



Directors' Report and Financial Statements

for the year ended 31 March 2012

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

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

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

COMPANY INFORMATION

DIRECTORS

A Sommerville OBE: Chair
P Garber: President
M Neville: independent non-executive
M Warren: independent non-executive
B D Everett MBE: Home Country independent non-executive - England
(appointed 10 June 2011)
L Milne: Home Country non executive - Scotland (resigned 9 May 2011)
J N Moss: Home Country non-executive - England (resigned 10 June
2011)
H M Phillips: Home Country non-executive - Wales (resigned 2 March
2012)
H R Phillips: Home Country independent non-executive - Northern Ireland
D C Watt: Home Country independent non-executive - Scotland
(appointed 17 September 2011)
J Allen: executive - CEO
M D Gannon: executive - business development
P M Reddin: executive - technical and education
M Fulford: executive - corporate services (appointed 2 March 2012)

COMPANY NUMBER

01630001

REGISTERED OFFICE

Ford Hall
Llilleshall 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
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THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2012

The directors present their report and the financial statements for the year ended 31 March 2012.

DIRECTORS' RESPONSIBILITIES STATEMENT

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

In submitting the 2011 Self Assurance report to Sport England and UK Sport, British Gymnastics (BG) achieved a green traffic light score. (An amber traffic light score was achieved in 2010.) This rating assures the Board and their funding partners (SE/UK Sport) that the organisation has sound governance, financial management, strategic planning, human resources and Organisational policy in place.

At the 2011 December Board meeting, a full risk management framework was approved by the Board that included a Risk Management policy, procedures and register.

In line with the requirements of the code, the Board conducted an annual review and appraisal in March 2012, of the performance of the Board as a whole, the individual directors and the Chairman.

As a result of the review, the Board looked at its succession planning and terms of office for Board members. Changes to the Articles of the Association were prepared for consideration of the membership in June 2012.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2012

MANAGEMENT

During the year, the strategic plan for 2011-2016 was written and approved by the Board in December 2011. The plan is reviewed and monitored regularly by management staff via the on line planning tool "Plans at Work" which keeps the strategic plan alive and relevant at all times.

The newly created Marketing and Communications Department hit the ground running during 2011 with the development of the "I am BG" membership campaign which instilled pride in the organisation and united the membership as the 2012 Olympic Games approached. Other Marketing and PR strategies put in place leading into the Olympic Games were the redevelopment of the BG Website and the rebranding of the organization. This work commenced in June 2011.

In March 2012, Executive Director – Corporate Services, Michelle Fulford was appointed to the Board. This appointment completed the organization's restructure which now sees three major divisions represented on the Board under the guidance of an Executive Director- Technical and Education (Performance Sport, Education, Events), Corporate Services (HR, Finance, Planning/Standards and IT) and Business Development (Marketing and Communications, Development, Membership Services and Commercial Activities).

HIGH PERFORMANCE

2011 was the important Olympic qualification year for the Olympic disciplines. All international activity and national training camps held during the year were with one outcome in mind – to qualify for the 2012 Olympic Games.

The Artistic Women's Team qualified a team at the 2011 World Championships in Tokyo, Japan with the Men's Artistic Discipline having to go to the Test Event in January 2012 to cement their team place.

Trampoline qualified one place for a female at their 2011 World Championships in Birmingham UK but in a major disappointment failed to qualify one place for the men. Rhythmic Gymnastics by virtue of the "host nation" rules qualified an individual and group.

EVENTS

BG conducts a comprehensive event program for each of its disciplines with the main focus on the British Championships each year. The Women's British Championships were held at the Echo Arena in Liverpool for the first time with record crowds attending the event. The success of these Championships led to a joint Men's and Women's British Championships being planned in Liverpool in June 2012.

BG continued to support the FIG World Cup circuit and staged a successful Glasgow World Cup in April 2011. This event also assisted in selling our 2015 World Championship bid to the international community

In May 2011, BG in conjunction with partners, City of Glasgow, UK Sport and Event Scotland scored a major coup in winning the 2015 World Championship bid from rivals France and the USA. This was an outstanding result for BG particularly when the FIG Council meeting to decide the bids was held in San Jose USA.

In conjunction with the City of Birmingham, the BG Event team staged the 2011 Trampoline and Tumbling World Championships and World Age Games in November 2011 at the National Indoor Arena. This event was well supported by the community and successful outcomes were achieved by both BG and the City of Birmingham. Special thanks to UK Sport for their financial support of this event.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2012

DEVELOPMENT

BG 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 BG Facilities program 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 grew in 2011 which is a testament to the strong club network that underpins BG. A bigger and more professional National Club Conference was staged in June 2011 at the Telford International Centre. Guest speaker was world renown business and development club expert Jeff Metzger from the USA. For the first time the BG National Awards were held in conjunction with this event and over 300 people enjoyed a great night which saw achievement recognized within the community through participation and volunteers to outstanding high performance results from our world class athletes.

June also saw the launch of the Gymnastics For All program to the members and the beginning of an extensive calendar of National Festival "Gymfusion" events culminating in the National Gala at Basildon in March 2012.

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 was achieved in 2011.

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 2011-12 year.

RESULTS

The surplus for the year, after taxation, amounted to £913,972 (2011 - £1,095,163).

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

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2012

DIRECTORS

The directors who served during the year were:

A Sommerville
P Garber
M Neville
M Warren
B D Everett MBE (appointed 10 June 2011)
L Milne (resigned 9 May 2011)
J N Moss (resigned 10 June 2011)
H M Phillips (resigned 2 March 2012)
H R Phillips
D C Watt (appointed 17 September 2011)
J Allen
M D Gannon
P M Reddin
M Fulford (appointed 2 March 2012)

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 17 September 2012 and signed on its behalf.

J Allen - CEO
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 2012, 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 Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. 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 2012 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 directors' 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

17 September 2012

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

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2012

	Note	2012 £	2011 £
INCOME	1,2	11,821,752	10,903,270
Direct Costs		(9,994,418)	(8,934,673)
GROSS SURPLUS		1,827,334	1,968,597
Administrative expenses		(970,476)	(904,729)
OPERATING SURPLUS	3	856,858	1,063,868
Interest receivable and similar income		76,777	31,295
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		933,635	1,095,163
Tax on surplus on ordinary activities	6	(19,663)	-
SURPLUS FOR THE FINANCIAL YEAR		913,972	1,095,163

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)

CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2012

	Note	2012 £	2011 £
SURPLUS FOR THE FINANCIAL YEAR		913,972	1,095,163
Actuarial loss related to pension scheme		-	(122,000)
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR		<u>913,972</u>	<u>973,163</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: 01630001

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2012

	Note	2012 £	2011 £
FIXED ASSETS			
Tangible assets	7	491,566	513,574
CURRENT ASSETS			
Stocks	9	22,677	58,178
Debtors	10	1,634,807	1,394,666
Cash at bank and in hand		4,967,219	5,115,666
		<u>6,624,703</u>	<u>6,568,510</u>
CREDITORS: amounts falling due within one year	12	<u>(4,334,687)</u>	<u>(4,636,881)</u>
NET CURRENT ASSETS		2,290,016	1,931,629
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,781,582</u>	<u>2,445,203</u>
CREDITORS: amounts falling due after more than one year	13	<u>(1,081,397)</u>	<u>(310,990)</u>
NET ASSETS EXCLUDING PENSION SCHEME ASSETS/(LIABILITIES)		1,700,185	2,134,213
Pension liability	14	<u>-</u>	<u>(1,348,000)</u>
NET ASSETS INCLUDING PENSION SCHEME ASSETS/(LIABILITIES)		<u>1,700,185</u>	<u>786,213</u>
RESERVES			
Income and expenditure account	16	<u>1,700,185</u>	<u>786,213</u>
MEMBERS FUNDS	17	<u>1,700,185</u>	<u>786,213</u>

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on 17 September 2012.

J Allen: CEO
 Director

A Sommerville OBE: Chair
 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: 01630001

COMPANY BALANCE SHEET
AS AT 31 MARCH 2012

	Note	£	2012	£	£	2011	£
FIXED ASSETS							
Tangible assets	7			400,175			357,267
Investments	8			10,104			10,104
				<u>410,279</u>			<u>367,371</u>
CURRENT ASSETS							
Stocks	9		1,720			2,500	
Debtors	10		3,045,918			3,258,628	
Cash at bank			3,379,893			3,294,124	
			<u>6,427,531</u>			<u>6,555,252</u>	
CREDITORS: amounts falling due within one year	12		<u>(4,109,427)</u>			<u>(4,455,102)</u>	
NET CURRENT ASSETS				<u>2,318,104</u>			<u>2,100,150</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				<u>2,728,383</u>			<u>2,467,521</u>
CREDITORS: amounts falling due after more than one year	13			<u>(1,081,397)</u>			<u>(310,990)</u>
NET ASSETS EXCLUDING PENSION SCHEME ASSETS/(LIABILITIES)				<u>1,646,986</u>			<u>2,156,531</u>
Pension liability	14			<u>-</u>			<u>(1,348,000)</u>
NET ASSETS INCLUDING PENSION SCHEME ASSETS/(LIABILITIES)				<u><u>1,646,986</u></u>			<u><u>808,531</u></u>
RESERVES							
Income and expenditure account	16			<u>1,646,986</u>			<u>808,531</u>
MEMBERS FUNDS	17			<u><u>1,646,986</u></u>			<u><u>808,531</u></u>

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on 17 September 2012.

J Allen: CEO
 Director

A Sommerville OBE: Chair
 Director

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

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2012

	Note	2012 £	2011 £
Net cash flow from operating activities	18	700,167	1,107,941
Returns on investments and servicing of finance	19	76,777	31,295
Capital expenditure and financial investment	19	(203,425)	(289,347)
INCREASE IN CASH IN THE YEAR		573,519	849,889

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS
FOR THE YEAR ENDED 31 MARCH 2012

	2012 £	2011 £
Increase in cash in the year	573,519	849,889
MOVEMENT IN NET FUNDS IN THE YEAR	573,519	849,889
Net funds at 1 April 2011	4,393,700	3,543,811
NET FUNDS AT 31 MARCH 2012	4,967,219	4,393,700

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 2012

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

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, 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
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

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.

	2012 £	2011 £
Membership	3,765,890	3,634,511
Grants received	5,387,440	5,398,381
Other	2,668,422	1,870,378
Total	<u>11,821,752</u>	<u>10,903,270</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

3. OPERATING SURPLUS/(DEFICIT)

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

	2012 £	2011 £
Depreciation of tangible fixed assets:		
- owned by the group	224,044	199,188
Auditors' remuneration	15,100	14,700
Auditors' remuneration - non-audit	1,500	1,450
Operating lease rentals:		
- other operating leases	180,218	153,524
	<u>180,218</u>	<u>153,524</u>

Audit fees for the Association were £8,050 (2011: £7,850)

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.
135	141
<u>135</u>	<u>141</u>

The aggregate payroll costs of these persons were as follows:

	2012 £	2011 £
Wages and Salaries	3,540,348	3,666,461
Social security	362,417	367,934
Other Pension costs	52,914	45,115
	<u>3,955,679</u>	<u>4,079,510</u>
Total	<u>3,955,679</u>	<u>4,079,510</u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

5. DIRECTORS' REMUNERATION

The directors' emoluments for the year are as follows:

	2012 £	2011 £
Directors' remuneration (including benefits in kind)	302,149	352,880
Directors' pension contributions	1,983	11,802
Compensation for loss of office	-	30,000
Total	304,132	394,682

The highest paid Director's emoluments totalled £117,663 (2011: £106,671)

6. TAXATION

	2012 £	2011 £
Analysis of tax charge in the year		
UK Corporation Tax (credit)/charge on surplus/deficit for the year	19,684	-
Adjustments in respect of prior periods	(21)	-
Tax on surplus on ordinary activities	19,663	-

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

6. TAXATION (continued)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2011 - lower than) the standard rate of corporation tax in the UK of 20% (2011 - 21%). The differences are explained below:

	2012 £	2011 £
Surplus on ordinary activities before tax	933,635	1,095,163
Surplus/deficit on ordinary activities multiplied by standard rate of Corporation Tax in the UK of 20% (2011 - 21%)	186,727	229,984
Effects of:		
Income not subject to tax	(155,402)	(220,404)
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	69	185
Capital allowances for year in excess of depreciation	7,424	(10,663)
Adjustments to tax charge in respect of prior periods	(21)	-
Utilisation of losses brought forward	(19,134)	898
Current tax charge for the year (see note above)	19,663	-

Factors that may affect future tax charges

At 31 March 2012 the group had tax losses of approximately £nil (2011: £95,668) available for offset against future trading surpluses.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

7. TANGIBLE FIXED ASSETS

	Fixtures & fittings £
Group	
Cost	
At 1 April 2011	1,325,968
Additions	203,425
Disposals	(407,729)
At 31 March 2012	1,121,664
Depreciation	
At 1 April 2011	812,394
Charge for the year	224,044
On disposals	(406,340)
At 31 March 2012	630,098
Net book value	
At 31 March 2012	491,566
At 31 March 2011	513,574
Company	
Cost	
At 1 April 2011	922,021
Additions	203,425
Disposals	(253,567)
At 31 March 2012	871,879
Depreciation	
At 1 April 2011	564,754
Charge for the year	160,192
On disposals	(253,242)
At 31 March 2012	471,704
Net book value	
At 31 March 2012	400,175
At 31 March 2011	357,267

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

8. FIXED ASSET INVESTMENTS

Company	Investments in subsidiary companies £
Cost or valuation	
At 1 April 2011 and 31 March 2012	10,104
Net book value	
At 31 March 2012	10,104
At 31 March 2011	10,104

9. STOCKS

	Group		Company	
	2012 £	2011 £	2012 £	2011 £
Finished goods and goods for resale	22,677	58,178	1,720	2,500

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

10. DEBTORS

	Group		Company	
	2012 £	2011 £	2012 £	2011 £
Trade debtors	407,525	374,031	355,132	326,161
Amounts owed by group undertakings	-	-	1,476,321	1,958,408
Other debtors	167,172	63,123	159,181	53,533
Prepaid expenditure on future events	400,856	319,011	400,856	319,011
Prepayments and accrued income	659,254	638,501	654,428	601,515
	1,634,807	1,394,666	3,045,918	3,258,628

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	
	2012	2011	2012	2011
	£	£	£	£
Bank loans and overdrafts	-	721,966	-	721,966
Trade creditors	517,534	262,766	503,853	248,440
Corporation tax	19,684	21	15,355	21
Social security and other taxes	192,490	152,314	62,157	129,290
Other creditors	591,831	158,574	514,914	14,145
Accruals and deferred income	3,013,148	3,341,240	3,013,148	3,341,240
	<u>4,334,687</u>	<u>4,636,881</u>	<u>4,109,427</u>	<u>4,455,102</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	
	2012	2011	2012	2011
	£	£	£	£
Government grants received	277,842	310,990	277,842	310,990
Other creditors	803,555	-	803,555	-
	<u>1,081,397</u>	<u>310,990</u>	<u>1,081,397</u>	<u>310,990</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. Fixed repayment terms have now been agreed and the amounts falling due have now been included within creditors.

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 2011	786,213
Surplus for the year	913,972
At 31 March 2012	1,700,185
	Income and expenditure account £
Company	
At 1 April 2011	808,531
Surplus for the year	838,455
At 31 March 2012	1,646,986

17. RECONCILIATION OF MOVEMENT IN MEMBERS' FUNDS

	2012 £	2011 £
Group		
Opening members' funds/(deficit)	786,213	(186,950)
Surplus for the year	913,972	1,095,163
Other recognised gains and losses during the year	-	(122,000)
Closing members' funds	1,700,185	786,213
	2012 £	2011 £
Company		
Opening members' funds/(deficit)	808,531	(150,307)
Surplus for the year	838,455	1,080,838
Other recognised gains and losses during the year	-	(122,000)
Closing members' funds	1,646,986	808,531

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 £838,455 (2011 - £1,080,838).

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

18. NET CASH FLOW FROM OPERATING ACTIVITIES

	2012 £	2011 £
Operating surplus	856,858	1,063,868
Depreciation of tangible fixed assets	224,044	199,188
Deficit on disposal of tangible fixed assets	1,389	-
Decrease in stocks	35,501	71,587
(Increase)/decrease in debtors	(240,141)	254,527
Decrease in creditors	(177,484)	(481,229)
Net cash inflow from operating activities	700,167	1,107,941

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

	2012 £	2011 £
Returns on investments and servicing of finance		
Interest received	76,777	31,295
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(203,425)	(299,113)
Sale of tangible fixed assets	-	9,766
Net cash outflow from capital expenditure	(203,425)	(289,347)

20. ANALYSIS OF CHANGES IN NET DEBT

	1 April 2011 £	Cash flow £	Other non-cash changes £	31 March 2012 £
Cash at bank and in hand	5,115,666	(148,447)	-	4,967,219
Bank overdraft	(721,966)	721,966	-	-
Net funds	4,393,700	573,519	-	4,967,219

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21. OPERATING LEASE COMMITMENTS

At 31 March 2012 the group had annual commitments under non-cancellable operating leases as follows:

Group	Land and buildings		Other	
	2012	2011	2012	2011
	£	£	£	£
Expiry date:				
Within 1 year	20,154	-	17,402	22,023
Between 2 and 5 years	104,047	63,248	45,865	126,006
After more than 5 years	-	43,734	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

At 31 March 2012 the company had annual commitments under non-cancellable operating leases as follows:

Company	Land and buildings		Other	
	2012	2011	2012	2011
	£	£	£	£
Expiry date:				
Within 1 year	9,559	-	17,402	22,023
Between 2 and 5 years	104,047	52,748	45,865	126,006
After more than 5 years	-	43,734	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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