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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 & Textile Association Ltd		
Year ended:	31 December 2019		
List No:	232E		
Head or Main Office:	3 Queen Square Bloomsbury 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:	Adam Mansell		
Contact name for queries regarding the completion of this return:	Adam Mansell		
Telephone Number:	020 7843 9460		
e-mail:	Adam.mansell@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: 0330 109 3602

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
Lower Ground Floor, Fleetbank House, 2-6 Salisbury Square, London EC4Y 8JX

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

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
588	4	0	5	597

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 S Cotton	10 January 2019
Director	Mr M Strzelecki		1 April 2019

Officers in Post at 31 December 2019

Name of Officer	Position held
Adam Mansell	Secretary & Director
Simon Charles Carter	Director
Belinda Jane Dickson	Director
Patrick Guy Edgcumbe Dudley-Williams	Director
Lorna Fitzsimons	Director
Laura Kate Hills	Director
Nigel John Lugg	Director
Alexander William Macbeth	Director
Ian Lowry Cole Maclean	Director
Stewart Robert McGuffie	Director
Mr S Cotton	Director

REVENUE ACCOUNT/GENERAL FUND

(see notes 11 to 16)

Previous Year			£	£
364,728	INCOME			
	From Members	Subscriptions, levies, etc		382,203
1,748	Investment income	Interest and dividends (gross)	3,557	
		Bank interest (gross)	-	
276,540		Other (specify) – Rent receivable	264,198	
	Other income	Rents received		267,755
		Insurance commission		
		Consultancy fees		
165,022		Publications/Seminars	201,491	
		Miscellaneous receipts (specify)		
172,226	Secretariat		232,059	
346,438	Marketing and Events		255,656	
683,686				689,206
1,326,702	TOTAL INCOME			1,339,164
	EXPENDITURE			
	Administrative expenses			
716,469		Remuneration and expenses of staff	721,893	
79,990		Occupancy costs	56,784	
6,314		Printing, Stationery, Post	4,815	
13,526		Telephones	11,540	
66,511		Legal and Professional fees	74,635	
		Miscellaneous (specify) Repairs & maint	41,597	
	Equip leasing		3,660	
	Premises costs		24,336	
	Publications		2,121	
81,247				
(964,057)				(941,381)
3,888	Other charges	Bank charges	-	
69,200		Depreciation	74,174	
1,949		Sums written off	-	
40,354		Affiliation fees	26,388	
150		Donations	500	
3,000		Conference and meeting fees	-	
-		Expenses	-	
		Miscellaneous (specify)		
	Travelling		38,972	
	Marketing and events		271,865	
	Sundry expenses		5,864	
	Fair value loss on investment		380,667	
	Revaluation of TFA		90,644	
268,842				
(387,383)				(889,074)

(2,436)	Taxation		(12,100)
(1,353,876)		TOTAL EXPENDITURE	(901,174)
(27,174)		Surplus/Deficit for year	(503,391)
7,142,540		Amount of fund at beginning of year	7,115,366
7,115,366		Amount of fund at end of year	6,611,975

ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

ACCOUNT 2		Fund Account	
Name of account:		£	£
Income	<div style="margin-bottom: 5px;">From members</div> <div style="margin-bottom: 5px;">Investment income</div> <div style="margin-bottom: 5px;">Other income (specify)</div>		
	Total Income		
Expenditure	<div style="margin-bottom: 5px;">Administrative expenses</div> <div style="margin-bottom: 5px;">Other expenditure (specify)</div>		
	Total Expenditure		
	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:		£	£
Income	<div style="margin-bottom: 5px;">From members</div> <div style="margin-bottom: 5px;">Investment income</div> <div style="margin-bottom: 5px;">Other income (specify)</div>		
	Total Income		
Expenditure	<div style="margin-bottom: 5px;">Administrative expenses</div> <div style="margin-bottom: 5px;">Other expenditure (specify)</div>		
	Total Expenditure		
	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:		£	£
Income	From members		
	Investment income		
	Other income (specify)		
	Total Income		
Expenditure	Administrative expenses		
	Other expenditure (specify)		
	Total Expenditure		
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:		£	£
Income	From members		
	Investment income		
	Other income (specify)		
	Total Income		
Expenditure	Administrative expenses		
	Other expenditure (specify)		
	Total Expenditure		
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:		£	£
Income	From members		
	Investment income		
	Other income (specify)		
	Total Income		
Expenditure	Administrative expenses		
	Other expenditure (specify)		
	Total Expenditure		
	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:		£	£
Income	From members		
	Investment income		
	Other income (specify)		
	Total Income		
Expenditure	Administrative expenses		
	Other expenditure (specify)		
	Total Expenditure		
	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 []

(see notes 19 and 20)

Previous Year		£	£
6,513,813	Fixed Assets (as at page 11)		5,974,871
	Investments (as per analysis on page 13)		
	Quoted (Market value £)	-	
	Unquoted	-	
	Total Investments		
	Other Assets		
234,353	Sundry debtors	269,147	
756,300	Cash at bank and in hand	874,041	
-	Stocks of goods	-	
-	Others (specify)	-	
990,653	Total of other assets		1,143,188
7,504,466	TOTAL ASSETS		7,118,059
6,509,670	Fund (Account)		6,096,923
605,696	Fund (Account)		
	Fund (P&L Reserve)		
	Revaluation Reserve		515,052
	Liabilities		
	Loans		
	Bank overdraft		
45,061	Tax payable	48,842	
48,651	Sundry creditors	35,302	
295,388	Accrued expenses	421,940	
	Provisions	-	
	Other liabilities	-	
7,504,466	TOTAL LIABILITIES		7,118,059
7,504,466	TOTAL ASSETS		7,118,059

FIXED ASSETS ACCOUNT

(see note 21)

	Land & Buildings	Fixtures & Fittings	Motor Vehicles & Equipment	Total
	£	£	£	£
COST OR VALUATION				
At start of period	6,693,302	73,139		6,766,441
Additions during period	-	6,543	14,033	20,576
Less: Disposals during period				
Revaluation	(471,310)			(471,310)
Less: DEPRECIATION:				
Total to end of period	(271,992)	(67,441)	(1,403)	(340,836)
BOOK AMOUNT at end of period	5,950,000	12,241	12,630	5,974,871
Freehold				
Leasehold (50 or more years unexpired)	5,950,000			
Leasehold (less than 50 years unexpired)				
AS BALANCE SHEET	5,950,000	12,241	12,630	5,974,871

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)	
	TOTAL QUOTED (as Balance Sheet)	
	*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)

Does the association, or any constituent part of the association, have a controlling interest in any limited company?		YES x	NO
If YES name the relevant companies:			
COMPANY NAME UK FASHION AND TEXTILE SCOTLAND LIMITED	COMPANY REGISTRATION NUMBER (if not registered in England & Wales, state where registered) SC16858		
INCORPORATED EMPLOYERS' ASSOCIATIONS			
Are the shares which are controlled by the association registered in the association's name		YES X	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		
UNINCORPORATED EMPLOYERS ASSOCIATIONS			
Are the shares which are controlled by the association registered in the names of the association's trustees?		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 £
INCOME			
From Members	382,203		382,203
From Investments	267,755		267,755
Other Income (including increases by revaluation of assets)	689,206		689,206
Total Income	1,339,164		1,339,164
EXPENDITURE (including decreases by revaluation of assets)	(1,842,555)		(1,842,555)
Total Expenditure	(1,842,555)		(1,842,555)
Funds at beginning of year (including reserves)	7,115,366		7,115,366
Funds at end of year (including reserves)	6,611,975		6,611,975
ASSETS			
Fixed Assets			5,974,871
Investment Assets			
Other Assets			1,143,188
Total Assets			7,118,055
LIABILITIES			
Total Liabilities			(506,084)
NET ASSETS (Total Assets less Total Liabilities)			6,611,975

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 financial statements attached

ACCOUNTING POLICIES

(see notes 37 and 38)

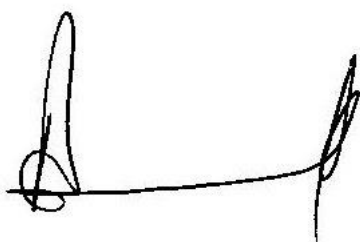
See financial statements attached

SIGNATURES TO THE ANNUAL RETURN

(see notes 39 and 40)

including the accounts and balance sheet contained in the return.

Secretary's



Signature: _____

Name: Adam
Mansell

Date: 23/12/2020

Chairman's



Signature: _____

(or other official whose position should be stated)

Name: Nigel
Lugg

Date: 23/12/2020

CHECK LIST

(see note 41)

(please tick as appropriate)

IS THE RETURN OF OFFICERS ATTACHED? (see Page 3)	YES	X	NO	
HAS THE RETURN OF CHANGE OF OFFICERS BEEN COMPLETED? (see Page 3)	YES	X	NO	
HAS THE RETURN BEEN SIGNED? (see Note 38)	YES	X	NO	

HAS THE AUDITOR'S REPORT BEEN COMPLETED (see Note 39)	YES	X	NO	
IS A RULE BOOK ENCLOSED? (see Note 40)	YES	X	NO	
HAS THE SUMMARY SHEET BEEN COMPLETED (see Notes 6 and 25 to 34)	YES	X	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
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 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 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)

See financial statements attached.

AUDITOR'S REPORT (continued)

In our opinion the Financial Statements:

- Give a true and fair view of the matters to which they relate to, which is the state of the Company's affairs at 31 December 2019 and of its result for the year then ended.
- Has kept proper accounting records with respect to its transactions and its assets and liabilities; and established and maintained a satisfactory system of control of its accounting records, its cash holding and all its receipts and remittances.
- Have been prepared in accordance with the requirements of the sections 28, 32 and 36 of the Trade Union and Labour Relations (Consolidation) Act 1992.

Signature(s) of auditor or auditors:

Eric Hindson

Name(s):

Eric Hindson for and on
behalf of PKF Littlejohn
LLP

Profession(s) or Calling(s):

FCA

Address(es):

15 Westferry Circus
Canary Wharf
LONDON

E14 4H	
Date:	30/12/2020
Contact name and telephone number:	Eric Hindson 0207 516 2223

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

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Company Registration No. 01599377 (England and Wales)

UK FASHION AND TEXTILE ASSOCIATION LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2019



UK FASHION AND TEXTILE ASSOCIATION LTD

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UK FASHION AND TEXTILE ASSOCIATION LTD

COMPANY INFORMATION

Directors	Mr Simon Carter Ms Belinda Dickson Mr Patrick Dudley-Williams Ms Lorna Fitzsimons Ms Laura Hills Mr N Lugg Mr Alexander Macbeth Mr Ian Maclean Mr A Mansell Mr S McGuffie Mr S Cotton	(Appointed 10 January 2019)
Secretary	Mr A Mansell	
Company number	01599377	
Registered office	3 Queen Square London WC1N 3AR	
Auditor	PKF Littlejohn LLP 15 Westferry Circus Canary Wharf London E14 4HD	

UK FASHION AND TEXTILE ASSOCIATION LTD

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present the strategic report for the year ended 31 December 2019.

The principal activity of the UK Fashion and Textile Association Ltd (UKFT) is to encourage, promote, develop and protect the clothing and textiles industries of the United Kingdom. UKFT brings together designers, brands, manufacturers, and retailers to promote their businesses to the industry in the UK and throughout the world. UKFT is in a unique position representing businesses from spinning, weaving and knitting right through to catwalk and aftercare.

The results for the year set out in the profit and loss account, show a deficit before taxation of £400,647 (2018 £24,738 deficit). In line with normal accounting practices, the Directors undertook an external valuation of 3 Queen Square see notes 9 and 12, resulting in a £380,667 charge to the Profit and Loss Account. At EBITDA level, a surplus of £50,637 was recorded (2018 £44,054 surplus); the fourth successive year where we have delivered a positive cash return. The overall financial policy is to retain healthy reserves, but to invest any further surplus (where appropriate) for the benefit of the industry.

UKFT campaigns on a wide range of issues ensuring that the needs of the industry are considered at the highest level. UKFT is continuing to help fashion and textile businesses navigate the evolving environment surrounding Brexit. In 2019 UKFT held a series of seminars on Brexit which were attended by over 1,000 businesses. UKFT hold meetings with a wide range of Ministers, MPs and Civil Servants and regularly responds to government consultations and Select Committee enquiries as well as providing opinion pieces to the press.

Export is a fundamental part of UKFT's activities and the Association is the largest user of the Government's Tradeshows Access Programme. In 2019 UKFT took hundreds of companies to over wide variety of tradeshows across the world. Our programme covers menswear, womenswear, childrenswear, lingerie and beachwear, accessories, textiles and technical textiles. 2019 also saw the launch of UKFT's three year campaign to raise the profile of the textile manufacturing industry overseas.

UKFT is the leading authority for skills and training in our sector, working with employers to define skills gaps and priorities. 2019 saw an extension of the UKFT pop-up factory, giving young people and their teachers information about the sector. UKFT continued to provide support to the development of apprenticeships in the sector and helped members recruit new apprentices into their business. UKFT helped ensure that apprenticeship starts were recorded in all four Nations, the first time this has happened in over 20 years. 2019 also saw the successful launch of UKFT's sewing team leader course programme which was delivered at a world leading brand.

UKFT works hard to promote the manufacturing talent in the UK and in 2019 the free to access sourcing platform 'letsmakeithere.org' was revamped and made available in seven different languages. 2019 also saw UKFT's President, HRH Princess Royal visit a range of factories across the country. 2019 also saw the launch of UKFT's Young Textile Technician Training Grant programme – which helps support young technicians receive the training they need to progress in the industry.

2019 saw UKFT take over responsibility for the Scottish Industry through the formation of a new body, UKFT Scotland. With over 100 companies producing a wide range of fashion and textiles UKFT in conjunction with a newly formed Scottish Industry Leadership Group will work to support and grow the industry in Scotland.

UK FASHION AND TEXTILE ASSOCIATION LTD

STRATEGIC REPORT (CONTINUED)

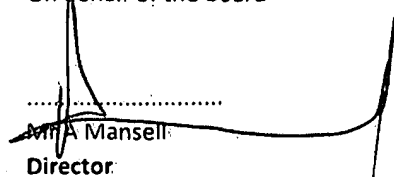
FOR THE YEAR ENDED 31 DECEMBER 2019

The landscape of the sector is changing and this, coupled with the immediate and as yet, unknown, long term impacts of COVID-19 together with the unknown impact of leaving the EU, means that the Association and its priorities need to change and adapt. COVID-19 has had an immediate and dramatic impact on all aspects of the fashion and textile supply chain and it is anticipated that it will have long-term consequences for the sector. The directors have taken the necessary steps to limit the Association's exposure to the effect of the virus and has cash reserves to maintain the business for the foreseeable future. The director's focus remains on maintaining the business and its activities in 2020/2021 and supporting the industry through very uncertain times.

Remaining central to the Association's business plan is the delivery of the highly attractive membership offer to the industry; to significantly increase the sector's exports; to extend the Association's role in skills and training; to continue to raise the profile of UKFT to our stakeholders and to maximise the commercial benefits of these relationships.

The strength of the balance sheet and the retention of liquid funds underpin the Director's guidance of the business. In addition, the Association retains sufficient funds to see through their plans for the foreseeable future. Importantly, the Association remains and intends to remain, unencumbered by debt or borrowing.

On behalf of the board



A. Mansell
Director

Date: 3 September 2020

UK FASHION AND TEXTILE ASSOCIATION LTD

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present their annual report and financial statements for the year ended 31 December 2019.

Principal activities

The principal activity of the UK Fashion and Textile Association Ltd (the Association/UKFT) is to encourage, promote, develop and protect the clothing and textiles industries of the United Kingdom. UKFT brings together 2,500 designers, brands, manufacturers and retailers to promote their businesses and the industry in the UK and throughout the world. UKFT is in a unique position representing businesses from spinning, weaving and knitting right through to catwalk and aftercare.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr Simon Carter

Ms Belinda Dickson

Mr Patrick Dudley-Williams

Ms Lorna Fitzsimons

Ms Laura Hills

Mr N Lugg

Mr Alexander Macbeth

Mr Ian Maclean

Mr A Mansell

Mr S McGuffie

Mr Martin Strzelecki

(Resigned 1 April 2019)

Mr S Cotton

(Appointed 10 January 2019)

Results and dividends

The results for the year are set out on page 10.

Auditor

In accordance with the company's articles of association, a resolution proposing that PKF Littlejohn LLP be reappointed as auditor of the company will be put at a General Meeting.

Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually 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 auditor is aware of that information.

UK FASHION AND TEXTILE ASSOCIATION LTD

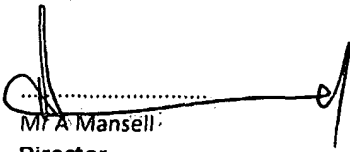
DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

Going concern

As stated in note 23 the directors have reviewed the impact of COVID-19 on the operations and financial position of the Association and have a reasonable expectation that the Association has adequate resources to continue to adopt the going concern basis of accounting in preparing the financial statements.

On behalf of the board


Mr A Mansell
Director

3 September 2020

UK FASHION AND TEXTILE ASSOCIATION LTD

DIRECTORS' RESPONSIBILITIES STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors are responsible for preparing the annual 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 elected to prepare 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 surplus or deficit 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

UK FASHION AND TEXTILE ASSOCIATION LTD

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF UK FASHION AND TEXTILE ASSOCIATION LTD

Opinion

We have audited the financial statements of UK Fashion and Textile Association Ltd (the 'company') for the year ended 31 December 2019 which comprise the income and expenditure account, the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its deficit 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

UK FASHION AND TEXTILE ASSOCIATION LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF UK FASHION AND TEXTILE ASSOCIATION LTD

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- 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; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

UK FASHION AND TEXTILE ASSOCIATION LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF UK FASHION AND TEXTILE ASSOCIATION LTD

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Eric Hindson
Eric Hindson FCA
(Senior Statutory Auditor)
for and on behalf of PKF Littlejohn LLP

03 SEPTEMBER 2020
.....

Chartered Accountants
Statutory Auditor

15 Westferry Circus
Canary Wharf
London
E14 4HD

UK FASHION AND TEXTILE ASSOCIATION LTD

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019 £	2018 £
Turnover	3	1,071,409	1,048,414
Administrative expenses		(1,359,144)	(1,350,100)
Other operating income		264,198	276,540
Operating deficit	4	(23,537)	(25,146)
Interest receivable and similar income	7	3,557	1,748
Interest payable and similar expenses	8	-	(1,340)
Fair value gains and losses on investment properties	9	(380,667)	-
Deficit before taxation		(400,647)	(24,738)
Tax on deficit	10	(12,100)	(2,436)
Deficit for the financial year		(412,747)	(27,174)

The Income and Expenditure Account has been prepared on the basis that all operations are continuing operations.

The notes on pages 15 to 31 form part of these financial statements

UK FASHION AND TEXTILE ASSOCIATION LTD

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	£	£
Deficit for the year	(412,747)	(27,174)
Other comprehensive income		
Revaluation of tangible fixed assets	(90,644)	-
	<u> </u>	<u> </u>
Total comprehensive income for the year	(503,391)	(27,174)
	<u> </u>	<u> </u>

The notes on pages 15 to 31 form part of these financial statements

UK FASHION AND TEXTILE ASSOCIATION LTD

BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Intangible assets	11	12,630		14,033	
Tangible assets	12	2,392,241		2,518,780	
Investment properties	13	3,570,000		3,981,000	
		<u>5,974,871</u>		<u>6,513,813</u>	
Current assets					
Debtors	15	269,147		234,353	
Cash at bank and in hand		874,041		756,300	
		<u>1,143,188</u>		<u>990,653</u>	
Creditors: amounts falling due within one year	16	(506,084)		(389,100)	
Net current assets		<u>637,104</u>		<u>601,553</u>	
Total assets less current liabilities		<u>6,611,975</u>		<u>7,115,366</u>	
Reserves					
Revaluation reserve	20	515,052		605,696	
Income and expenditure account	21	6,096,923		6,509,670	
Members' funds		<u>6,611,975</u>		<u>7,115,366</u>	

The financial statements were approved by the board of directors and authorised for issue on 3 September 2020 and are signed on its behalf by:



Mr N Lugg
Director

Company Registration No. 01599377

The notes on pages 15 to 31 form part of these financial statements

UK FASHION AND TEXTILE ASSOCIATION LTD

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

	Revaluation reserve £	Income and expenditure £	Total £
Balance at 1 January 2018	605,696	6,536,844	7,142,540
Year ended 31 December 2018:			
Loss and total comprehensive income for the year	-	(27,174)	(27,174)
Balance at 31 December 2018	605,696	6,509,670	7,115,366
Year ended 31 December 2019:			
Loss for the year	-	(412,747)	(412,747)
Other comprehensive income:			
Revaluation of tangible fixed assets	(90,644)	-	(90,644)
Total comprehensive income for the year	(90,644)	(412,747)	(503,391)
Balance at 31 December 2019	515,052	6,096,923	6,611,975

The notes on pages 15 to 31 form part of these financial statements

UK FASHION AND TEXTILE ASSOCIATION LTD

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	26		127,938		(65,567)
Interest paid			-		(1,340)
Income taxes paid			(7,211)		(7,766)
Net cash inflow/(outflow) from operating activities			120,727		(74,673)
Investing activities					
Purchase of intangible assets		-		(14,033)	
Purchase of tangible fixed assets		(6,543)		(10,352)	
Interest received		3,557		1,748	
Net cash used in investing activities			(2,986)		(22,637)
Net increase/(decrease) in cash and cash equivalents			117,741		(97,310)
Cash and cash equivalents at beginning of year			756,300		853,610
Cash and cash equivalents at end of year			874,041		756,300

The notes on pages 15 to 31 form part of these financial statements

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Company information

UK Fashion and Textile Association Ltd (01599377) is a private company limited by guarantee incorporated in England and Wales. The registered office is 3 Queen Square, London, WC1N 3AR.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

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 £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

1.2 Going concern

As stated in note 23 the directors have reviewed the impact of COVID-19 on the operations and financial position of the Association and have a reasonable expectation that the Association has adequate resources to continue to adopt the going concern basis of accounting in preparing the 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 and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from contracts for the provision of professional 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 it is probable will be recovered.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.4 Income and expenditure

Income and expenses are included in the financial statements as they become receivable or due.

Expenses include VAT where applicable as the company cannot reclaim it.

1.5 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 where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

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:

Website	Straight line over 10 years
---------	-----------------------------

1.6 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. Leasehold land and buildings are measured at 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 land and buildings	Straight line over 40 years
Fixtures and fittings	Straight line over 4 years

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 surplus or deficit.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

Where fair value cannot be achieved without undue cost or effort, investment property is accounted for as tangible fixed assets.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.8 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.9 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in surplus or deficit, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through surplus and deficit, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in surplus or deficit.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in surplus or deficit.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Other financial liabilities

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in surplus or deficit in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as being measured at fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.12 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.

1.13 Retirement benefits

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

1.14 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss 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 leases asset are consumed.

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

1.15 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Turnover and other revenue

	2019	2018
	£	£
Turnover analysed by class of business		
Subscriptions income	348,556	355,185
Events income	188,380	196,580
Secretariat income	21,833	37,943
Climate change levy income	210,225	134,281
Export activities income	302,415	324,425
	<u>1,071,409</u>	<u>1,048,414</u>
	2019	2018
	£	£
Other significant revenue		
Interest income	3,557	1,748
Rental income	264,198	276,540
	<u>267,755</u>	<u>278,288</u>
	2019	2018
	£	£
Turnover analysed by geographical market		
United Kingdom	<u>1,071,409</u>	<u>1,048,414</u>

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

4 Operating deficit

	2019	2018
	£	£
Operating deficit for the year is stated after charging:		
Exchange losses	283	212
Fees payable to the company's auditor for the audit of the company's financial statements	9,649	8,442
Depreciation of owned tangible fixed assets	72,771	69,200
Amortisation of intangible assets	1,403	-
Operating lease charges	3,660	3,449
	<u> </u>	<u> </u>

Exchange differences recognised in profit or loss during the year, except for those arising on financial instruments measured at fair value through profit or loss, amounted to £283 (2018 - £212).

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2019	2018
	Number	Number
Administrative	12	10
	<u> </u>	<u> </u>

Their aggregate remuneration comprised:

	2019	2018
	£	£
Wages and salaries	602,639	588,190
Social security costs	63,724	52,774
Pension costs	41,242	53,171
	<u> </u>	<u> </u>
	707,605	694,135
	<u> </u>	<u> </u>
Redundancy payments made or committed	-	9,937
	<u> </u>	<u> </u>

The average numbers reported includes 1 (2018 - 1) director who is remunerated as the CEO of the company.

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

6 Directors' remuneration

	2019	2018
	£	£
Remuneration for qualifying services	115,000	109,778
Company pension contributions to defined contribution schemes	11,500	16,189
	<u>126,500</u>	<u>125,967</u>

7 Interest receivable and similar income

	2019	2018
	£	£
Interest income		
Interest on bank deposits	3,557	1,748
	<u>3,557</u>	<u>1,748</u>

Investment income includes the following:

Interest on financial assets not measured at fair value through surplus or deficit	3,557	1,748
	<u>3,557</u>	<u>1,748</u>

8 Interest payable and similar expenses

	2019	2018
	£	£
Other finance costs:		
Other interest	-	1,340
	<u>-</u>	<u>1,340</u>

**9 Amounts written off investments
fixed asset investments**

	2019	2018
	£	£
Fair value gains/(losses) on financial instruments		
Change in value of financial assets held at fair value through profit or loss	(380,667)	-
	<u>(380,667)</u>	<u>-</u>

10 Taxation

	2019	2018
	£	£
Current tax		
UK corporation tax on profits for the current period	9,434	4,545
Adjustments in respect of prior periods	2,666	(2,109)
	<u>12,100</u>	<u>2,436</u>
Total current tax	<u>12,100</u>	<u>2,436</u>

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

10 Taxation

(Continued)

The actual charge for the year can be reconciled to the expected credit for the year based on the profit or loss and the standard rate of tax as follows:

	2019 £	2018 £
Loss before taxation	(400,647)	(24,738)
Expected tax credit based on the standard rate of corporation tax in the UK of 19.00% (2018: 19.00%)	(76,123)	(4,700)
Tax effect of expenses that are not deductible in determining taxable profit	88,009	2,204
Permanent capital allowances in excess of depreciation	(2,452)	7,041
Under/(over) provided in prior years	2,666	(2,109)
Taxation charge for the year	12,100	2,436

The company has estimated losses of £4,745,069 (2018 - £4,745,069) available for carry forward against future trading profits from the fashion trade. The value of these losses at the future 19% tax rate is £806,662 (2018 - £806,662), however, the directors believe that the asset should not be recognised as the criteria for recognition has not been met.

The taxation that would be payable if the company's property was sold at the revalued amount at the balance sheet date is £nil (2018 - £nil) and as such no deferred taxation has been provided (2018 - £nil).

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

11 Intangible fixed assets

	Website £
Cost	
At 1 January 2019 and 31 December 2019	14,033
Amortisation and impairment	
At 1 January 2019	-
Amortisation charged for the year	1,403
At 31 December 2019	1,403
Carrying amount	
At 31 December 2019	12,630
At 31 December 2018	14,033

12 Tangible fixed assets

	Leasehold land and buildings £	Fixtures and fittings £	Total £
Cost or valuation			
At 1 January 2019	2,712,303	73,139	2,785,442
Additions	-	6,543	6,543
Revaluation	(332,303)	-	(332,303)
At 31 December 2019	2,380,000	79,682	2,459,682
Depreciation and impairment			
At 1 January 2019	203,541	63,121	266,662
Depreciation charged in the year	68,451	4,320	72,771
Revaluation	(271,992)	-	(271,992)
At 31 December 2019	-	67,441	67,441
Carrying amount			
At 31 December 2019	2,380,000	12,241	2,392,241
At 31 December 2018	2,508,762	10,018	2,518,780

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

12 Tangible fixed assets

(Continued)

The valuation of the leasehold land and building has been arrived at on the basis of a valuation carried out as at 31 December 2019 by Messrs Flude Commerical, Chartered Surveyors, who are not connected with the company. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

If revalued assets were stated on an historical cost basis rather than a fair value basis, the total amounts included would have been as follows:

	2019	2018
	£	£
Cost	2,454,418	2,454,418
Accumulated depreciation	(242,669)	(181,549)
	<u>2,211,749</u>	<u>2,272,869</u>
Carrying value	<u>2,211,749</u>	<u>2,272,869</u>

The revaluation surplus is disclosed in note 20.

13 Investment property

	2019
	£
Fair value	
At 1 January 2019	3,981,000
Net gains or losses through fair value adjustments	(411,000)
	<u>3,570,000</u>
At 31 December 2019	<u>3,570,000</u>

Investment property comprises three self-contained floors of offices. The fair value of the investment property has been arrived at on the basis of a valuation carried out as at 31 December 2019 by Messrs Flude Commerical, Chartered Surveyors, who are not connected with the company. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

14 Subsidiaries

Details of the company's subsidiary at 31 December 2019 are as follows:

UK Fashion and Textile Scotland Limited (Company no. SC616858)

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
UK Fashion and Textile Scotland Limited	United Kingdom	Membership organisation	Limited by guarantee	100.00	-

The aggregate capital and reserves and the result for the year of the subsidiary noted above was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
UK Fashion and Textile Scotland Limited	(8,413)	(8,413)

15 Debtors

	2019	2018
	£	£
Amounts falling due within one year:		
Service charges due	194,044	168,426
Other debtors	1,678	8,252
Prepayments and accrued income	73,425	57,675
	<u>269,147</u>	<u>234,353</u>

16 Creditors: amounts falling due within one year

	2019	2018
	£	£
Trade creditors	35,302	48,651
Corporation tax	9,434	4,545
Other taxation and social security	39,408	40,516
Other creditors	84,715	51,107
Accruals and deferred income	337,225	244,281
	<u>506,084</u>	<u>389,100</u>

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

17 Financial instruments

	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	195,722	176,678
	<u> </u>	<u> </u>
Carrying amount of financial liabilities		
Measured at amortised cost	457,242	344,039
	<u> </u>	<u> </u>

18 Retirement benefit schemes

	2019	2018
	£	£
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	41,242	53,171
	<u> </u>	<u> </u>

The company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the company in an independently administered fund.

19 Members' liability

The company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

20 Revaluation reserve

The revaluation reserve represents all surpluses upon the revaluation of the property. The revaluation reserve as at 31 December 2019 was £515,052; there was a revaluation deficit in the year ended 31 December 2019 of £60,011.

21 Income and expenditure account

The profit and loss account represents all current and prior period retained profits and losses.

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

(Continued)

22 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2019	2018
	£	£
Within one year	3,660	3,660
Between two and five years	5,745	9,405
	<u>9,405</u>	<u>13,065</u>

Lessor

At the reporting end date the company had contracted with tenants for the following minimum lease payments:

	2019	2018
	£	£
Within one year	235,717	236,105
Between two and five years	150,700	583,308
	<u>386,417</u>	<u>819,413</u>

23 Events after the reporting date

At the date of the approval of these financial statements the COVID-19 pandemic is having a significant detrimental impact on the social and financial economies of the world. The impact of COVID-19 and the measures the UK Government have announced are likely to have an impact on the operations of the Association and its members for the forthcoming period. The duration of the measures announced to tackle the COVID-19 pandemic has not been defined and there is considerable uncertainty in measuring the potential impact of the measures on the Association. These factors and any future policy announcements by the UK Government are largely outside of the control of the Association's directors, but may impact the Association.

The Association has worked diligently to minimise expenditure and utilise the government support scheme throughout the pandemic. Although some revenue streams have been temporarily impacted, revenue from other areas of the business remains positive.

Accordingly, the financial statements are prepared on a going concern basis, under which assets are recovered and liabilities repaid in the ordinary course of business.

UK FASHION AND TEXTILE ASSOCIATION LTD**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 DECEMBER 2019****24 Related party transactions****Remuneration of key management personnel**

The remuneration of key management personnel is as follows.

	2019	2018
	£	£
Aggregate compensation	216,581	220,698

During the year, the company paid £3,038 (2018 - £4,800) to Meet the Manufacturer Limited, a company of which Mrs L K Hills is a director. The amount outstanding at the year end was £nil (2018 - £nil).

25 Ultimate controlling party

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

26 Cash generated from operations

	2019	2018
	£	£
Deficit for the year after tax	(412,747)	(27,174)
Adjustments for:		
Taxation charged	12,100	2,436
Finance costs	-	1,340
Investment income	(3,557)	(1,748)
Amortisation and impairment of intangible assets	1,403	-
Depreciation and impairment of tangible fixed assets	72,771	69,200
Amounts written off investments	380,667	-
Movements in working capital:		
(Increase)/decrease in debtors	(34,794)	135
Increase/(decrease) in creditors	112,095	(109,756)
Cash generated from/(absorbed by) operations	127,938	(65,567)

UK FASHION AND TEXTILE ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

27 Analysis of changes in net funds

	1 January 2019	Cash flows	31 December 2019
	£	£	£
Cash at bank and in hand	756,300	117,741	874,041
	<u> </u>	<u> </u>	<u> </u>