

Registered number: 01182734

BRITISH BEER & PUB ASSOCIATION

(A Company Limited by Guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2014

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COMPANIES HOUSE

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

ASSOCIATION INFORMATION

DIRECTORS

J B Neame
B M Simmonds, OBE
S Gould (resigned 12 March 2014)
W S Townsend
P R Wells
S Emeny
B D Slay (resigned 13 December 2013)
S J Cox (appointed 1 April 2014)
J C Lousada (appointed 8 October 2014)

COMPANY SECRETARY

J C Wilson

REGISTERED NUMBER

01182734

REGISTERED OFFICE

Brewers Hall
Aldermanbury Square
London
EC2V 7HR

INDEPENDENT AUDITOR

PKF Littlejohn LLP
Statutory Auditor
1 Westferry Circus
Canary Wharf
London
E14 4HD

BANKERS

Barclays Bank plc
93 Baker Street
London
W1A 4SD

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

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BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2014

The Directors present their report and the financial statements for the year ended 30 September 2014.

DIRECTORS

The Directors who served during the year were:

J B Neame
B M Simmonds, OBE
S Gould (resigned 12 March 2014)
W S Townsend
P R Wells
S Emeny
B D Slay (resigned 13 December 2013)
S J Cox (appointed 1 April 2014)

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are Directors 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 Association's auditor is 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 relevant audit information and to establish that the Association's auditor is aware of that information.

AUDITOR

The auditor, PKF Littlejohn LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

REVIEW OF DEVELOPMENTS

The profit and loss account discloses that total income of the Association for the year was £2,103,172 (2013 - £2,188,227). The surplus before taxation was £767,107 (2013 - surplus of £277,651) and a surplus after taxation of £767,107 (2013 - £277,651). The retained surplus after tax has been transferred to reserves.

This report was approved by the board on 10/12/14 and signed on its behalf.



J C Wilson
Secretary

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2014

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 Association and the profit or loss of the Association 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 accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Association will continue in business.

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

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRITISH BEER & PUB ASSOCIATION

We have audited the financial statements of British Beer & Pub Association for the year ended 30 September 2014, set out on pages 5 to 14. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the Association'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 Association's members those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Association and the Association's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

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 Association'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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the Association's affairs as at 30 September 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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.

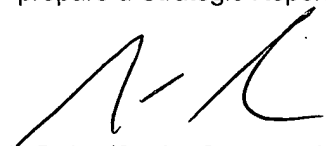
BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRITISH BEER & PUB 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, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Directors' Report.



Alastair Duke (Senior Statutory Auditor)

for and on behalf of
PKF Littlejohn LLP

Statutory Auditor

1 Westferry Circus
Canary Wharf
London
E14 4HD

Date:

29 May 2015

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2014

	Note	2014 £	2013 £
TURNOVER	1	2,103,172	2,188,227
Administrative expenses		(2,312,226)	(2,678,738)
OPERATING LOSS	2	(209,054)	(490,511)
EXCEPTIONAL ITEMS			
Reorganisation and restructuring costs	5	(75,584)	(146,287)
LOSS ON ORDINARY ACTIVITIES BEFORE INTEREST		(284,638)	(636,798)
Income from other fixed asset investments		167,022	127,098
Profit on disposal of investments		422,667	375,635
Interest receivable and similar income		272,056	306,716
Defined Benefit scheme - net finance costs		190,000	105,000
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		767,107	277,651
Tax on profit on ordinary activities	6	-	-
PROFIT FOR THE FINANCIAL YEAR	13	767,107	277,651

The notes on pages 8 to 14 form part of these financial statements.

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 30 SEPTEMBER 2014

	Note	2014 £	2013 £
PROFIT FOR THE FINANCIAL YEAR		767,107	277,651
Actuarial (loss) / gain related to pension scheme	14	(2,126,000)	455,000
Movement in pension surplus not recognised	14	1,518,000	(977,000)
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR		159,107	(244,349)

The notes on pages 8 to 14 form part of these financial statements.

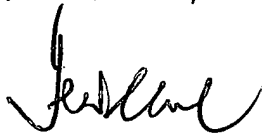
BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)
REGISTERED NUMBER: 01182734

BALANCE SHEET
AS AT 30 SEPTEMBER 2014

	Note	£	2014	£	£	2013	£
FIXED ASSETS							
Tangible assets	7			78,970		132,791	
Investments	8			8,698,112		8,490,345	
				<u>8,777,082</u>		<u>8,623,136</u>	
CURRENT ASSETS							
Debtors	9	2,628,733			1,555,480		
Cash at bank and in hand		407,846			900,204		
		<u>3,036,579</u>			<u>2,455,684</u>		
CREDITORS: amounts falling due within one year	10	(3,823,923)			(3,248,189)		
NET CURRENT LIABILITIES				(787,344)		(792,505)	
NET ASSETS				<u>7,989,738</u>		<u>7,830,631</u>	
CAPITAL AND RESERVES							
Profit and loss account	13			7,989,738		7,830,631	
				<u>7,989,738</u>		<u>7,830,631</u>	

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on
10 December 2014


J B Neame
Director


B M Simmonds, OBE
Director

The notes on pages 8 to 14 form part of these financial statements.

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014

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 the Financial Reporting Standard for Smaller Entities (effective April 2008).

The Association is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the Association as an individual undertaking and not about its group.

1.2 Cash flow

The financial statements do not include a Cash Flow Statement because the Association, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.3 Turnover

Turnover comprises subscriptions from members and other receipts, and is earned in the United Kingdom.

1.4 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

1.5 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:

Leasehold improvements	-	4 years straight line
Other fixed assets	-	3 - 4 years straight line

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.

1.7 Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax with the following exception:

- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014

1. ACCOUNTING POLICIES (continued)

1.8 Pensions

The Association operates a defined benefits pension scheme and the pension charge is based on a full actuarial valuation dated 30 September 2011.

It was agreed that the scheme would be closed as at 30 November 2011. The participating employers have agreed to continue to make contributions in order to reduce the liability based on this actuarial valuation.

The estimated surplus arising from the FRS 17 calculation in respect of the defined benefits pension scheme as at 30 September 2014 is not recoverable and cannot be recognised in the Financial Statements given the fund is closed to future accrual.

For employees joining the Association after 1 July 2000, the defined benefit pension scheme has been replaced by a defined contribution scheme. The association charges contributions it makes to the defined contribution scheme to the profit and loss account. The Association's liability is limited to the amount of its contributions.

2. OPERATING LOSS

The operating loss is stated after charging:

	2014 £	2013 £
Depreciation of tangible fixed assets: - owned by the company	72,878	68,371
Pension costs	306,336	311,648
	<u>379,214</u>	<u>380,019</u>

3. AUDITORS' REMUNERATION

	2014 £	2013 £
Fees payable to the Association's auditor for the audit of the Association's annual accounts	11,716	11,550
	<u>11,716</u>	<u>11,550</u>

4. DIRECTOR'S REMUNERATION

	2014 £	2013 £
Aggregate remuneration	202,992	192,792
	<u>202,992</u>	<u>192,792</u>

5. EXCEPTIONAL ITEMS

	2014 £	2013 £
Reorganisation costs	75,584	146,287
	<u>75,584</u>	<u>146,287</u>

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014**

6. TAXATION

	2014 £	2013 £
UK corporation tax charge on profit for the year	-	-

No liability to UK corporation tax arose on ordinary activities at the year ended 30 September 2014 or for the year ended 30 September 2013 due to losses brought forward.

7. TANGIBLE FIXED ASSETS

	Leasehold improvements	Other fixed assets	Total
Cost			
At 1 October 2013	182,443	74,584	257,027
Additions	-	22,750	22,750
At 30 September 2014	182,443	97,334	279,777
Depreciation			
At 1 October 2013	89,162	35,074	124,236
Charge for the year	45,611	30,960	76,571
At 30 September 2014	134,773	66,034	200,807
Net book value			
At 30 September 2014	47,670	31,300	78,970
At 30 September 2013	93,281	39,510	132,791

8. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £	Listed investments £	Cash on deposit £	Total £
Cost				
At 1 October 2013	6	8,252,077	238,262	8,490,345
Additions	100	-	-	100
Movement in year	-	228,837	(21,170)	207,667
At 30 September 2014	106	8,480,914	217,092	8,698,112
Net book value				
At 30 September 2014	106	8,480,914	217,092	8,698,112
At 30 September 2013	6	8,252,077	238,262	8,490,345

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014

8. FIXED ASSET INVESTMENTS (continued)

Subsidiary undertakings

The following were subsidiary undertakings of the Association:

Name	Class of shares	Holding
Brewing Publications Limited	Ordinary shares	100 %
BBPA Environmental Limited	Ordinary Shares	100 %

During the year a trading subsidiary, BBPA Environmental Limited, was incorporated. No trading activity took place in this company during the year.

The aggregate of the share capital and reserves as at 30 September 2014 and of the profit or loss for the period ended on that date for the subsidiary undertakings were as follows:

Name	Aggregate of share capital and reserves £	Profit/(loss) £
Brewing Publications Limited	808,759	66
BBPA Environmental Limited	100	-
	<hr/> <hr/>	<hr/> <hr/>

Listed investments

The market value of the listed investments at 30 September 2014 was £9,687,184 (2013 - £9,524,446).

9. DEBTORS

	2014 £	2013 £
Prepayments	84,237	33,706
Other debtors	2,532,320	1,517,074
Tax recoverable	12,176	4,700
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	2,628,733	1,555,480

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014

10. CREDITORS:
Amounts falling due within one year

	2014	2013
	£	£
Amounts owed to group undertakings	743,501	765,251
Other taxation and social security	108,388	31,708
Accruals	99,228	152,511
Subscriptions in advance	8,271	240,772
Other creditors	2,864,535	2,057,947
	<u>3,823,923</u>	<u>3,248,189</u>

11. DEFERRED TAXATION

The potential tax asset of the Association arising from tax losses carried forward and excess of depreciation over capital allowances is £969,751 (2013 - £945,143). As the recoverability of these amounts in the foreseeable future is uncertain, the potential deferred tax assets have not been recognised.

12. COMPANY STATUS

The Association 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.

13. RESERVES

	Profit and loss account £
At 1 October 2013	7,830,631
Profit for the financial year	767,107
Pension reserve movement	(608,000)
	<u>7,989,738</u>
At 30 September 2014	

The closing balance on the Profit and Loss Account includes a £608,000 (2013 - £522,000) debit, stated after deferred taxation of £NIL (2013 - £NIL), in respect of pension scheme liabilities of the Association pension scheme.

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014

14. PENSION COMMITMENTS

The Association operates a Defined Benefit Pension Scheme, which is funded.

The pension cost and provision for the year ending 30 September 2014 are based on the advice of a professionally qualified actuary. The most recent draft valuation is dated 30 September 2011. The results of this valuation were a deficit of £3.86m. The Associations share of this deficit was £3.01m (78%). The deficit is being funded by the participating employers over 3 years.

It was assumed by the actuary that the investment returns would be 5.2% per annum (2013: 5.3%), that salary increases would average 2.1% (2013: 2.3%) and future pensions would increase at the rate of 5.0% (2013: 5.0%) for pre July 2001 pensions and for pre 1994 joiners in scheme A and 3.0% (2013: 3.0%) for all other pensions.

It was agreed that the scheme would be closed as at 30 November 2011. The participating employers have agreed to continue to make contributions in order to reduce the liability.

The contribution made for the year ended 30 September 2014 was £630,900. The Association will continue to make the same monthly contributions until 31 December 2014.

Under the projected unit method the current service cost will increase as the members of the scheme approach retirement.

Value of scheme assets and liabilities

Market value of assets	13,440,000	12,006,000
Present value of scheme liabilities	(13,213,000)	(10,261,000)
Surplus in the scheme	227,000	1,745,000
Surplus not recognised	(227,000)	(1,745,000)
Net pension asset	-	-

	2014	2013
	£	£
Movements in surplus during the year:		
Surplus in scheme at beginning of year	1,745,000	768,000
Current year service cost	(213,000)	(205,000)
Contributions	631,000	623,000
Expected return	642,000	522,000
Actuarial (loss)/gain	(2,126,000)	455,000
Interest cost	(452,000)	(418,000)
Surplus in scheme at end of year	227,000	1,745,000

BRITISH BEER & PUB ASSOCIATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014

15. OPERATING LEASE COMMITMENTS

At 30 September 2014 the Association had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2014	2013	2014	2013
	£	£	£	£
Expiry date:				
Within 1 year	86,000	<i>86,000</i>	4,177	<i>4,177</i>
Between 2 and 5 years	86,000	<i>86,000</i>	4,177	<i>4,177</i>

16. RELATED PARTY TRANSACTIONS

No details are shown of related party transactions with companies in which the ultimate parent company holds 100% of the voting rights in line with the exemptions stated in Financial reporting Standards for Smaller Entities (effective April 2008).

17. CONTROLLING PARTY

There is no ultimate controlling party.