

**Society for Underwater Technology
Report and Consolidated Financial Statements
for the year ended 30 June 2017**

**Company Number 932590
Registered Charity 256659
Scottish Charity Number: SCO43942**

Society for Underwater Technology
Consolidated Financial Statements for the year ended
30 June 2017

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Society for Underwater Technology
Consolidated Financial Statements for the year ended
30 June 2017

Legal and Administrative Information

The Council Members, who are the Trustees for the purpose of Charity Law, and also the Directors and Members for the purpose of Company Law, present their Report together with the Financial Statements for the year ended 30 June 2017.

President:	Dr D W Kirkley
Chairman and Vice President:	P Metcalf
Hon Treasurer:	M R Cook
Hon Secretary:	D A Brooks
Chief Executive (CEO):	S Hall
Registered Office:	LG07 Quality Court London WC2A 1HR
Registered Charity:	256659
Company Number:	00932590
Auditors:	Nunn Hayward LLP Sterling House 20 Station Road Gerrards Cross Buckinghamshire SL9 8EL
Principal Bankers:	Barclays Bank plc and Bank of Scotland plc
Solicitors:	Hart Brown 2 Jenner Road Guildford Surrey GU1 3PW

**Society for Underwater Technology
Chairman's Report
30 June 2017**

2016/17 has been a pivotal year in the future development of the Society for Underwater Technology with a new CEO, Steve Hall, taking over on the retirement of Bob Allwood in April 2017. Bob Allwood's pending retirement triggered a detailed review by a Council working group of the attributes needed to meet the new challenges faced by the Society. The appointment process attracted a number of very strong candidates and Council was pleased to appoint Steve Hall to the role with his wealth of knowledge, contacts and experience in the area of underwater science. Steve joins us from a long career at the National Oceanographic Centre and he is a long standing member and supporter of the Society. Bob was appointed CEO in 2009 and during his time in the role had seen significant changes to world of underwater technology. Council would like to thank Bob for his unstinting devotion to duty and wish him well for a long retirement.

During the year significant progress has been made towards returning the Society to surplus. Council set a target to halve the deficit of 2015/16 during 2016/17 and return to a positive result in 2017/18. This year, whilst still posting a deficit, shows a big improvement over last with the deficit of being reduced from £352k to £125k, thereby beating Council's target for the period. This is in no small part due to the combined efforts and diligence of the London Secretariat and the Branch Committees to both cut costs and to look at new ways of increasing revenue.

Finance

The 2016/17 financial outcome is a deficit of £125k. This figure includes £16k for the support of the ESF students which comes from the ESF restricted fund.

The Society has, over the surplus years, accrued sizeable reserves to cover such eventualities as the dramatic loss of revenue from courses seen in 2015/16. Despite eating into the reserves last year, the Society remains in a strong position with comfortable reserves of £392k, of which £197k are the ESF restricted funds. During the past year much effort has gone into cutting costs, some elements of which provided an immediate return such as the major reduction of business development costs to the tune of a saving of £71k. Longer term savings include the relocation of the London office to Chancery Lane which will realise significant savings in a full year. New measures have been put in place by the Finance Sub-Committee working closely with the CEO to better manage and further reduce costs whilst acknowledging the need to maintain the services to the membership as a learned society.

Revenue from membership fees has shown a small but significant decline whereas the income from the Journal and other publications has remained static. Council, having simplified the individual membership fee structure last year, has reluctantly increased the fees by 5% noting that this is the first increase since 2012. Corporate membership fees remain unchanged as they were recently completely restructured. Inevitably there has been a turnover of both individual and Corporate members with most of the new members coming through the Branches. It is pleasing to note that the strong interest from student and young engineers following initiatives in Aberdeen, London, Houston and Perth continues unabated. Council encourages all the Branches to continue to look at opportunities to provide local initiatives to further the interests of the Society among students and young engineers. They are the Society's future members and will guarantee the long term future of the Society.

It is interesting to note that despite the downturn in the market almost all the UK evening meetings and courses have produced a net contribution to Society funds. This is a reflection on the rigour imposed on the initial planning of an event and the ongoing monitoring of expected financial outcome. In this way early decisions can be made to cancel an event if necessary without exposing SUT to losses.

Whilst the accounts presented relate to UK and Norway the situation in Perth and Houston demonstrate a similar trend of increasing efficiency and tailoring expenditure to meet the challenges which the oil and gas industry continues to face. Council continues to encourage them in their quest to diversify their underwater technology activities.

Council

A new 5 year strategic plan is being developed to take the Society forward in the current constrained climate. In the new age of globalisation this plan will reflect the wishes and needs of the Branches. In parallel Council is reviewing the services and benefits it offers members with a view to improving the effectiveness of the offering. Council is indebted to those members of Council in faraway places who give of their time beyond the normal call of duty by dint of the diverse time zones between Houston and Perth.

Society for Underwater Technology
Chairman's Report Cont/d
30 June 2017

Committees of Council

The Committees of Council continue to support Council in the key areas Education and Training, Publications and International Development. It is important that the Branches, particularly those overseas, are adequately represented on these Committees. To better facilitate this, the Chairmen are tasked to seek nominations for Committee membership from the Branches.

On the Education and Training front the Society continues to offer a number of student bursary schemes around the world and it is timely to review the scope of these schemes to develop best practice going forward. In particular the future scope of the ESF needs to be reviewed in view of the increasing difficulty in attracting external funding. There are also many examples of good practice of what the SUT should be doing to support schools and career development at a local level and this should be shared for the benefit of all. Council has recommended that a limited number of awards be made from the ESF fund for this financial year together with the honouring of all existing awards.

Technical Committees

The Technical Committees continue to be the lifeblood of the Society with each Committee growing organically over the life of SUT. The time has come to review the remits and scopes of each Committee to reflect more closely the needs of the members in today's changing environment. There are many opportunities for the Society to become more prominent in new areas of underwater technology. Where appropriate some committees may elect to set up regional sub committees in association with a local branch and Council would encourage more dialogue between Technical Committees and the Branches.

By the time this report is published OSIG will have hosted OSIG 2017, a world class conference held every five years. Planning for this event started many years ago and congratulations are in order to the OSIG Committee and all those supporting them for staging such a successful event.

Branches

The worldwide spread of the Society remains unchanged with established overseas branches in Houston, Rio de Janeiro, Perth, Melbourne, Kuala Lumpur, Beijing, Bergen and most recently Singapore. Future geographical expansion opportunities will continue to be explored as and when opportunities present themselves and funding becomes available. In the UK, Aberdeen continues to go from strength to strength with the North of England Branch based in Newcastle and the London and South of England Branch now firmly established.

All the Branches have been very active with local events. The mainstay of Branch activities remains the technical presentations and courses, many of the awareness courses now being tuned to meet local requirements

SUT Staff

Thanks must be given to the small group of hardworking staff in London and Aberdeen. In London the staff has endured all the headaches which go with moving offices and in Aberdeen the staff have been tirelessly supporting the build up to OSIG 2017 in addition to their day job. In addition we need to thank the those in our Houston and Perth Branches. Between them all, they have kept the daily activities and events of the Society on track during the year. I would also like to thank all the Committees, particularly their Chairmen, as well as those of the Branches for all their hard work and the enthusiasm that they bring to the SUT. Without their enthusiasm and dedication the Society would not be what it is today.

In conclusion despite the current financial situation, Council believes the Society remains in a strong place to meet the challenges which lie ahead. SUT has been through difficult times in the past and each time has grown stronger through the resolve of its members and Council looks forward to 2017/18 as the next step back to surplus and future success.

**Society for Underwater Technology
Educational Support Fund Report
30 June 2017**

The SUT's Education Support Fund has supported almost 300 undergraduate and postgraduate students since it was established in 1990. Initially only available to UK-based students, applications are now accepted from students studying at bona-fide educational institutions across the world, though the majority tend to come from our well-established links with a core group of engineering, oceanographic and technology universities in England, Wales and Scotland, and the current group are all studying within the UK.

The quality of the students remains very high with most of the undergraduates leaving with a 1st or Upper Second Class honours degree, and as far as our follow up investigations are able to ascertain all of our students remain within the ocean science, technology and engineering sector. Increasingly we call upon them to provide the public face of SUT at events such as lectures for schools, and they provide a pool of individuals favourably predisposed to SUT as they work through their careers across the world.

The ESF is managed via the Education and Training committee, an international SUT committee now chaired by Sue John. Applications for awards are assessed by a panel comprising the SUT Chief Executive, a Member of Council, and members of the Education Committee. The assessment criteria are weighted in such a way that students studying subsea engineering and technology have the highest chance of success, but we often fund outstanding students from associated marine science areas who have shown an intention to work within industry upon graduation.

The number of students we are able to support depends upon the level of income secured by SUT from year to year. With the ongoing downturn in our financial support from the offshore energy sector it has only been possible to maintain the existing cohort of students, with just two new undergraduates added from the 2017 pool of applicants, and none were added in 2016. As finances begin to recover, we intend to ramp-up numbers again to former levels, and to review the way in which students associated with our overseas branches are able to access the ESF to ensure fair allocation of resource.

For the 2017-2018 Academic year the continuing students are studying Mechanical Engineering at the University of Bristol, Oceanography at Southampton, and Marine Science at the Scottish Association of Marine Science /University of Highlands and Islands.

The two new students are studying Marine Biology at the University of Liverpool and Marine Technology at the University of Plymouth.

Undergraduates receive £2000 per academic year, postgraduates receive £4000.

From a gender balance perspective, we note that 4 out of the current group of 5 students are female.

**Society for Underwater Technology
Educational Support Fund Report Cont/d
30 June 2017**

Educational Support Fund Table 2016-2017

Summary of Undergraduates graduating in 2017

Liverpool	<i>Marine Biology and Oceanography</i>	1st
Liverpool	<i>Marine Biology</i>	2.2
Southampton	<i>Geology with Physical Geography</i>	1st
UEA	<i>Meteorology and Oceanology (MSci)</i>	1st

Summary of Undergraduates continuing in 2017-2018

Southampton	<i>Oceanography</i>
Bristol	<i>Mechanical Engineering</i>
SAMS	<i>Marine Science</i>

**Society for Underwater Technology
Council Members' Annual Report including Strategic Report
30 June 2017**

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Society's governing document is the Memorandum and Articles of Association and its full name is the Society for Underwater Technology Limited. The Society is a registered company limited by guarantee and a registered charity.

Council Members and their Interests

The Members serving on the Council throughout the year were as follows:

Dr D W Kirkley	Prof Gwyn Griffiths	C J Curran
P Metcalf	T A Powell (Resigned Dec'16)	D M Saul
Dr W Loth	D J Pliszka (Resigned Dec'16)	D W Baker (Appointed Dec'16)
Dr M D Sayer	M M Crawford (Resigned Dec'16)	C Milner (Appointed Dec'16)
D A Brooks	A Barwise	Prof R F Rayner (Appointed Dec'16)
S P Hall (Resigned Mar'17)	R Farrier	R A Binks (Appointed Dec'16)
M D Jordan (Resigned Dec'16)	M R Cook	
J Mann	R A Macdonald	

None of the Members of the Council has any financial interest in the Society that requires disclosure under the Companies Act 2006. For Related Party transactions please see notes 12 and 24.

Council Members are appointed for three years by a ballot among members of the Society (members comprising the classes of Fellow, Individual Member and Corporate Member), and are drawn from among these Members. Candidates must be proposed and seconded by any two other Members. Ballot forms must be sent to Members twenty-eight days before the election, which is by simple majority, and this shall take place seven days before the Annual General Meeting. Those elected shall hold office from the conclusion of this Annual General Meeting. At the end of three years, a Council Member may stand for re-election, but no Member of Council may serve for more than six consecutive years.

New Council Members are not provided with a formal induction pack following their election, but are briefed verbally at the first meeting.

Organisational Structure

A Board of Trustees (The Council) of up to or similar to 18 members, who meet quarterly, administer the Society. A Chief Executive (CEO), who's not a trustee, is appointed by The Council to manage the day to day operations of the Society.

Branches of the Society are established under the authority of Council in accordance with the Memorandum and Articles of the Society. They will have their own organising committee with elected officers.

The results of branches of the Society whereby the UK charity either has control, or the branch is not deemed to be administratively autonomous are consolidated in the Financial Statements.

OBJECTIVES AND ACTIVITIES

The Society is principally engaged in the promotion of awareness in all aspects related to underwater technology. Its Mission and Strategic Vision are described as follows:

Mission

The Society for Underwater Technology (SUT) is an international body actively promoting the development, dissemination and exchange of ideas, information and technology arising from or related to the underwater environment.

Strategic Vision

To maintain and develop SUT as the foremost society worldwide focusing on underwater technology, building on a reputation for high standards in publications, conferences and training courses; having a growing membership in the UK and abroad; and having significant influence with government and industry in relevant policy areas, and encouraging people to attain suitable qualifications and enter the field of underwater technology.

Society for Underwater Technology
Council Members' Annual Report including Strategic Report Cont/d
30 June 2017

Public Benefit

In keeping with the Charity Commission's key principles that there must be an identifiable benefit to the public or a section of the public, the Society has undertaken the following activities during this financial year:

- Through its Educational Support Fund (ESF), it has supported 8 undergraduate students on relevant courses at a total cost of £16,000 (2016: £26,000).
- Through its Educational Support Fund (ESF), it has not supported any postgraduate students on relevant courses this year (2016: £17,000), however, it hopes to do so again soon.
- Provided free of charge the most highly acclaimed on-line magazine in the field of underwater technology and sub-sea engineering, entitled UT³.
- Has organised free of charge Christmas Lecture Programmes in underwater technology for Schools in London, Portsmouth, Cardiff and Aberdeen.
- Provided numerous high quality subsidised training courses for industry.

Grant Making Policy

Grants are awarded to high-quality students at either undergraduate or postgraduate (one-year taught MSc) level undertaking courses relevant to the area of interest of the Society with the aim of encouraging more entrants to the marine disciplines.

STRATEGIC REPORT

Achievements and Performance

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

The Unrestricted Funds of the Group made a deficit of £119,141 after allowing for £18,503 in gains on investments, £416 for grants and awards and a transfer to the Educational Support Fund of £nil. The Restricted Funds (The Educational Support Fund) shows a deficit for the year of £5,984 including £2,143 in gains on investments and making grants and donations of £16,000. Overall the Group made a net deficit of £125,125 for the year. Please also refer to the Chairman's Report.

Financial Review

Reserves Policy

Free reserves are established and reviewed to ensure that the Society retains a level of funds to meet its forward obligations and to ensure it can reasonably maintain a level of service in line with its objectives. The Council Members consider this to be approximately 50% of average annual expected expenditure.

Educational Support Fund

The Educational Support Fund is a restricted fund in accordance with the Statement of Recommended Practice. The Members of the Council feel this name to be more appropriate given the purpose of the fund.

Investments

There are no formal restrictions on the investments made by the Society.

Currently, the primary objective of holding fixed assets investments is the security they offer rather than the income that is generated. Investment income is shown in note 7 of the accounts and totalled £9,959 for the year (2016: £11,681) and a gain of £20,646 (2016: £2,430) was recognised on revaluation. Given this primary objective, the Members are satisfied with the returns the investments have provided in the period.

Plans for Future Periods

Please refer to the Chairman's Report for future plans and developments.

Principal Risks and Uncertainties

The Council Members actively review the major risks which the charity faces and confirm that they have established systems to mitigate the significant risks.

Operational Risk

These systems are being put into a more formalised structure and are designed to reduce the likelihood of the risk and to lessen the impact on the Society should those risks materialise. Key risks at present are assessed as being associated with the Society's necessary global expansion and the concomitant development of IT structures to support this. However, no reason is seen to amend further the Reserves Policy as detailed above.

**Society for Underwater Technology
Council Members' Annual Report including Strategic Report Cont/d
30 June 2017**

Principal Risks and Uncertainties continued

Financial Risk

The Members remain cautious in terms of the Society's investment strategy and are satisfied they have taken appropriate steps to ensure that reserves are not placed at any undue risk. During the period and at the Balance Sheet date, the majority of balances held at bank were held in either current or deposit accounts with High Street banks. The make-up of fixed asset investments is given in note 16 of the Financial Statements. The majority of these investments are placed in two Charities Official Investment Funds.

Going concern

The Members have given due consideration to the ability of the Society to continue as a going concern. Following the implementation of significant cost control measures, the increase in uptake for subsea events as compared to the 2015/16 year, the continued support of its membership and the relative improvement in the oil industry, the Members are satisfied that the going concern basis remains appropriate. Further, the Society believes that although reduced from prior years, the level of unrestricted funds held remains sufficient to support the activities going forward.

FUNDS HELD AS CUSTODIAN TRUSTEE ON BEHALF OF OTHERS

No funds are held as custodian trustee on behalf of the others.

STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES

The Council Members are responsible for preparing the Report and the Financial Statements in accordance with applicable law and regulations.

Company Law requires the Council Members to prepare financial statements for each financial year. Under that law the Council Members 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 Council Members 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 Society and of the surplus and deficit of the Society for that period. In preparing these financial statements, the Council Members are required to:

- observe the methods and principles in the Charities SORP;
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue its activities.

The Council Members are responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society 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 Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the Council Members are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the Society's auditors are unaware, and each Council Member has taken all the steps that he or she ought to have taken as a Council Member in order to make himself or herself aware of any relevant audit information and to establish that the Society's auditors are aware of that information.

AUDITORS

A resolution proposing that Nunn Hayward LLP be reappointed as auditors of the Society will be put to the Council Members.

On behalf of the Council

P Metcalf
Chairman of the Council

D A Brooks
Honorary Secretary

Dated: 21 September 2017

LG07 Quality Court, London WC2A 1HR

**Independent Auditors' Report to the Trustees of
Society for Underwater Technology
30 June 2017**

Opinion

We have audited the consolidated financial statements of The Society for Underwater Technology and its subsidiary (the group) for the year ended 30 June 2017 which comprise the consolidated statement of financial activities, the group and parent company balance sheet and related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the parent company's members (who are also the trustees for the purposes of charity law and the company's members and directors for the purposes of company law and are known as council members), as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charity's trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the council members those matters we are required to state to them in an auditors' 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 parent charitable company and the parent charitable company's council members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the consolidated financial statements:

- give a true and fair view of the state of the group and parent charitable company's affairs as at 30 June 2017 and of the group's incoming resources and application of resources, including its income and expenditure, 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, the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

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 group and parent charitable 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 council members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the council members' have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's and parent charitable 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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The council members are responsible for the other information. 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.

**Independent Auditors' Report to the Trustees of
Society for Underwater Technology Cont/d
30 June 2017**

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Annual Report, including the Strategic Report, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Annual Report, including the Strategic Report, has 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 group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report including the Strategic 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;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made;
- we have not received all the information and explanations we require for our audit; or

Responsibilities of council members

As explained more fully in the Statement of Council Members' Responsibilities Statement, the council members (who are also the directors of the charitable company for the purposes of company law) 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 council members 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 council members are responsible for assessing the group'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 council members either intend to liquidate the group 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 www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

**Tom Lacey (Senior Statutory Auditor)
for and on behalf of Nunn Hayward LLP, Statutory Auditor
Nunn Hayward LLP is eligible to act as an auditor in
terms of Section 1212 of the Companies Act 2006**

Date : 22 November 2017

**Sterling House
20 Station Road
Gerrards Cross
Buckinghamshire
SL9 8EL**

Society for Underwater Technology
Consolidated Statement of Financial Activities
(Incorporating the Income and Expenditure Account)
For the year ended 30 June 2017

	Note	Unrestricted Funds £	Restricted Funds £	Total 2017 £	Total 2016 £
Income					
Donations and legacies	3	280	7,206	7,486	4,966
<i>Income from charitable activities:</i>					
Memberships, conferences and events	4	321,933	-	321,933	394,896
<i>Income from other activities:</i>					
Other incoming resources		540	-	540	-
Investment income	7	9,292	667	9,959	11,681
Total income		<u>£ 332,045</u>	<u>£ 7,873</u>	<u>£ 339,918</u>	<u>£ 411,543</u>
Expenditure					
<i>Expenditure on charitable activities:</i>					
Charitable activities	8	469,689	16,000	485,689	765,747
Total expenditure		<u>£ 469,689</u>	<u>£ 16,000</u>	<u>£ 485,689</u>	<u>£ 765,747</u>
Net income / (expenditure) before gains / (losses) on investments		(137,644)	(8,127)	(145,771)	(354,204)
Net gains / (losses) on investments	16.3	18,503	2,143	20,646	2,430
Net income / (expenditure)		<u>(119,141)</u>	<u>(5,984)</u>	<u>(125,125)</u>	<u>(351,774)</u>
Transfers between funds		-	-	-	-
Net Movement in Funds		<u>(119,141)</u>	<u>(5,984)</u>	<u>(125,125)</u>	<u>(351,774)</u>
Reconciliation of funds					
Total funds brought forward		312,983	203,428	516,411	865,562
Gains/(losses) on foreign fund balances		1,122	-	1,122	2,623
Total funds carried forward		<u>£ 194,964</u>	<u>£ 197,444</u>	<u>£ 392,408</u>	<u>£ 516,411</u>

Net income is derived from continuing operations for the above two financial years.

All gains and losses recognised in the year are included above.

The notes on pages 2-9 to 2-19 form part of these financial statements

**Society for Underwater Technology
Consolidated Balance Sheet
As at 30 June 2017**

	Note	2017		2016	
		£	£	£	£
Fixed assets					
Tangible assets	15		14,021		10,203
Investments	16		248,323		247,416
			<u>262,344</u>		<u>257,619</u>
Current assets					
Publications stock	17	17,672		27,878	
Debtors	18	147,416		131,608	
Cash at bank and in hand		141,554		175,704	
		<u>306,642</u>		<u>335,190</u>	
Creditors: Amounts falling due within one year	19		<u>176,578</u>		<u>76,398</u>
Net current assets			<u>130,064</u>		<u>258,792</u>
Net assets			<u>£ 392,408</u>		<u>£ 516,411</u>
Funds of the charity:					
Restricted income funds	22		197,444		203,428
Unrestricted income funds			<u>194,964</u>		<u>312,983</u>
			<u>£ 392,408</u>		<u>£ 516,411</u>

Total funds as stated above include a Revaluation Reserve of £152,455 (2016: £131,809) (see note 22) and a Foreign Currency Translation Reserve of £(9,153) (2016: £(10,275)).

Approved by the Council on 21 September 2017 and signed on its behalf by:

P Metcalf
Chairman of the Council

M R Cook
Honorary Secretary

Company Number: 00932590
Registered Charity Number: 256659

The notes on pages 2-9 to 2-19 form part of these financial statements.

Society for Underwater Technology
Balance Sheet
As at 30 June 2017

	Note	2017		2016	
		£	£	£	£
Fixed assets					
Tangible assets	15		14,021		10,203
Investments	16		248,323		247,416
			<u>262,344</u>		<u>257,619</u>
Current assets					
Publications stock	17	17,672		27,878	
Debtors	18	148,550		126,825	
Cash at bank and in hand		115,883		149,690	
		<u>282,105</u>		<u>304,393</u>	
Creditors: Amounts falling due within one year	19		<u>174,770</u>		<u>73,931</u>
Net current assets			<u>107,335</u>		<u>230,462</u>
Net assets			<u>£ 369,679</u>		<u>£ 488,081</u>
Funds of the charity:					
Restricted income funds	22		197,444		203,428
Unrestricted income funds			<u>172,235</u>		<u>284,653</u>
			<u>£ 369,679</u>		<u>£ 488,081</u>

Total funds as stated above include a Revaluation Reserve of £152,455 (2016: £131,809) (see note 22).

Approved by the Council on 21 September 2017 and signed on its behalf by:

P Metcalf
Chairman of the Council

M R Cook
Honorary Secretary

Company Number: 00932590
Registered Charity Number: 256659

The notes on pages 2-9 to 2-19 form part of these financial statements.

Society for Underwater Technology
Notes to the Consolidated Financial Statements
For the year ended 30 June 2017

1. Accounting policies

The principle accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 – effective 1 January 2015) - (Charities SORP 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), Charities Act 2011, Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

Society for Underwater Technology meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The legal and actual status of affiliated operations is periodically assessed by the charity. As a result the charity concludes that the operations in Perth (Australia), Houston (USA), Melbourne (Australia), Nigeria, Rio de Janeiro (Brazil), Kuala Lumpur (Malaysia) and Beijing (China) do not qualify as subsidiaries under the Companies Acts 2006 or as branches under the guidance laid out by the Charities SORP (FRS 102). The detailed review of the constitutions and operations concluded that they are administratively autonomous and should therefore not be consolidated. The Society for Underwater Technology Norway NUF was established as a Norwegian branch of a foreign enterprise (NUF). The constitution of this operation varies from those mentioned above and it qualifies as a branch under the Charities SORP (FRS 102) as a result Consolidated Accounts have been prepared.

The presentation currency is £ Sterling rounded to nearest £1.

b) Preparation of the accounts on a going concern basis

The Members have given due consideration to the ability of the Society to continue as a going concern. Following the implementation of significant cost control measures, the increase in uptake for subsea events as compared to the 2015/16 year, the continued support of its membership and the relative improvement in the oil industry, the Members are satisfied that the going concern basis remains appropriate. Further, the Society believes that although reduced from prior years, the level of unrestricted funds held remains sufficient to support the activities going forward.

c) Group financial statements

The financial statements consolidate the results of the Society and its Norwegian branch, the Society for Underwater Technology Norway NUF, on a line by line basis. A separate Statement of Financial Activities and Income and Expenditure Account for the Society has not been presented because the Society has taken advantage of the exemption afforded by section 408 of the Companies Act 2006.

d) Fund accounting

The principles of fund accounting, as described in the Statement of Recommended Practice, Accounting and Reporting by Charities: the Charities SORP (FRS 102), have been applied in the preparation of these financial statements.

Funds held by the charity are either:

Unrestricted general funds

These are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

Restricted funds (The Educational Support Fund)

These funds can only be used for this purpose within the objects of the charity. The income from investments held under restricted funds is itself restricted.

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

1. Accounting policies – cont'd

e) Tangible fixed assets

Assets are capitalised at cost when the economic benefit of ownership will spread over a number of years.

Depreciation is provided on tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset evenly over its expected useful life as follows:

Office furniture and equipment	20% reducing balance
Computer	33% straight line

f) Publications stock

Stock is valued at the lower of net realisable value and cost.

g) Investments

Investments are valued at the prevailing market price as at the Balance Sheet date. Realised and unrealised gains (or losses) are reflected in the Statement of Financial Activities in the year in which they occur. No distinction is made between realised and unrealised gains in the Statement of Financial Activities as the Trustees consider that the disclosure of total gains/losses show a truer and fairer view.

h) Voluntary income

Voluntary income is recognised on receipt.

i) Events Income

Events income is included when receivable.

j) Subscriptions

Membership subscriptions are accounted for on a receivable basis.

k) Grants Payable

Grants payable are charged against income upon approval of the grant, in so far as the grant is payable from current resources.

l) Expenditure

Charitable activities represent all costs incurred by the Society in meeting its charitable objectives.

Governance costs are incurred in connection with the management and administration of the charity. These include central management and administration costs, organisational costs and costs incurred to ensure compliance with constitutional and statutory requirements.

Each natural category of costs is considered individually and allocated on a percentage basis by function.

m) Operating Leases

Operating lease rentals are charged to the profit and loss account as incurred.

n) Foreign Currencies

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the Balance Sheet date. Transactions are translated at the rate of exchange ruling at the date of the transaction. All exchange differences are reflected in the Statement of Financial Activities.

o) Legal Status of the Charity

The charity is a company limited by guarantee and has no share capital.

p) Cashflow Statement

The Trustees have taken advantage of the exemptions given by Financial Reporting Standard 102 and have not prepared a Cashflow Statement.

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

2. Results of the Society for Underwater Technology NUF

The Society operates a Norwegian branch, the Society for Underwater Technology Norway NUF. The branch is a separate legal entity with no share capital operating under the control of the Society for Underwater Technology in the UK. A summary of the results of the Norwegian branch are shown below:

	2017 £	2016 £
Income	-	13,283
	<u>-</u>	<u>13,283</u>
Expenditure on charitable activities	1,221	6,112
Governance costs	5,502	4,602
	<u>6,723</u>	<u>10,714</u>
Net incoming resources before gains/(losses) on investment assets	(6,723)	2,569
Net gains/(losses) on investment assets	-	-
Net (deficit)/surplus	<u>£ (6,723)</u>	<u>£ 2,569</u>

3. Income from donations and legacies

	2017 £	2016 £
Donations	280	540
ESF Donations	7,206	4,426
	<u>£ 7,486</u>	<u>£ 4,966</u>

4. Income from charitable activities

	Note	Unrestricted Funds £	Restricted Funds £	Total 2017 £	Total 2016 £
Membership subscriptions	4.1	186,493	-	186,493	216,089
Conferences and seminars	5	118,318	-	118,318	142,648
Fees for services	6	2,500	-	2,500	25,500
Publications, journals, newsletters and educational products		14,622	-	14,622	10,659
		<u>£ 321,933</u>	<u>£ -</u>	<u>£ 321,933</u>	<u>£ 394,896</u>

4.1 Membership subscriptions

	2017 £	2016 £
Corporate members	133,892	162,938
Individual members	52,601	53,151
	<u>£ 186,493</u>	<u>£ 216,089</u>

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

5. Conferences and seminars

	2017			2016		
	Fees £	Direct Costs £	Surplus/ (Deficit) £	Fees £	Direct Costs £	Surplus/ (Deficit) £
Courses						
Subsea Awareness – Kuala Lumpur	-	-	-	-	-	-
Subsea Awareness – Singapore	-	-	-	-	-	-
Subsea Awareness China	-	-	-	-	-	-
Subsea Technical Flexible Risers – Kuala Lumpur	-	-	-	1,282	217	1,065
Offshore Site Investigation & Geotechnics - Courses	-	475	(475)	4,750	4,847	(97)
Subsea Awareness - Norway	-	-	-	-	-	-
Qualification of New Technology	5,596	4,501	1,095	-	-	-
Flow assurance	-	-	-	2,300	520	1,780
Conferences and workshops						
Subsea Metrology	-	-	-	-	-	-
Offshore Site Investigation and Geotechnics	-	3,115	(3,115)	-	-	-
Research						
BRIDGES	21,992	903	21,089	20,680	63	20,617
Branch activities						
London & South England						
Evening Meetings	7,371	4,906	2,465	6,339	6,929	(590)
Other events	7,389	3,211	4,178	7,389	81,218	(73,829)
OSOA	1,600	2,218	(618)	-	-	-
Aberdeen						
Subsea Awareness	21,000	5,656	15,344	38,590	8,306	30,284
Offshore Marine Operations Awareness	-	975	(975)	-	-	-
Sponsorship of events	21,350	-	21,350	25,000	-	25,000
Introduction to Subsea Facilities	-	375	(375)	3,850	1,992	1,858
Introduction to Subsea Positioning	-	-	-	1,400	107	1,293
THSIS/SUT Seminar	-	-	-	3,106	3,157	(51)
Flexible Risers	-	-	-	-	-	-
Golf Day	2,663	751	1,912	3,480	3,696	(216)
Evening Meetings	7,929	5,681	2,248	4,501	5,497	(996)
Annual General Meeting	9,204	9,011	193	6,800	12,390	(5,590)
Breakfast Meeting	2,575	1,633	942	1,667	3,108	(1,441)
SUT+	12	2	10	2,714	2,317	397
Newcastle						
Evening Meetings	1,792	1,014	778	2,125	3,936	(1,811)
Other events	1,921	1,176	745	-	-	-
Other events						
Annual General Meeting	4,300	5,667	(1,367)	5,275	5,748	(473)
Christmas Lecture	1,624	7,906	(6,282)	1,400	7,601	(6,201)
	<u>£118,318</u>	<u>£ 59,176</u>	<u>£ 59,142</u>	<u>£142,648</u>	<u>£151,649</u>	<u>£ (9,001)</u>

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

6. Fees for services

	2017 £	2016 £
All Energy Conference	2,500	2,500
Oceanology International	-	18,000
Offshore Europe	-	5,000
	<u>£ 2,500</u>	<u>£ 25,500</u>

7. Investment income

	Unrestricted Funds £	Restricted Funds £	Total 2017 £	Total 2016 £
Charities Official Investment Fund				
Dividends received	6,122	654	6,776	6,789
Government Securities				
Interest received	1,690	-	1,690	1,690
Listed investments				
Dividends received	-	-	-	-
NSB Investment Account				
Interest received	261	13	274	340
Bank interest				
Interest received	1,219	-	1,219	2,862
	<u>£ 9,292</u>	<u>£ 667</u>	<u>£ 9,959</u>	<u>£ 11,681</u>

8. Analysis of expenditure on charitable activities

	Note	Unrestricted Funds £	Restricted Funds £	Total 2017 £	Total 2016 £
Direct charitable expenditure					
Grants payable	9	416	16,000	16,416	53,196
Other direct charitable expenditure	10	469,273	-	469,273	712,551
		<u>£ 469,689</u>	<u>£ 16,000</u>	<u>£ 485,689</u>	<u>£ 765,747</u>

9. Grants payable

	Unrestricted Funds £	Restricted Funds £	Total 2017 £	Total 2016 £
Under graduates	-	16,000	16,000	26,000
Post graduates	-	-	-	17,000
Awards	416	-	416	4,981
Subsea grants (Norway)	-	-	-	5,215
	<u>£ 416</u>	<u>£ 16,000</u>	<u>£ 16,416</u>	<u>£ 53,196</u>

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

10. Other direct charitable expenditure

	Unrestricted Funds £	Restricted Funds £	Total 2017 £	Total 2016 £
Accountancy	7,014	-	7,014	10,040
Auditor's remuneration	6,500	-	6,500	6,500
Bad debts	12,880	-	12,880	27,576
Bank charges	6,607	-	6,607	6,186
Branch admin	-	-	-	1,019
Conferences and seminars (Note 5)	59,176	-	59,176	151,649
Publications, journals and newsletters	43,430	-	43,430	72,709
Committee expenses	4,616	-	4,616	8,506
Computer maintenance	10,937	-	10,937	11,790
Depreciation	10,965	-	10,965	9,576
Exchange rate differences	(447)	-	(447)	1,238
Insurance	1,826	-	1,826	1,496
Lease of equipment	748	-	748	618
Marketing and advertising	14,270	-	14,270	85,258
Norwegian taxes payable	-	-	-	(13,283)
Postage	1,528	-	1,528	5,834
Professional fees	12,875	-	12,875	4,015
Professional fees, consultancy and administration (Norway)	5,178	-	5,178	(817)
Rent, rates, light and heat	48,111	-	48,111	46,983
Staff recruitment and training	613	-	613	5,765
Salaries	203,891	-	203,891	244,139
Stationery and office expenses	9,813	-	9,813	15,736
Subscriptions	867	-	867	1,392
Telephone	7,875	-	7,875	8,626
	<u>£ 469,273</u>	<u>£ -</u>	<u>£ 469,273</u>	<u>£ 712,551</u>

Included in accountancy above is £5,750 (2016: £8,140) payable to the auditors for non-audit services.

11. Analysis of support and governance costs

The charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. The table shown overleaf details the analysis of these support and governance functions.

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

11. Analysis of support and governance costs (cont.)

	General Support £	Governance Function £	Total £	Basis of apportionment £
Auditor's remuneration	-	6,500	6,500	Governance
Accountancy	-	7,014	7,014	Governance
Bank charges	6,607	-	6,607	Wholly attributable
Committee expenses	462	-	462	
Computer maintenance	3,281	-	3,281	
Depreciation	3,290	-	3,290	
Insurance	548	-	548	
Lease of equipment	224	-	224	
Postage	153	-	153	Usage allocation
Professional fees	12,875	-	12,875	Wholly attributable
Rent, rates and heat and light	14,433	-	14,433	Wholly attributable
Staff recruitment and training	184	-	184	
Salaries	61,167	-	61,167	Allocated on time
Stationery and office expenses	1,963	-	1,963	Usage allocation
Subscriptions	434	-	434	Apportioned equally
Telephone	2,362	-	2,362	
Marketing	7,135	-	7,135	Wholly attributable
Exchange rate differences	(447)	-	(447)	Wholly attributable
Bad debts	12,880	-	12,880	Wholly attributable
	<u>£ 127,551</u>	<u>£ 13,514</u>	<u>£ 141,065</u>	

Where not otherwise stated, support costs as shown above have been calculated on a pro rata basis in line with the staff salaries allocation.

12. Staff costs

	2017 £	2016 £
Staff costs:		
Wages and salaries	178,607	209,089
Social security costs	14,855	18,393
Other staff costs	11,042	22,422
	<u>£ 204,504</u>	<u>£ 249,904</u>

The average number of employees, analysed by function was:

	2017	2016
Direct charitable activities	3	4
Management and administration of the charity	3	3
	<u> </u>	<u> </u>

The Trustees did not receive any remuneration or reimbursed expenses during the year (2016: £nil). Total employee benefits of key management personnel amounted to £70,053 (2016: £69,798).

Employees earning more than £60,000 during the year:

	2017	2016
£60,001 - £70,000	-	1
	<u> </u>	<u> </u>

13. Taxation

The Society is a registered charity and, therefore, no tax liability arises on the results for the year to the extent that income and gains are applied to the Society's charitable objects.

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

14. Financial performance of the Society

The Consolidated Statement of Financial Activities includes the results of the Society's wholly controlled Norwegian Branch, the Society for Underwater Technology Norway NUF. The summary financial performance of the Society alone is:

	2017 £	2016 £
Income	339,892	410,972
	<u>339,892</u>	<u>410,972</u>
Expenditure on charitable activities	478,940	767,745
Total expenditure	<u>478,940</u>	<u>767,745</u>
Net income before transfers	(139,048)	(356,773)
Net gains/(losses) on investment assets	20,646	2,430
Total funds as at 1 July 2016	(118,402) 488,081	(354,343) 842,424
Total funds as at 30 June 2017	<u>£ 369,679</u>	<u>£ 488,081</u>
Represented by:		
Unrestricted income funds	172,235	284,653
Restricted income funds	197,444	203,428
	<u>£ 369,679</u>	<u>£ 488,081</u>

15. Tangible fixed assets

	Office furniture and equipment £	Computers £	Total £
Cost			
As at 1 July 2016	14,887	56,718	71,605
Additions	135	14,648	14,783
Disposals	-	-	-
As at 30 June 2017	<u>15,022</u>	<u>71,366</u>	<u>86,388</u>
Depreciation			
As at 1 July 2016	13,611	47,791	61,402
Charge for the year	282	10,683	10,965
On disposals	-	-	-
As at 30 June 2017	<u>13,893</u>	<u>58,474</u>	<u>72,367</u>
Net book value at 30 June 2017	<u>£ 1,129</u>	<u>£ 12,892</u>	<u>£ 14,021</u>
Net book value at 30 June 2016	<u>£ 1,276</u>	<u>£ 8,927</u>	<u>£ 10,203</u>

No fixed assets are owned by the Norwegian Branch.

Society for Underwater Technology
Notes to the Consolidated Financial Statements Cont/d
For the year ended 30 June 2017

16. Fixed assets investments

There are no fixed asset investments held by the Norwegian Branch, the notes below relate to the UK Society only.

16.1 Summary

	2017		2016	
	£ Cost	£ Valuation	£ Cost	£ Valuation
a) Government stock	19,859	19,564	19,859	21,244
b) Charities Official Investment Fund	50,141	204,528	50,141	182,348
c) NSB investment account	23,763	23,763	43,502	43,502
d) Listed investments	2,106	468	2,106	322
	<u>£ 95,869</u>	<u>£ 248,323</u>	<u>£ 115,608</u>	<u>£ 247,416</u>

16.2 Concentration of investments

	Unrestricted Fund %	Restricted Fund %	Total %
The concentration of investments may be analysed as follows:			
a) Government stock	8	-	8
b) Charities Official Investment Fund	74	8	82
c) NSB investment account	10	-	10
	<u>92</u>	<u>8</u>	<u>100</u>

16.3 Movements on investments

	2017 £	2016 £
Market value at 30 June 2016	247,416	244,664
Transfers/Disposals	(20,000)	-
Gains/(losses) on revaluations	20,646	2,430
Interest on NSB	261	322
Market value at 30 June 2017	<u>£ 248,323</u>	<u>£ 247,416</u>

17. Publications stock

	Group		Society	
	2017	2016	2017	2016
Books for resale	<u>£ 17,672</u>	<u>£ 27,878</u>	<u>£ 17,672</u>	<u>£ 27,878</u>

Society for Underwater Technology
Notes to the Financial Statements Cont/d
For the year ended 30 June 2017

18. Debtors

	Group		Society	
	2017 £	2016 £	2017 £	2016 £
Trade debtors	86,801	51,329	85,367	43,962
Prepayments and accrued income	43,857	51,537	43,857	51,537
Other debtors	16,758	28,742	19,326	31,326
	<u>£ 147,416</u>	<u>£ 131,608</u>	<u>£ 148,550</u>	<u>£ 126,825</u>

19. Creditors: Amounts falling due within one year

	Group		Society	
	2017 £	2016 £	2017 £	2016 £
Trade creditors	8,376	18,254	7,761	15,787
Deferred income	142,067	6,008	142,067	6,008
Social Security and Other Taxes	11,289	10,738	11,289	10,738
Accruals	12,328	39,496	12,328	39,496
Other creditors	2,518	1,902	1,325	1,902
	<u>£ 176,578</u>	<u>£ 76,398</u>	<u>£ 174,770</u>	<u>£ 73,931</u>

Deferred income included in creditors due within one year

	Group		Society	
	2017 £	2016 £	2017 £	2016 £
Opening balance as at 1 July 2016	6,008	12,891	6,008	12,891
Deferred in the year	142,067	6,008	142,067	6,008
Released in the year	(6,008)	(12,891)	(6,008)	(12,891)
	<u>£ 142,067</u>	<u>£ 6,008</u>	<u>£ 142,067</u>	<u>£ 6,008</u>

20. Limited liability of members

In accordance with the Memorandum and Articles of Association, Fellows, Individual Members and Corporate Members (but not Associate Members and Student Members) are deemed to be Members of the Society within the context and as such have a limited liability of £5 per member in the event of the Society being wound up.

21. Restricted funds

	Balance 30 June 2016	Movement in Fund			Balance 30 June 2017
		Incoming Resources	Expenditure and Gains/(losses)	Transfers	
Society for Underwater Technology Educational Support Fund	£ 203,428	7,873	(13,857)	<u> </u>	<u>197,444</u>

The above fund was set to provide educational grants to students. The amounts received as stated in the Statement of Financial Activities represent amounts donated by corporate and other members of the Society.

Society for Underwater Technology
Notes to the Financial Statements Cont/d
For the year ended 30 June 2017

22. Analysis of group net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds £
Fund balances at 30 June 2017 are represented by			
Tangible fixed assets	14,021	-	14,021
Investments	228,559	19,764	248,323
Current assets	128,962	177,680	306,642
Current liabilities	(176,578)	-	(176,578)
Total net assets	<u>194,964</u>	<u>197,444</u>	<u>392,408</u>
Unrealised gains included above on investment assets	<u>138,753</u>	<u>13,702</u>	<u>152,455</u>
Reconciliation of movement in unrealised gains on investment assets			
Unrealised gains at 30 June 2016	120,250	11,559	131,809
Total gains/(losses) in year	18,503	2,143	20,646
Unrealised gains at 30 June 2017	<u>138,753</u>	<u>13,702</u>	<u>152,455</u>

23. Operating leases

At 30 June 2017, the Society was committed to making the following minimum payments under non-cancellable operating leases expiring:

	Group		Society	
	2017	2016	2017	2016
Within one year	-	34,455	-	34,455
Between 2 and 5 years	70,046	38,018	70,046	38,018
	<u>£ 70,046</u>	<u>£ 72,473</u>	<u>£ 70,046</u>	<u>£ 72,473</u>

24. Related party transactions

There are no related party transactions in the current and prior year requiring disclosure in the financial statements.