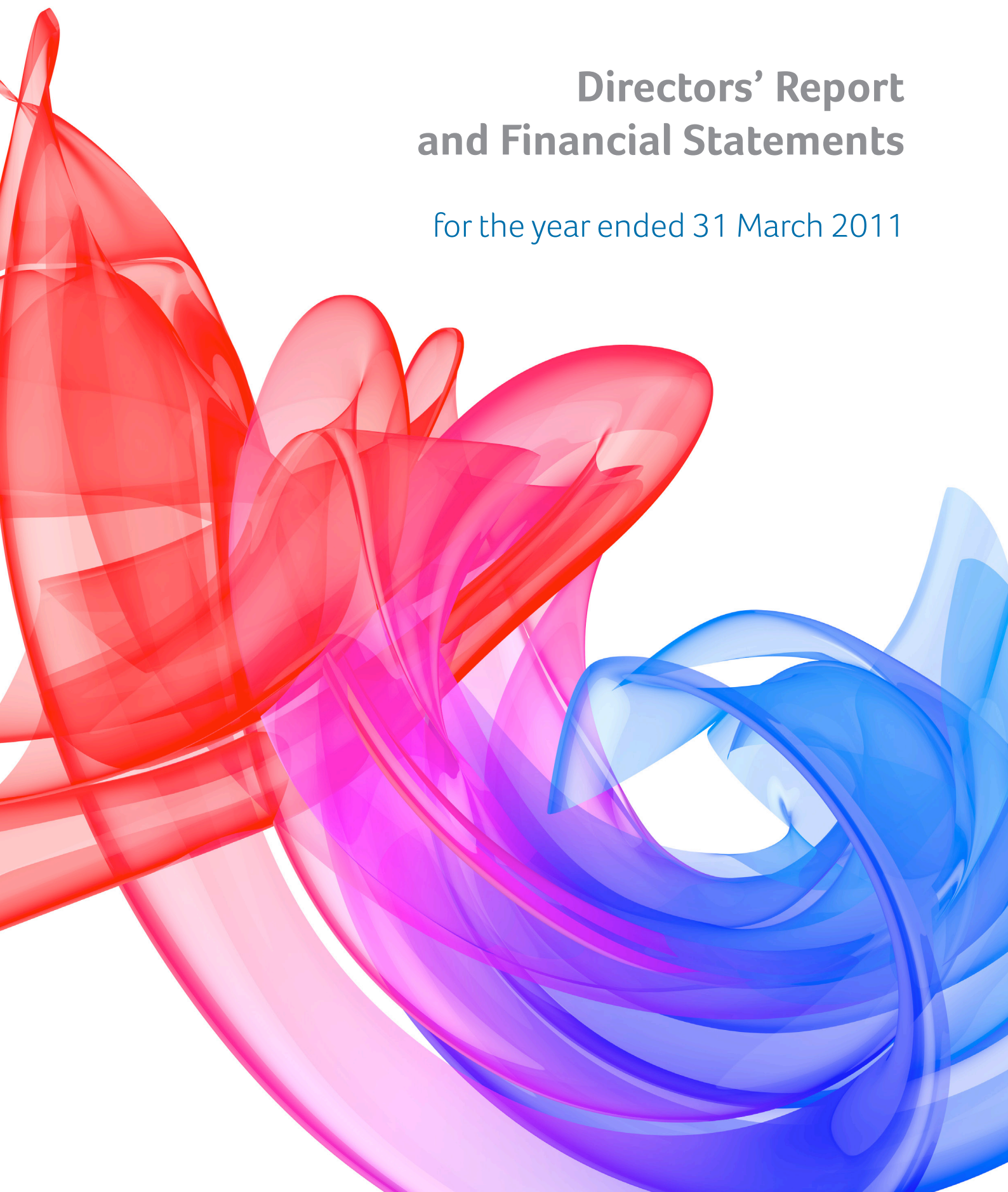




Directors' Report and Financial Statements

for the year ended 31 March 2011



THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

COMPANY INFORMATION

DIRECTORS

A Sommerville
K R Flynn (resigned 11 September 2010)
P S Garber
S J James (resigned 11 September 2010)
L Milne (resigned 9 May 2011)
J N Moss (resigned 10 June 2011)
H M Phillips
H R Phillips
A S Spriggs (resigned 11 September 2010)
I H Todd (resigned 11 September 2010)
M Warren
I D Fordham (resigned 25 November 2010)
A G Wighton (resigned 24 January 2011)
M D Gannon
J Allen (appointed 12 April 2010)
M J Neville (appointed 11 March 2011)
B D Everett (appointed 10 June 2011)
P M Reddin (appointed 6 December 2010)

COMPANY NUMBER

1630001

REGISTERED OFFICE

Ford Hall
Lilleshall National Sports Centre
Newport
Shropshire
TF10 9NB

AUDITORS

haysmacintyre
Fairfax House
15 Fulwood Place
London
WC1V 6AY

BANKERS

National Westminster Bank Plc
19 High Street
Newport
Shropshire
TF10 7AT

SOLICITORS

Lanyon Bowdler
Brodie House
Town Centre
Telford
TF3 4DR

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

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THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2011

The directors present their report and the financial statements for the year ended 31 March 2011.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have 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 the group and of the surplus or deficit of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and 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 group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The principal activity of the group is the encouragement, promotion and regulation of the sport of gymnastics including the organising of displays and events.

BUSINESS REVIEW

GOVERNANCE

During the last 12 months, the Board has continued to review and monitor changes to the corporate governance landscape and has adopted the "Voluntary Code of Good Governance for the Sport and Recreation Sector" developed by the Sport and Recreation Alliance.

In line with the requirements of the code, the Board conducted an annual review and appraisal in February, of the performance of the Board as a whole, the individual Directors and the Chairman.

Actions resulting from the review, include the adoption of new Audit, Nominations and Remuneration standing committees, with revised Terms of Reference, the further refinement of the Director competencies matrix, the identification of training requirements for Executive and Non-Executive Directors and the review of the Association's Memoranda and Articles against the Model Articles for Sports Organisations resulting from changes in the Companies Act 2006.

During the year, there were several changes to the Non-Executive Directors on the Board (see Page 2). British Gymnastics would like to take the opportunity to thank the departing Non-Executive Directors for their

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2011

commitment and services to the Board.

MANAGEMENT

In April 2010, British Gymnastics welcomed Jane Allen as the new Chief Executive Officer and this Directors' Report and Financial Statements covers the first year of her appointment.

During the year, Director – Technical and Education, Martin Reddin was appointed an Executive Director on the Board. Commercial Director, Ian Fordham resigned in November and a restructure of the organization saw the establishment of two new Divisions - Marketing & Communications and Support Services. In March, Matt Connell joined British Gymnastics as the Head of Marketing & Communications and Michelle Fulford was promoted from HR Manager to Head of Support Services.

One of the main achievements of 2010, was the introduction of a new pay structure and performance evaluation system for the staff, along with a comprehensive HR Policies and Procedures Manual. This work, along with the restructure, has strengthened the Organisation's capabilities.

As part of the strategic planning process for the future, British Gymnastics staged a National Conference in February 2011, which saw 49 delegates comprising British Gymnastics Board members, Technical Committee Chairs, Regional Chairs, Home Country representatives, Club representatives and senior British Gymnastics staff spending two days discussing and planning the strategic direction of the Organisation for the next five years. The outcomes of these discussions have formed the basis for the new strategic direction for British Gymnastics, that will take us through to 2016.

HIGH PERFORMANCE

2010 saw the commencement of the Olympic qualification process for the 2012 Olympic Games. British Gymnastics, with funding from UK Sport for Olympic disciplines through the World Class programme, is investing heavily in the preparation of its high performance athletes and the results were evident at the 2010 World Artistic Championships in October where the Men's and Women's teams performed well, both finishing with a World Ranking of 7th. Outstanding individual apparatus performances saw Beth Tweddle win the Gold medal on Uneven Bars, Louis Smith taking out the Silver medal on Pommel and Dan Purvis claiming the Bronze medal on Floor Exercise.

The 2010 Commonwealth Games were held in Delhi, India in October. England claimed Silver in both the Men's and Women's team events and the Bronze medal in the Rhythmic team event. Imogen Cairns (Gold VT and FX) and Luke Folwell (Gold AA and VT) were the standout athletes for England, with Francesca Jones capturing the Silver medal (Hoop) for Wales.

Great Britain's reputation in Acrobatic Gymnastics continues to climb internationally, with outstanding results at the 2010 World Championships in Poland. The GBR team came home as World Champions in two events (Men's Pair and Men's Group) with the Women's Group claiming the Silver medal.

EVENTS

British Gymnastics conducts a comprehensive event programme for each of its disciplines, with the main focus on the British Championships each year.

In November, the Glasgow Grand Prix was successfully conducted in partnership with the City of Glasgow and this event attracted a world class field.

British Gymnastics, in conjunction with the City of Glasgow, Event Scotland and UK Sport submitted an official bid in December for the 2015 World Artistic Championships.

The 2011 Trampoline and Tumbling World Championships will be conducted in Birmingham in November 2011

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2011

and British Gymnastic's Event Team is playing a major role in the organization of this event.

DEVELOPMENT

British Gymnastics receives excellent support from Sport England and these grants have been invested into resources to continue to strengthen and build the capacity of the sport.

This is particularly evident through the British Gymnastics Facilities Programme, where new club facilities have been constructed and/or upgraded. In addition, new initiatives have been rolled out to improve club operations and performance, along with workforce strategies to grow and foster the lifeblood of the sport - the coaches, judges and volunteers.

Membership numbers have been sustained in 2010 – quite an achievement given the economic climate. British Gymnastic's Insurance Programme is continually reviewed and strengthened to ensure the members receive the best insurance coverage possible.

Planning took place in 2010 for the introduction in 2011 of a National Festivals Programme called "GymFusion". The aim of this Programme is to offer all members the opportunity to perform and achieve, whatever the age or stage of development of the participant, in all disciplines.

EDUCATION

Education continues to be a very important activity for British Gymnastics. UKCC Level 1 and Level 2 courses are now running successfully in all English Regions, Wales and Northern Ireland and UKCC endorsement for Level 3 courses will be sought in 2011-12. The Level 2 freestyle add-on modules continue to increase in popularity, together with the Level 3 technical modules.

IN CONCLUSION

British Gymnastics sincerely thanks the members of its National Technical Committees across all disciplines, clubs, coaches, judges and all volunteers across the UK for their hard work and dedication in delivering events and courses to the members.

British Gymnastics also formally acknowledges the outstanding support of its funding bodies, UK Sport and Sport England and sponsors during 2010-11 year.

RESULTS

The surplus for the year, after taxation, amounted to £1,095,163 (2010 - £290,348).

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2011

DIRECTORS

The directors who served during the year were:

A Sommerville
K R Flynn (resigned 11 September 2010)
P S Garber
S J James (resigned 11 September 2010)
L Milne (resigned 9 May 2011)
J N Moss (resigned 10 June 2011)
H M Phillips
H R Phillips
A S Spriggs (resigned 11 September 2010)
I H Todd (resigned 11 September 2010)
M Warren
I D Fordham (resigned 25 November 2010)
A G Wighton (resigned 24 January 2011)
M D Gannon
J Allen (appointed 12 April 2010)
M J Neville (appointed 11 March 2011)
B D Everett (appointed 10 June 2011)
P M Reddin (appointed 6 December 2010)

PROVISION OF INFORMATION TO AUDITORS

Each of the persons who is a director at the time when this Directors' Report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company and the group's auditors in connection with preparing their report and to establish that the company and the group's auditors are aware of that information.

AUDITORS

The auditors, haysmacintyre, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the Board on 16 September 2011 and signed on its behalf.

J Allen
Director

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF THE BRITISH AMATEUR GYMNASTICS ASSOCIATION

We have audited the financial statements of The British Amateur Gymnastics Association for the year ended 31 March 2011, set out on pages 7 to 22. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 March 2011 and of the group's surplus 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.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

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

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF THE BRITISH AMATEUR GYMNASTICS ASSOCIATION

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Jeremy Beard (Senior statutory auditor)

for and on behalf of
haysmacintyre

Statutory Auditors

Fairfax House
15 Fulwood Place
London
WC1V 6AY

16 September 2011

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2011

	Note	2011 £	2010 £
INCOME	1,2	10,903,270	10,755,919
Direct Costs		(8,934,673)	(9,470,356)
GROSS SURPLUS		1,968,597	1,285,563
Administrative expenses		(904,729)	(1,003,179)
OPERATING SURPLUS	3	1,063,868	282,384
Interest receivable and similar income		31,295	29,713
Other finance income		-	(33,000)
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		1,095,163	279,097
Tax on surplus on ordinary activities	6	-	11,251
SURPLUS FOR THE FINANCIAL YEAR		1,095,163	290,348

All amounts relate to continuing operations.

The notes on pages 12 to 22 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2011

	Note	2011 £	2010 £
SURPLUS FOR THE FINANCIAL YEAR		1,095,163	290,348
Actuarial loss related to pension scheme		<u>(122,000)</u>	<u>(967,000)</u>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR		<u><u>973,163</u></u>	<u><u>(676,652)</u></u>

The notes on pages 12 to 22 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)
REGISTERED NUMBER: 1630001

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	7	513,574	423,415
CURRENT ASSETS			
Stocks	9	58,178	129,765
Debtors	10	1,394,664	1,649,193
Cash at bank		5,115,666	3,545,285
		<u>6,568,508</u>	<u>5,324,243</u>
CREDITORS: amounts falling due within one year	12	<u>(4,636,881)</u>	<u>(4,408,619)</u>
NET CURRENT ASSETS		1,931,627	915,624
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,445,201</u>	<u>1,339,039</u>
CREDITORS: amounts falling due after more than one year	13	<u>(310,990)</u>	<u>(299,991)</u>
NET ASSETS EXCLUDING PENSION SCHEME ASSETS/(LIABILITIES)		2,134,211	1,039,048
Pension liability	14	<u>(1,348,000)</u>	<u>(1,226,000)</u>
NET ASSETS/(LIABILITIES) INCLUDING PENSION SCHEME ASSETS/(LIABILITIES)		<u>786,211</u>	<u>(186,952)</u>
RESERVES			
Income and expenditure account	16	<u>786,211</u>	<u>(186,952)</u>
MEMBERS FUNDS	17	<u>786,211</u>	<u>(186,952)</u>

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on 16 September 2011.

J Allen
Director

The notes on pages 12 to 22 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)
REGISTERED NUMBER: 1630001

COMPANY BALANCE SHEET
AS AT 31 MARCH 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	7	357,267	335,227
Investments	8	10,104	10,104
		<u>367,371</u>	<u>345,331</u>
CURRENT ASSETS			
Stocks	9	2,500	18,517
Debtors	10	3,258,628	2,964,248
Cash at bank		3,294,124	2,332,220
		<u>6,555,252</u>	<u>5,314,985</u>
CREDITORS: amounts falling due within one year	12	<u>(4,455,102)</u>	<u>(4,284,632)</u>
NET CURRENT ASSETS		<u>2,100,150</u>	<u>1,030,353</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,467,521</u>	<u>1,375,684</u>
CREDITORS: amounts falling due after more than one year	13	<u>(310,990)</u>	<u>(299,991)</u>
NET ASSETS EXCLUDING PENSION SCHEME ASSETS/(LIABILITIES)		<u>2,156,531</u>	<u>1,075,693</u>
Pension liability	14	<u>(1,348,000)</u>	<u>(1,226,000)</u>
NET ASSETS/(LIABILITIES) INCLUDING PENSION SCHEME ASSETS/(LIABILITIES)		<u>808,531</u>	<u>(150,307)</u>
RESERVES			
Income and expenditure account	16	<u>808,531</u>	<u>(150,307)</u>
MEMBERS FUNDS	17	<u>808,531</u>	<u>(150,307)</u>

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on 16 September 2011.

J Allen
Director

The notes on pages 12 to 22 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2011

	Note	2011 £	2010 £
Net cash flow from operating activities	18	1,107,943	(651,667)
Returns on investments and servicing of finance	19	31,295	29,713
Taxation		-	(11,119)
Capital expenditure and financial investment	19	(289,347)	(199,194)
INCREASE/(DECREASE) IN CASH IN THE YEAR		849,891	(832,267)

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS
FOR THE YEAR ENDED 31 MARCH 2011

	2011 £	2010 £
Increase/(Decrease) in cash in the year	849,891	(832,267)
MOVEMENT IN NET FUNDS IN THE YEAR	849,891	(832,267)
Net funds at 1 April 2010	3,543,809	4,376,076
NET FUNDS AT 31 MARCH 2011	4,393,700	3,543,809

The notes on pages 12 to 22 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 Basis of consolidation

The financial statements consolidate the accounts of The British Amateur Gymnastics Association and all of its subsidiary undertakings ('subsidiaries').

1.3 Income

Income comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & machinery	-	over 5 to 10 years
Fixtures & fittings	-	over 5 to 10 years
Computer equipment	-	over 2 to 4 years

1.5 Investments

Investments in subsidiaries are valued at cost less provision for impairment.

1.6 Operating leases

Rentals under operating leases are charged to the Profit and Loss Account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.8 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Income and Expenditure Account over the expected useful lives of the assets concerned. Other grants are credited to the Income and Expenditure Account as the related expenditure is incurred.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES (continued)

1.9 Pensions

The company does not operate a pension scheme but pays contributions towards the personal pension arrangements of certain employees. Pension contributions are accounted for in the period to which they relate.

The company previously was party to a multi-employer defined benefit scheme. On 28 November 2009 the last remaining member of the scheme retired. On 10 September 2010 the Board took a decision not to offer scheme membership to any other employees. This triggered an event falling under section 75 of the Pensions Act 1985 and a fixed cessation pension liability has been included within the financial statements.

1.10 Future Events

Income and expenditure which relate to future events are carried forward and released during the year in which the event takes place.

2. INCOME

An analysis of the company's income, all of which arose within the United Kingdom, is shown below:

All income arose within the United Kingdom.

	2011 £	2010 £
Membership	3,634,511	3,596,001
Grants received	5,398,381	4,959,350
Other	1,870,378	2,200,568
Total	<u>10,903,270</u>	<u>10,755,919</u>

3. OPERATING SURPLUS/(DEFICIT)

The operating surplus/(deficit) is stated after charging:

	2011 £	2010 £
Depreciation of tangible fixed assets:		
- owned by the group	199,188	156,784
Auditors' remuneration	17,400	15,000
Operating lease rentals:		
- other operating leases	153,524	134,571
Audit fees for the Association were £7,850 (2010: £7,500)	<u> </u>	<u> </u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

4. STAFF COSTS AND EMPLOYEE NUMBERS

The average monthly number of persons employed by the group, (including directors) during the year was as follows:

No.	No.
141	138
<u>141</u>	<u>138</u>

The aggregate payroll costs of these persons were as follows:

	2011 £	2010 £
Wages and Salaries	3,666,461	3,519,244
Social security	367,934	350,452
Other Pension costs	45,115	73,838
	<u>4,079,510</u>	<u>3,943,534</u>
Total	<u>4,079,510</u>	<u>3,943,534</u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

5. DIRECTORS' REMUNERATION

The directors' emoluments for the year are as follows:

	2011 £	2010 £
Directors' remuneration (including benefits in kind)	352,880	207,982
Directors' pension contributions	11,802	85,809
Compensation for loss of office	30,000	-
Total	<u>394,682</u>	<u>293,791</u>

The highest paid Director's emoluments totalled £106,671 (2010: £80,000)

6. TAXATION

	2011 £	2010 £
Analysis of tax charge/(credit) in the year		
UK Corporation Tax (credit)/charge on surplus/deficit for the year	-	(11,302)
Adjustments in respect of prior periods	-	51
Tax on surplus on ordinary activities	<u>-</u>	<u>(11,251)</u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

6. TAXATION (continued)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2010 - lower than) the standard rate of corporation tax in the UK of 21% (2010 - 21%). The differences are explained below:

	2011 £	2010 £
Surplus on ordinary activities before tax	1,095,163	279,097
Surplus/deficit on ordinary activities multiplied by standard rate of Corporation Tax in the UK of 21% (2010 - 21%)	229,984	64,425
Effects of:		
Income not subject to tax	(220,404)	(66,075)
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	185	-
Capital allowances for year in excess of depreciation	(10,663)	(524)
(Over)/under provision in prior year	-	(11,302)
Other timing differences	-	2,174
Adjustments to tax charge in respect of prior periods	-	51
Utilisation of losses brought forward	898	-
Current tax charge/(credit) for the year (see note above)	-	(11,251)

Factors that may affect future tax charges

At 31 March 2011 the group had tax losses of approximately £95,668 (2010: £91,393) available for offset against future trading surpluses.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

7. TANGIBLE FIXED ASSETS

	Fixtures & fittings £
Group	
Cost	
At 1 April 2010	1,059,912
Additions	299,113
Disposals	(33,057)
	<u>1,325,968</u>
At 31 March 2011	
Depreciation	
At 1 April 2010	636,497
Charge for the year	199,188
On disposals	(23,291)
	<u>812,394</u>
At 31 March 2011	
Net book value	
At 31 March 2011	<u><u>513,574</u></u>
At 31 March 2010	<u><u>423,415</u></u>
	Fixtures & fittings £
Company	
Cost	
At 1 April 2010	803,355
Additions	147,029
Disposals	(28,363)
	<u>922,021</u>
At 31 March 2011	
Depreciation	
At 1 April 2010	468,128
Charge for the year	115,569
On disposals	(18,943)
	<u>564,754</u>
At 31 March 2011	
Net book value	
At 31 March 2011	<u><u>357,267</u></u>
At 31 March 2010	<u><u>335,227</u></u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

8. FIXED ASSET INVESTMENTS

Company	Investments in subsidiary companies £
Cost or valuation	
At 1 April 2010 and 31 March 2011	10,104

9. STOCKS

	Group		Company	
	2011 £	2010 £	2011 £	2010 £
Finished goods and goods for resale	58,178	129,765	2,500	18,517

The difference between purchase price or production cost of stocks and their replacement cost is not material.

10. DEBTORS

	Group		Company	
	2011 £	2010 £	2011 £	2010 £
Trade debtors	374,031	539,502	326,161	472,394
Amounts owed by group undertakings	-	-	1,958,408	1,463,674
Other debtors	63,121	239,370	53,533	234,789
Prepaid expenditure on future events	319,011	184,117	319,011	184,117
Prepayments and accrued income	638,501	686,204	601,515	609,274
	1,394,664	1,649,193	3,258,628	2,964,248

11. CASH

Cash balances include amounts received from Sports Councils which can only be used for the purpose for which the grants were awarded, and have not yet been spent.

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12. CREDITORS:
Amounts falling due within one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Bank loans and overdrafts	721,966	1,476	721,966	1,476
Trade creditors	262,766	593,981	248,440	555,465
Corporation tax	21	21	21	21
Social security and other taxes	152,314	126,090	129,290	114,216
Other creditors	158,574	87,264	14,145	13,667
Accruals and deferred income	3,341,240	3,599,787	3,341,240	3,599,787
	<u>4,636,881</u>	<u>4,408,619</u>	<u>4,455,102</u>	<u>4,284,632</u>

Assets charged to the bank as security include an intercompany guarantee between The British Amateur Gymnastics Association and Gymnastics Enterprises Limited.

13. CREDITORS:
Amounts falling due after more than one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Government grants received	<u>310,990</u>	<u>299,991</u>	<u>310,990</u>	<u>299,991</u>

14. PROVISIONS

The company previously was party to a multi-employer defined benefit scheme. On 28 November 2009 the last remaining member of the scheme retired. On 10 September 2010 the Board took a decision not to offer scheme membership to any other employees. This triggered an event falling under section 75 of the Pensions Act 1985 and a fixed cessation pension liability has been included within the financial statements.

15. COMPANY STATUS

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

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16. RESERVES

	Income and expenditure account £
Group	
At 1 April 2010	(186,952)
Surplus for the year	1,095,163
Pension reserve movement	(122,000)
	<u>786,211</u>
At 31 March 2011	<u>786,211</u>
	Income and expenditure account £
Company	
At 1 April 2010	(150,307)
Surplus for the year	1,080,838
Pension reserve movement	(122,000)
	<u>808,531</u>
At 31 March 2011	<u>808,531</u>

17. RECONCILIATION OF MOVEMENT IN MEMBERS' FUNDS

	2011 £	2010 £
Group		
Opening members' (deficit)/funds	(186,952)	489,700
Surplus for the year	1,095,163	290,348
Other recognised gains and losses during the year	(122,000)	(967,000)
	<u>786,211</u>	<u>(186,952)</u>
Closing members' funds/(deficit)	<u>786,211</u>	<u>(186,952)</u>
	2011 £	2010 £
Company		
Opening members' (deficit)/funds	(150,307)	488,725
Surplus for the year	1,080,838	327,968
Other recognised gains and losses during the year	(122,000)	(967,000)
	<u>808,531</u>	<u>(150,307)</u>
Closing members' funds/(deficit)	<u>808,531</u>	<u>(150,307)</u>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own Income and Expenditure Account.

The surplus for the year dealt with in the accounts of the company was £1,080,838 (2010 - £327,968).

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18. NET CASH FLOW FROM OPERATING ACTIVITIES

	2011 £	2010 £
Operating surplus	1,063,868	282,384
Depreciation of tangible fixed assets	199,188	156,784
Surplus on disposal of tangible fixed assets	-	(774)
Decrease/(increase) in stocks	71,587	(20,629)
Decrease/(increase) in debtors	254,527	(583,851)
Decrease in creditors	(481,229)	(95,581)
Increase/(decrease) in net pension assets/liabilities		(390,000)
Net cash inflow/(outflow) from operating activities	1,107,943	(651,667)

19. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2011 £	2010 £
Returns on investments and servicing of finance		
Interest received	31,295	29,713
	2011 £	2010 £
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(299,113)	(201,091)
Sale of tangible fixed assets	9,766	1,897
Net cash outflow from capital expenditure	(289,347)	(199,194)

20. ANALYSIS OF CHANGES IN NET DEBT

	1 April 2010 £	Cash flow £	Other non-cash changes £	31 March 2011 £
Cash at bank and in hand	3,545,285	1,570,381	-	5,115,666
Bank overdraft	(1,476)	(720,490)	-	(721,966)
Net funds	3,543,809	849,891	-	4,393,700

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21. OPERATING LEASE COMMITMENTS

At 31 March 2011 the group had annual commitments under non-cancellable operating leases as follows:

Group	Land and buildings		Other	
	2011	2010	2011	2010
	£	£	£	£
Expiry date:				
Within 1 year	-	-	22,023	7,379
Between 2 and 5 years	63,248	66,635	126,006	137,515
After more than 5 years	43,734	41,340	-	-

At 31 March 2011 the company had annual commitments under non-cancellable operating leases as follows:

Company	Land and buildings		Other	
	2011	2010	2011	2010
	£	£	£	£
Expiry date:				
Within 1 year	-	-	22,023	7,379
Between 2 and 5 years	52,748	56,449	126,006	137,515
After more than 5 years	43,734	41,340	-	-

22. PRINCIPAL SUBSIDIARIES

Company name	Country	Percentage Shareholding	Description
Gymnastics Enterprises Limited	England	100	Marketing and commercial activities associated with the Association
Gymnastics Performance and Potential Limited	England	100	Non - trading
Gymnaestrada Limited	England	100	Non - trading
UK Gymnastics Association Limited	England	100	Non - trading
British Gymnastics England Limited	England	100	Non - trading