 11 Fixed asset investments

	Listed investments £
<b>Valuation</b>	
At 1 January 2014	12,128
Amount written off investments	(620)
At 31 December 2014	11,508
<b>Net book value</b>	
At 31 December 2014	11,508
At 31 December 2013	12,128

The securities in the portfolio are listed on recognised investment exchanges. The directors consider the value of the investments to be supported by their underlying assets.

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

12 Debtors	2014 £	2013 £
Trade debtors	141,742	111,236
Other debtors	60,709	46,609
Prepayments and accrued income	69,072	141,197
	<u>271,523</u>	<u>299,042</u>

13 Creditors: amounts falling due within one year	2014 £	2013 £
Trade creditors	71,836	92,330
Corporation tax	-	572,010
Other taxation and social security	45,453	30,245
Accruals and deferred income	345,201	267,273
	<u>462,490</u>	<u>961,858</u>

#### 14 Pension and other post-retirement benefit commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £30,219 (2013 - £32,132). Contributions totalling £2,521 (2013 - £3,017) were payable to the fund at the year end and are included in creditors.

#### 15 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 January 2014	195,555	5,781,609
Profit for the year	-	431,587
	<u>195,555</u>	<u>6,213,196</u>

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

16 Reconciliation of movements in members' funds	2014 £	2013 £
Profit/(loss) for the financial year	431,587	(409,993)
Other recognised gains and losses	-	195,555
Net addition to/(depletion in) members' funds	431,587	(214,438)
Opening members' funds	5,977,164	6,191,602
Closing members' funds	6,408,751	5,977,164

### 17 Financial commitments

At 31 December 2014 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2015:

	Other 2014 £	2013 £
Operating leases which expire: Between two and five years	3,672	3,672

18 Directors' remuneration	2014 £	2013 £
Remuneration for qualifying services	100,000	100,000

# UK FASHION AND TEXTILE ASSOCIATION LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2014 (CONTINUED)

#### 19 Employees

##### Number of employees

The average monthly number of employees (including directors) during the year was:

	2014 Number	2013 Number
Administration	10	10

##### Employment costs

	2014 £	2013 £
Wages and salaries	538,897	526,696
Social security costs	47,483	50,501
Other pension costs	30,219	32,132
	616,599	609,329

#### 20 Ultimate parent undertaking

In the opinion of the directors, the members of the company, by acting in concert, ultimately control the company.

#### 21 Limit of liability

The liability of the members is limited by guarantee to £1 each.

#### 22 Related party relationships and transactions

The Association received consultancy services from Lisa Berwin Communications Limited totalling £24,338 (2013 - £44,400) during the year. Lisa Berwin, who is a director of Lisa Berwin Communications Limited is the daughter of Mr S Berwin, a director of UK Fashion and Textile Association Ltd. The amount outstanding at the year end was £nil (2013 - £nil).

**UK FASHION AND TEXTILE ASSOCIATION LTD**  
**MANAGEMENT INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

# UK FASHION AND TEXTILE ASSOCIATION LTD

## DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

		2014		2013
	£	£	£	£
<b>Turnover</b>				
Subscriptions		270,183		215,918
Secretariat		170,656		173,161
Other Sales including Publications		3,810		8,546
Marketing and events		741,383		702,101
		<u>1,186,032</u>		<u>1,099,726</u>
<b>Administrative expenses</b>		(1,463,217)		(1,612,575)
		<u>(277,185)</u>		<u>(512,849)</u>
<b>Other operating income</b>				
Rental income	203,589		156,152	
Occupancy costs	(70,327)		(60,241)	
		<u>133,262</u>		<u>95,911</u>
<b>Operating loss</b>		(143,923)		(416,938)
<b>Other interest receivable and similar income</b>				
Bank interest received		3,789		7,707
<b>Amounts written off investments</b>				
Permanent diminution in value of fixed asset investments		(620)		(762)
<b>Loss before taxation</b>	11.87%	<u>(140,754)</u>	37.28%	<u>(409,993)</u>

# UK FASHION AND TEXTILE ASSOCIATION LTD

## SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED 31 DECEMBER 2014

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	2014 £	2013 £
<b>Administrative expenses</b>		
Wages and salaries (excl. N.I.)	425,652	426,696
Directors' remuneration	100,000	100,000
Employer's N.I. contributions	47,483	50,501
Staff pension costs	30,219	32,132
Staff insurance	18,150	16,015
Staff redundancy	13,245	-
Temporary staff	3,424	3,490
Premises costs	30,053	30,120
Repairs and maintenance	30,701	35,495
Printing, postage and stationery	6,973	8,505
Marketing and events	541,595	625,224
Publications	3,858	2,792
Telephone	13,446	20,571
Equipment leasing	4,886	4,832
Travelling expenses	52,040	30,287
Legal and professional fees	10,093	6,562
Accountancy	61,000	71,952
Audit fees	14,000	10,000
Bad and doubtful debts	1,883	-
Loss on foreign exchange transactions	-	2,913
Sundry expenses	13,673	12,822
Subscriptions	11,891	47,800
Depreciation on intangible assets	(41,475)	-
Depreciation on plant and machinery	70,427	73,866
	<hr/>	<hr/>
	1,463,217	1,612,575
	<hr/>	<hr/>

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