

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**



WR
Whittingham Riddell
chartered accountants

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

COMPANY INFORMATION

Directors	M Neville: Chair (resigned 14 March 2019) M W Darcey: Chair (appointed 14 March 2019) N J Bolton: Independent non-executive B D Everett MBE: Non executive A M Marks: Non-executive (appointed 1 December 2018) A L Pengilly: Non-executive (appointed 1 December 2018) M Bogdanowicz: Independent non-executive (resigned 18 August 2018) S J Sutcliffe: Senior Independent non-executive H A D Marsh: Independent non-executive D C Watt: Independent non-executive J Allen: Executive - CEO M Fulford: Executive - Corporate and Community Services R Fulford: Executive - Strategy and Commercial Operations P M Reddin MBE: Executive - Sport
Registered number	01630001
Registered office	Llilleshall National Sports Centre Newport Shropshire TF10 9AT
Independent auditors	Whittingham Riddell LLP Chartered Accountants & Statutory Auditors Belmont House Shrewsbury Business Park Shrewsbury Shropshire SY2 6LG
Solicitors	Lanyon Bowdler Brodie House Telford TF3 4DR

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**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

BUSINESS REVIEW

The directors present their Strategic Report on the group for the year ended 31 March 2019.

Governance Statement

The Board of British Gymnastics is committed to the highest standards of good corporate governance. The Board and its committees discharged its duties effectively throughout the year holding four Board meetings and a one-day strategy meeting with the following attendance record:

Directors	Board Meetings	Strategy Meeting
Brian Everett MBE, President	3/4	1/1
Matthew Neville, Chair (Resigned 14 March 2019)	4/4	1/1
Marzena Bogdanowicz, Non-Executive Director (Resigned 18 August 2018)	0/1	0/0
Nicola Bolton, Non-Executive Director	3/4	1/1
Alastair Marks, Non-Executive Director (Appointed 1 December 2018)	2/2	1/1
Howard Marsh, Non-Executive Director	4/4	1/1
Adam Pengilly, Non-Executive Director (Appointed 1 December 2018)	2/2	1/1
Sara Sutcliffe, Senior Independent Non-Executive Director	4/4	1/1
David Watt, Non-Executive Director	3/4	1/1
Jane Allen, CEO	4/4	1/1
Michelle Fulford, Executive Director	4/4	1/1
Ryan Fulford, Executive Director	4/4	1/1
Martin Reddin MBE, Executive Director	4/4	1/1

In addition, all Board Committees met and operated within their terms of reference, reporting their activities to the Board. During the year, two new Board members were appointed in December. Adam Pengilly (Olympic Athlete) and Alastair Marks (Commercial) brought strong skills that complemented the Board make up.

In March 2019, Matt Neville stepped down as Chair of the Board completing his eight year tenure on the Board. Following an extensive advertising campaign, Mike Darcey was appointed the new Chair and took up his position at the completion of the Board meeting. As part of his induction, Mike attended the March Strategy Day and Board meeting as an observer.

British Gymnastics, working with Sport England and UK Sport, successfully met all their obligations to ensure compliance to the Code of Sports Governance in 2017. Following this milestone, an action plan detailing the on-going requirements of the Code was developed and this plan is reviewed each Board meeting to ensure that compliance is maintained..

The current position shows the organisation has sound governance, financial management, strategic planning, human resources and organisational policy in place to achieve agreed objectives. To ensure that all British Gymnastics policies remain relevant, a Policy Register and review schedule has been developed and is presented to the Board at each meeting.

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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2019

In March 2018, the Board set their annual objectives and the following were achieved by March 2019.

- Conduct evaluation reviews on major projects completed in 2018 to understand benefits realised.
- Complete the balanced scorecard and utilise it for review of the progress of the strategic priorities.
- Consider ex athlete and diversity requirements when considering Board appointments.
- Explore the feasibility of introducing a stakeholder advisory group.
- Continue to develop the Board culture.
- Review the Board succession plan.

At the March 2019 Strategy day, the Board completed a board evaluation, reviewed its skills matrix and succession plan as well as confirming the membership of its sub committees for the next year. The progress of the Strategic Plan was monitored along with the projects supporting its delivery. Board diversity continues to be a challenge, and this was placed as a priority on the Board objectives set for 2019-20.

To assist the Board to monitor progress, a balanced scorecard to drive strategic execution has been implemented and remains a work in progress as we strive to support the process for measuring these targets.

The Operations group (Executive, Directors and Heads of Department) continue to meet monthly to review the business and address new programmes and projects

The following strategic risk considerations for the Board when discussing any proposals remain in place. These are, maintenance and growth of membership, protection of target reserves, management of the public profile and reputation of the sport, management and growth of high performance clubs and NGB duty of care..

Finance

As per our financial regulations, external auditors are appointed to review the annual accounts. The Audit Committee oversees this process with the Committee Chair meeting independently of management to discuss any issues arising from the audit.

The Board has supported four investment projects for the 2017-2021 cycle which allocated a total investment over the four years of £3.651m. In the 2018-19 financial year, £1.521m has been invested to date and the Board receives regular reports on their progress.

- Coach Support Program
- Customer Experience Framework
- Community of Experts
- Brand Intervention Program

British Gymnastics continues to grow their managed investment portfolio. This investment is governed by an investment policy approved by the Board, and the primary investment objective is to achieve sustainable capital growth within a cautious to balanced risk environment. The portfolio is managed by an external management company and on 31st March 2019 the market value of the investment portfolio was £10.139m.

For the first time in eight years, the organisation finished the financial year with a deficit of £891k. A major part of this deficit was planned as investment was made into major projects. The Board recognises the need to increase revenue through more commercial activity along with maintaining tight controls over expenditure to protect the organisation's reserves.

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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2019

Major achievements

The following is a list of the major achievements for the organisation during the 2018-19 year.

- Membership continues to grow although the growth has slowed to 3%.
- 2017-2021 Strategy embedded into the departments operations plans with long term investment projects in place to assist in the delivery of the strategy.
- British Gymnastics continues to be compliant with the Code of Sports Governance and has maintained its green rating for safeguarding processes.
- New leisure partners involving 47 centres were signed in 2018 taking participation opportunities to over 70,000 for children.
- Senior gymnasts in all disciplines across the Commonwealth Games, European Championships and World Championships continue to enjoy success on the international stage.
- Junior gymnasts across all disciplines had outstanding results which augurs well for the future. Standouts were Jamie Lewis (MAG), Amelie Morgan (WAG), Andrew Stamp (Trampoline) all of whom medalled at European Championships and/or Youth Olympic Games.
- Over 50,000 fans enjoyed watching 18,000 athletes compete for international and national glory.
- 171 clubs involving over 4000 participants enjoyed the "Gymnastics For All" festival events.
- 28 new club facility projects were completed representing over half a million pounds of investment.
- 10,000 potential coaches and officials participated in 900 education courses.
- Staff engagement survey saw a pleasing 80% engagement overall.

High Performance

Performance Director James Thomas and his team within the Performance Unit, which includes the World Class Programme (men, women, trampoline) and BG funded disciplines (rhythmic, tumbling, DMT, acrobatics, aerobics and team gym), continue to support our national squad athletes and coaches with an extensive program of international competitions and training camps as well as talent camps and clinics for the next generation. The UK Sport Culture Health Check in 2018 saw a pleasing improvement in the culture of the program with more positive feedback from athletes, coaches and staff. This progress is monitored closely by the Board.

On his retirement as an athlete, Hall of Fame member, Kristian Thomas has been elected onto the British Olympic Association's Athlete Commission. During the year, Rachel Letsche (Tumbling) and Men's Acrobatic Group (Lewis Watts, Conor Sawenko, Charlie Tate and Adam Upcott) were inducted into the British Gymnastics Hall of Fame.

Events

British Gymnastics, through its Events and Marketing departments, deliver a comprehensive event programme each year for all disciplines culminating in a British Championships for each discipline.

In 2018 volunteers contributed 6,200 hours of valuable time to support the delivery of national and international events.

British Gymnastics' event strategy is to stage three high profile events each year in major venues across the UK and one World or European Championships in Great Britain every Olympic cycle. These events are supported by strong marketing initiatives that are driving increasing fan engagement.

British Gymnastics has an international reputation for delivering outstanding events and 2018 was no exception with the Artistic European Championships in Glasgow, an annual World Cup in Birmingham and British Championships across all disciplines being great events with entertaining sports presentation engaging an increasing fan base.

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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2019

In May 2018, the International Gymnastics Federation awarded the 2022 Artistic World Championships to Liverpool and this event will be staged through the joint support of British Gymnastics, City of Liverpool and UK Sport.

Participation

Membership numbers continued to grow with over 400k members at the end of the 2018 membership year which is a testament to strong participation programmes within the 1500 clubs and the facility development conducted across the UK.

The participation team continues to seek new partnerships across the leisure and school sector. A major achievement during the year was the partnership with Premier Sports (a major school sports provider) which will ensure quality programs are delivered in schools.

Facilities

An exciting facility investment plan was approved by the Board during the year to enable the organisation to address the space limitations within the sport.

With the assistance of Sport England, consultants "Sporting Assets" were appointed to deliver on a project that investigated the feasibility of such a facility investment fund being successful. The outcomes of the project identified that there was a significant appetite from gymnastics clubs for repayable investment to support investment into facilities, and the clubs' business models indicated this was affordable. It was also established that there was interest from Sport England and a large social investor to create an investment fund with British Gymnastics.

As a result of this work, Board approval was given in March 2019 for a Facility Investment Company to be established with £2million of BG reserves being invested that would be matched by Sport England and Social investment funding. Consultants Sporting Assets would be appointed fund managers. It is planned for this initiative to be launched to the clubs in late 2019.

Retiring BG Chair Matt Neville was appointed the Chair of the new Investment Company.

Education

Education remains a high priority for British Gymnastics with approximately 10,000 potential coaches and officials participating in accredited courses during the year. There is exciting work being done through the "Coach Support Program" which is driving the total redevelopment of the education courses and identifying new technologies to deliver education to the members. This is a massive undertaking by the organisation which will see significant investment over several years.

Corporate and Community Services

Work was done throughout the year to ensure the right systems were in place to support the staff which involved evaluating and rewarding performance, training and upskilling and measuring staff engagement which saw a pleasing 80% engagement overall.

The Learning and Development Centre delivered 2,200 hours of learning/training for staff and clubs over many important business areas that involved a calendar of internal and external interventions including club conferences that helped the ongoing professional development of member clubs and British Gymnastics staff.

The establishment of an Integrity unit was an important milestone for British Gymnastics. The areas of safeguarding, complaints and discipline, governance and compliance, data protection, equality and health and safety were brought together within one department. This will ensure that integrity is defined, understood and part of the culture of the organisation both internally and externally.

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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2019

The most important challenge for the organisation is the relationship with the member clubs. The relationship managers and business support partners are working together with the entire organisation to focus on understanding the clubs' needs better, making them feel more valued, being more responsive to their requests and showing them that we care about them. Whilst it is acknowledged that more work needs to be done, British Gymnastics is committed to delivering on these outcomes. With this in mind, the Board made the decision at the 2019 March meeting to establish a Club Stakeholder Advisory Group consisting of 7 members, one Non-Executive Director (Chair) and one Executive Director.

Marketing and Commercial

The Marketing and Communications team continues to promote the sport, market the events and communicate to our members with strong activity through the major social media sites. The main achievements during the year were the repositioning of the BG brand to drive a new story that "Gymnastics has the power to amaze", a new CBBC series called "Gym Stars" which shone a spotlight on what its like to be involved in gymnastics. This was very popular with children of all ages and the BBC have commissioned a second series. In celebrating the 130 year anniversary of British Gymnastics, the past champions of the sport were celebrated at the British Championships.

On the Commercial side, a new partner Cartoon Network was secured and with their passion for inspiring young people through their "powerpuff girls" this is a great fit for Gymnastics. A three year deal to broadcast the annual World Cup was signed with the BBC which will continue to maximise the exposure for the sport.

British Gymnastics Foundation

The BGF's flagship project, the "Love to Move" programme continues to be the main focus for the Foundation in 2018 with its delivery into Care homes around the UK. The BGF received £500k of National Lottery funding from Sport England to assist this programme to develop and expand over a four-year period.

Sport Northern Ireland has also invested in the program and the BGF is engaging all 11 councils in Northern Ireland, Dementia specialist charities, National Health partners, the University of Ulster and Disability Sport Northern Ireland.

In conclusion

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

British Gymnastics also formally acknowledges the outstanding support of its funding partners UK Sport and Sport England, sponsors and home nations during the 2018-19 year.

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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2019

PRINCIPAL RISKS AND UNCERTAINTIES

The organisation's risk register continues to be reviewed at each Board meeting. Risks that relate to Safeguarding, Government funding reductions and Data Protection are being closely monitored by the Board.

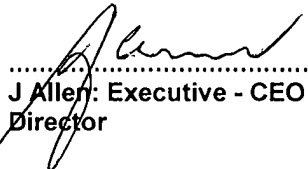
To mitigate the risks, the following actions have been taken:

Safeguarding	-Policies and Procedures have been reviewed and staffing support increased
Reduced Government Funding	-A commercial strategy has been approved and opportunities are being explored to reduce dependency on government funding.
Data Protection	-Significant changes have been made to the membership system to ensure compliance with the new GDPR regulations

FINANCIAL KEY PERFORMANCE INDICATORS

Membership growth	-The 2018-19 budget was prepared for a 10% growth overall. At the end of 2018-19 financial year, 6% growth was achieved.
Government funding	- A target was set of 28% reliance on government funding. In 2018-19, British Gymnastics received 30% of their total income from government grants and this was an improvement on 31% in the previous year.

This report was approved by the board and signed on its behalf.


.....
J Allen: Executive - CEO
Director

Date: 11 September 2019

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

The Directors present their report and the financial statements for the year ended 31 March 2019.

Directors' responsibilities statement

The Directors are responsible for preparing the Group strategic report, the Directors' report and the consolidated 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Group's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the 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 to 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.

Results

The deficit for the year, after taxation, amounted to £891,487 (2018 - surplus £542,246).

Directors

The Directors who served during the year were:

M Neville: Chair (resigned 14 March 2019)
M W Darcey: Chair (appointed 14 March 2019)
N J Bolton: Independent non-executive
B D Everett MBE: Non executive
A M Marks: Non-executive (appointed 1 December 2018)
A L Pengilly: Non-executive (appointed 1 December 2018)
M Bogdanowicz: Independent non-executive (resigned 18 August 2018)
S J Sutcliffe: Senior Independent non-executive
H A D Marsh: Independent non-executive
D C Watt: Independent non-executive
J Allen: Executive - CEO
M Fulford: Executive - Corporate and Community Services
R Fulford: Executive - Strategy and Commercial Operations
P M Reddin MBE: Executive - Sport

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DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2019

Future developments

In order to achieve its 2017-2021 strategy, British Gymnastics has embarked on major investment programmes involving facility development, coach education, improved customer experience and support for members and clubs. This will involve increased expenditure on staff and resources over this period.

To meet its obligations as a National Governing Body and be compliant with the GDPR, British Gymnastics has changed the way its members data is collected, stored and managed.

Disclosure of information to auditors

Each of the persons who are Directors at the time when this Directors' report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company and the Group's auditors are unaware, and
- the 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 Company and the Group's auditors are aware of that information.

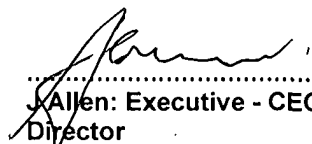
Post balance sheet events

There have been no significant events affecting the Group since the year end.

Auditors

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

This report was approved by the board and signed on its behalf.


.....
J. Allen: Executive - CEO
Director

Date: 11 September 2019

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

Opinion

We have audited the financial statements of The British Amateur Gymnastics Association (the 'parent Company') and its subsidiaries (the 'Group') for the year ended 31 March 2019, which comprise the Group Statement of comprehensive income, the Group and Company Balance sheets, the Group Statement of cash flows, the Group and Company Statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent Company's affairs as at 31 March 2019 and of the Group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE BRITISH AMATEUR GYMNASTICS ASSOCIATION (CONTINUED)

Conclusions relating to going concern

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

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

Other information

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

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

We have nothing to report in this regard.

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

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE BRITISH AMATEUR GYMNASTICS ASSOCIATION (CONTINUED)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Group and the parent Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group strategic report or the Directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement on page 7, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE BRITISH AMATEUR GYMNASTICS ASSOCIATION (CONTINUED)

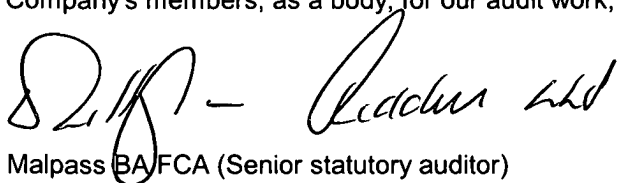
Auditors' responsibilities for the audit of the financial statements

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 Auditors' 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 Auditors' report.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an 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.



Andrew Malpass BAFCA (Senior statutory auditor)

for and on behalf of

Whittingham Riddell LLP

Chartered Accountants
Statutory Auditors

Belmont House
Shrewsbury Business Park
Shrewsbury
Shropshire
SY2 6LG

Date:

12 September 2017

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2019

	Note	2019 £	2018 £
Turnover	4	19,126,221	18,635,289
Cost of sales		(15,738,823)	(14,552,052)
GROSS PROFIT		3,387,398	4,083,237
Administrative expenses		(4,879,762)	(4,193,566)
Exceptional item - insurance	12	-	433,552
Fair value movements of investments		346,875	221,519
OPERATING (LOSS)/PROFIT	5	(1,145,489)	544,742
Gain / (loss) on sale of investments		259,478	-
Interest receivable and similar income	10	50,202	11,844
(LOSS)/PROFIT BEFORE TAXATION		(835,809)	556,586
Tax on (loss)/profit	11	(55,678)	(14,340)
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(891,487)	542,246

There were no recognised gains and losses for 2019 or 2018 other than those included in the consolidated statement of comprehensive income.

The notes on pages 19 to 37 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION

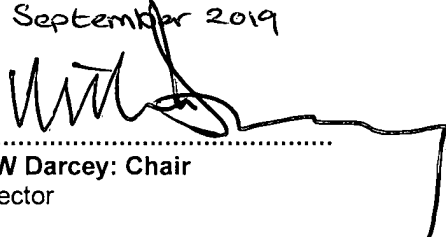
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REGISTERED NUMBER: 01630001

**CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2019**

	Note	2019 £	2018 £
FIXED ASSETS			
Tangible assets	14	459,146	442,945
Investments	15	10,138,611	9,563,683
		<u>10,597,757</u>	<u>10,006,628</u>
CURRENT ASSETS			
Stocks	16	223,294	196,423
Debtors: amounts falling due within one year	17	2,142,394	2,329,017
Cash at bank and in hand	18	3,265,096	4,326,731
		<u>5,630,784</u>	<u>6,852,171</u>
Creditors: amounts falling due within one year	19	(7,779,863)	(7,537,702)
NET CURRENT LIABILITIES		<u>(2,149,079)</u>	<u>(685,531)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8,448,678</u>	<u>9,321,097</u>
Creditors: amounts falling due after more than one year	20	(257,037)	(237,969)
PROVISIONS FOR LIABILITIES			
NET ASSETS EXCLUDING PENSION ASSET		<u>8,191,641</u>	<u>9,083,128</u>
NET ASSETS		<u>8,191,641</u>	<u>9,083,128</u>
CAPITAL AND RESERVES			
Other reserves	22	2,118,000	2,722,355
Profit and loss account	22	6,073,641	6,360,773
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY		<u>8,191,641</u>	<u>9,083,128</u>
		<u>8,191,641</u>	<u>9,083,128</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 11 September 2019


M W Darcey: Chair
Director


J Allen: Executive - CEO
Director

The notes on pages 19 to 37 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 2019**

	Note	2019 £	2018 £
FIXED ASSETS			
Tangible assets	14	452,996	433,720
Investments	15	10,138,609	9,563,683
		<u>10,591,605</u>	<u>9,997,403</u>
CURRENT ASSETS			
Stocks	16	86,226	70,624
Debtors: amounts falling due within one year	17	2,067,851	2,293,151
Cash at bank and in hand	18	2,524,034	3,696,020
		<u>4,678,111</u>	<u>6,059,795</u>
Creditors: amounts falling due within one year	19	(7,606,008)	(7,397,488)
NET CURRENT LIABILITIES		<u>(2,927,897)</u>	<u>(1,337,693)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,663,708</u>	<u>8,659,710</u>
Creditors: amounts falling due after more than one year	20	(257,037)	(237,969)
NET ASSETS EXCLUDING PENSION ASSET		<u>7,406,671</u>	<u>8,421,741</u>
NET ASSETS		<u>7,406,671</u>	<u>8,421,741</u>
CAPITAL AND RESERVES			
Other reserves	22	2,118,000	2,722,355
Profit and loss account	22	5,288,671	5,699,386
		<u>7,406,671</u>	<u>8,421,741</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on
11 September 2019

.....
M W Darcey: Chair
Director

.....
J Allen: Executive - CEO
Director

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2019**

	Reserve for long term projects £	Profit and loss account £	Equity attributable to owners of parent Company £	Total equity £
At 1 April 2017	3,561,000	4,979,882	8,540,882	8,540,882
COMPREHENSIVE INCOME FOR THE YEAR				
Profit for the year	-	542,246	542,246	542,246
Expenditure on long term projects	(838,645)	838,645	-	-
OTHER COMPREHENSIVE INCOME FOR THE YEAR	(838,645)	838,645	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(838,645)	1,380,891	542,246	542,246
TOTAL TRANSACTIONS WITH OWNERS	-	-	-	-
At 1 April 2018	2,722,355	6,360,773	9,083,128	9,083,128
COMPREHENSIVE INCOME FOR THE YEAR				
Loss for the year	-	(891,487)	(891,487)	(891,487)
Expenditure on long term projects	(1,520,895)	1,520,895	-	-
Transfer between reserves	916,540	(916,540)	-	-
OTHER COMPREHENSIVE INCOME FOR THE YEAR	(604,355)	604,355	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(604,355)	(287,132)	(891,487)	(891,487)
TOTAL TRANSACTIONS WITH OWNERS	-	-	-	-
AT 31 MARCH 2019	2,118,000	6,073,641	8,191,641	8,191,641

The notes on pages 19 to 37 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2019**

	Other reserves £	Profit and loss account £	Total equity £
At 1 April 2017	3,561,000	4,374,593	7,935,593
COMPREHENSIVE INCOME FOR THE YEAR			
Profit for the year	-	486,148	486,148
Expenditure on long term projects	(838,645)	838,645	-
Transfer between reserves	-	-	-
At 1 April 2018	2,722,355	5,699,386	8,421,741
COMPREHENSIVE INCOME FOR THE YEAR			
Loss for the year	-	(1,015,070)	(1,015,070)
Expenditure on long term projects	(1,520,895)	1,520,895	-
Transfer between reserves	916,540	(916,540)	-
AT 31 MARCH 2019	2,118,000	5,288,671	7,406,671

The notes on pages 19 to 37 form part of these financial statements.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2019

	2019 £	2018 £
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the financial year	(891,487)	542,246
ADJUSTMENTS FOR:		
Depreciation of tangible assets	234,375	230,749
Interest received	(50,202)	(11,844)
Taxation charge	55,678	14,340
(Increase) in stocks	(26,871)	(54,051)
Decrease/(increase) in debtors	186,623	(742,299)
Increase in creditors	219,941	1,223,103
Net fair value (gains) recognised in P&L	(346,875)	(221,519)
Corporation tax (paid)	(14,390)	(133,114)
P/I on disp investments	(259,478)	-
NET CASH GENERATED FROM OPERATING ACTIVITIES	(892,686)	847,611
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of tangible fixed assets	(250,576)	(270,053)
Sale of tangible fixed assets	-	6,386
Purchase of listed investments	(2,835,410)	-
Sale of listed investments	2,866,835	30,808
Interest received	50,202	11,844
NET CASH FROM INVESTING ACTIVITIES	(168,949)	(221,017)
Other transactions with members	-	-
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(1,061,635)	626,594
Cash and cash equivalents at beginning of year	4,326,731	3,700,137
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	3,265,096	4,326,731
CASH AND CASH EQUIVALENTS AT THE END OF YEAR COMPRISE:		
Cash at bank and in hand	3,265,096	4,326,731
	3,265,096	4,326,731

The notes on pages 19 to 37 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 2019**

1. GENERAL INFORMATION

The company is a private company limited by guarantee and is incorporated in England. The company has a wholly owned subsidiary, Gymnastics Enterprises Limited, the results of which are included in the consolidated financial statements. The address of the registered office is Lilleshall National Sports Centre, Newport, Shropshire, TF10 9AT.

The principal activity is supporting gymnastics in Britain.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The financial statements have been prepared in sterling, which is the functional currency of the entity and rounded to the nearest £1.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies (see note 3).

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of comprehensive income in these financial statements.

The following principal accounting policies have been applied:

2.2 Basis of consolidation

The consolidated financial statements present the results of the Company and its own subsidiaries ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Balance sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated statement of comprehensive income from the date on which control is obtained. They are deconsolidated from the date control ceases

2.3 GOING CONCERN

There are no material uncertainties that exist that would doubt the preparation of these financial statements under the going concern basis.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

2. ACCOUNTING POLICIES (CONTINUED)

2.4 REVENUE

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Group has transferred the significant risks and rewards of ownership to the buyer;
- the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Group will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.5 OPERATING LEASES: THE GROUP AS LESSEE

Rentals paid under operating leases are charged to the Consolidated statement of comprehensive income on a straight line basis over the lease term.

2.6 RESEARCH AND DEVELOPMENT

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

2.7 GOVERNMENT GRANTS

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the Consolidated statement of comprehensive income at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Consolidated statement of comprehensive income in the same period as the related expenditure.

2.8 INTEREST INCOME

Interest income is recognised in the Consolidated statement of comprehensive income using the effective interest method.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

2. ACCOUNTING POLICIES (CONTINUED)

2.9 PENSIONS

Defined contribution pension plan

The Group operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity. Once the contributions have been paid the Group has no further payment obligations.

The contributions are recognised as an expense in the Consolidated statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Group in independently administered funds.

2.10 TAXATION

Tax is recognised in the Consolidated statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company and the Group operate and generate income.

2.11 EXCEPTIONAL ITEMS

Exceptional items are transactions that fall within the ordinary activities of the Group but are presented separately due to their size or incidence.

2.12 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Group adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Group. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

2. ACCOUNTING POLICIES (CONTINUED)

2.12 TANGIBLE FIXED ASSETS (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

The estimated useful lives range as follows:

Plant and machinery	- Between 5 and 10 years
Motor vehicles	- 5 years
Fixtures and fittings	- Between 5 and 10 years
Office equipment	- Between 2 and 4 years
Computer equipment	- Between 2 and 4 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Consolidated statement of comprehensive income.

2.13 VALUATION OF INVESTMENTS

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Group shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Consolidated statement of comprehensive income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

Investments in listed company shares are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in profit or loss for the period.

2.14 STOCKS

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

2.15 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

2. ACCOUNTING POLICIES (CONTINUED)

2.16 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than six months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Consolidated statement of cash flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.

2.17 CREDITORS

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

2. ACCOUNTING POLICIES (CONTINUED)

2.18 FINANCIAL INSTRUMENTS

The Group only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Consolidated statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Group would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**3. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. In the opinion of the directors there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

4.

An analysis of turnover by class of business is as follows:

	2019 £	2018 £
Grants received	5,709,901	5,759,689
Membership	7,900,861	7,482,288
Other	5,515,459	5,393,312
	<u>19,126,221</u>	<u>18,635,289</u>

All turnover arose within the United Kingdom.

5. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging:

	2019 £	2018 £
Research & development charged as an expense	46,055	76,083
Other operating lease rentals	71,143	63,856
	<u>117,198</u>	<u>140,000</u>

6. ANALYSIS OF INCOME AND EXPENDITURE BY FUND PROVIDER

	Grant Income £	Staff Expenditure £	Other Costs £	Total Expenditure £
UK Sport	3,382,628	1,000,750	2,447,707	3,486,736
Sport England	2,187,663	1,151,974	1,035,689	2,187,663
Sport Northern Ireland	139,610	94,516	45,094	139,610
	<u>5,709,901</u>	<u>2,247,240</u>	<u>3,528,490</u>	<u>5,814,009</u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

7. AUDITORS' REMUNERATION

	2019 £	2018 £
Fees payable to the Group's auditor and its associates for the audit of the Group's annual accounts	14,900	14,100
	<u>14,900</u>	<u>14,100</u>
FEES PAYABLE TO THE GROUP'S AUDITOR AND ITS ASSOCIATES IN RESPECT OF:		
The auditing of accounts of associates of the Group pursuant to legislation	3,000	2,825
Preparation of the Group's Corporation tax returns	1,300	1,175
	<u>4,300</u>	<u>4,000</u>

8. EMPLOYEES

Staff costs, including Directors' remuneration, were as follows:

	Group 2019 £	Group 2018 £	Company 2019 £	Company 2018 £
Wages and salaries	6,353,671	5,621,605	6,191,772	5,483,285
Social security costs	700,057	591,128	689,137	581,918
Cost of defined contribution scheme	313,987	285,334	306,555	277,588
	<u>7,367,715</u>	<u>6,498,067</u>	<u>7,187,464</u>	<u>6,342,791</u>

During the year key management received total remuneration and pension contributions of £821,508 (2018: £742,737).

The average monthly number of employees, including the Directors, during the year was as follows:

	Group 2019 No.	Group 2018 No.	Company 2019 No.	Company 2018 No.
	223	197	218	192

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

9. DIRECTORS' REMUNERATION

	2019 £	2018 £
Directors' emoluments	377,668	375,591
Company contributions to defined contribution pension schemes	18,884	32,647
	<u>396,552</u>	<u>408,238</u>

The highest paid Director received remuneration of £130,669 (2018 - £137,755).

10. INTEREST RECEIVABLE

	2019 £	2018 £
Other interest receivable	50,202	11,844
	<u>50,202</u>	<u>11,844</u>

11. TAXATION

	2019 £	2018 £
CORPORATION TAX		
Current tax on profits for the year	55,678	14,340
TOTAL CURRENT TAX	<u>55,678</u>	<u>14,340</u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

11. TAXATION (CONTINUED)

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The tax assessed for the year is lower than (2018 - lower than) the standard rate of corporation tax in the UK of 19% (2018 - 19%). The differences are explained below:

	2019 £	2018 £
Profit on ordinary activities before tax	<u>(835,809)</u>	<u>556,586</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	-	105,751
EFFECTS OF:		
Capital allowances for year in excess of depreciation	(8,877)	36,067
Non-taxable income	262,550	(63,419)
Other differences leading to an increase (decrease) in the tax charge	<u>(197,995)</u>	<u>(64,059)</u>
TOTAL TAX CHARGE FOR THE YEAR	<u>55,678</u>	<u>14,340</u>

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

At Summer Budget 2015, the government announced legislation setting the Corporation Tax main rate at 19% (effective 1 April 2017) and 18% (effective 1 April 2020). At Budget 2016, the government announced a further reduction to the Corporation Tax main rate to 17% (effective 1 April 2020) and this rate was substantively enacted on 6 September 2016. This will reduce the company's future current tax charge accordingly.

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

12. EXCEPTIONAL ITEMS

	2019 £	2018 £
Insurance receipt	-	1,032,500
Legal costs incurred	-	(598,948)
	<u>-</u>	<u>433,552</u>

The exceptional item in the prior year relates to legal costs and the recovery of legal costs associated with the claim submitted by an athlete, following a serious accident in September 2013. The claim was reported in last year's financial statements and the case has now been settled. The reimbursement also includes an amount for costs incurred in the 2016 year. All legal costs incurred for this case have been recovered.

13. PARENT COMPANY SURPLUS FOR THE YEAR

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of comprehensive income in these financial statements. The deficit after tax of the parent Company for the year was £1,015,070 (2018 - surplus £486,148).

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

14. TANGIBLE FIXED ASSETS

Group

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Other fixed assets £	Total £
COST						
At 1 April 2018	1,230,602	15,376	170,642	603,002	276,190	2,295,812
Additions	150,287	-	9,365	84,629	6,295	250,576
Disposals	(3,420)	-	-	(1,484)	-	(4,904)
At 31 March 2019	1,377,469	15,376	180,007	686,147	282,485	2,541,484
DEPRECIATION						
At 1 April 2018	907,424	6,151	169,100	512,949	257,243	1,852,867
Charge for the year on owned assets	124,336	3,075	2,821	87,308	16,835	234,375
Disposals	(3,420)	-	-	(1,484)	-	(4,904)
At 31 March 2019	1,028,340	9,226	171,921	598,773	274,078	2,082,338
NET BOOK VALUE						
At 31 March 2019	349,129	6,150	8,086	87,374	8,407	459,146
At 31 March 2018	323,178	9,225	1,542	90,053	18,947	442,945

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

14. TANGIBLE FIXED ASSETS (CONTINUED)

Company

	Plant and machinery £	Fixtures and fittings £	Office equipment £	Other fixed assets £	Total £
COST					
At 1 April 2018	1,230,602	19,717	603,002	276,190	2,129,511
Additions	150,287	9,365	84,629	6,295	250,576
Disposals	(3,420)	-	(1,484)	-	(4,904)
At 31 March 2019	1,377,469	29,082	686,147	282,485	2,375,183
DEPRECIATION					
At 1 April 2018	907,424	18,175	512,949	257,243	1,695,791
Charge for the year on owned assets	124,336	2,821	87,308	16,835	231,300
Disposals	(3,420)	-	(1,484)	-	(4,904)
At 31 March 2019	1,028,340	20,996	598,773	274,078	1,922,187
NET BOOK VALUE					
At 31 March 2019	349,129	8,086	87,374	8,407	452,996
At 31 March 2018	323,178	1,542	90,053	18,947	433,720

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

15. FIXED ASSET INVESTMENTS

Group

	Listed investments £
COST OR VALUATION	
At 1 April 2018	9,563,683
Additions	2,835,410
Disposals	(2,607,357)
Revaluations	346,875
At 31 March 2019	<u>10,138,611</u>

Company

	Listed investments £
COST OR VALUATION	
At 1 April 2018	9,563,683
Additions	2,835,410
Disposals	(2,607,357)
Revaluations	346,875
At 31 March 2019	<u>10,138,611</u>

THE BRITISH AMATEUR GYMNASTICS ASSOCIATION
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

15. FIXED ASSET INVESTMENTS (CONTINUED)

15. INVESTMENT SPLIT

	2019 £	2018 £
Cash		
Cash bfw	246,657	1,677,463
Portfolio charges	(31,429)	(30,806)
Net transfer	-	(1,400,000)
	<hr/> 215,228	<hr/> 246,657
Shares		
Shares bfw	9,317,025	7,695,506
Share transfer	-	1,400,000
Revaluation/gain	606,359	221,519
	<hr/> 9,923,384	<hr/> 9,317,025

SUBSIDIARY UNDERTAKING

The following was a subsidiary undertaking of the Company:

Name	Registered office	Class of shares	Holding
Gymnastics Enterprises Limited	Lilleshall National Sports Centre, Newport, Shropshire. TF10 9NB	Ordinary	100%

The aggregate of the share capital and reserves as at 31 March 2019 and the profit or loss for the year ended on that date for the subsidiary undertaking were as follows:

Name	Aggregate of share capital and reserves	Profit/(Loss)
Gymnastics Enterprises Limited	784,972	123,583

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16. STOCKS

	Group 2019 £	Group 2018 £	Company 2019 £	Company 2018 £
Finished goods and goods for resale	223,294	196,423	86,226	70,624
	223,294	196,423	86,226	70,624

Stock recognised in cost of sales during the year as an expense was £548,341 (2018: £573,656).

The stock provision in the year was £50,536 (2018: £33,738).

17. DEBTORS

	Group 2019 £	Group 2018 £	Company 2019 £	Company 2018 £
Trade debtors	666,457	749,807	636,471	717,747
Other debtors	40,719	3,437	40,723	3,399
Prepayments and accrued income	1,435,218	1,575,773	1,390,657	1,572,003
	2,142,394	2,329,017	2,067,851	2,293,149

18. CASH AND CASH EQUIVALENTS

	Group 2019 £	Group 2018 £	Company 2019 £	Company 2018 £
Cash at bank and in hand	3,265,096	4,326,731	2,524,034	3,696,020
	3,265,096	4,326,731	2,524,034	3,696,020

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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19. CREDITORS: Amounts falling due within one year

	Group 2019 £	<i>Group 2018 £</i>	Company 2019 £	<i>Company 2018 £</i>
Trade creditors	1,438,122	1,607,189	1,344,991	1,541,176
Amounts owed to group undertakings	-	-	44,778	3,878
Corporation tax	57,951	16,663	29,701	4,556
Other taxation and social security	336,940	304,868	295,711	262,296
Other creditors	53,936	178,324	53,936	178,324
Accruals and deferred income	5,892,914	5,430,658	5,836,891	5,407,258
	<u>7,779,863</u>	<u>7,537,702</u>	<u>7,606,008</u>	<u>7,397,488</u>

There is an intercompany guarantee in place between The British Amateur Gymnastics Association and Gymnastics Enterprises Limited. This guarantee can only be exercised by the Association's bank.

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

	Group 2019 £	<i>Group 2018 £</i>	Company 2019 £	<i>Company 2018 £</i>
Other creditors	257,037	237,969	257,037	237,969
	<u>257,037</u>	<u>237,969</u>	<u>257,037</u>	<u>237,969</u>

The other creditors greater than one year relates to grant funded assets that are being amortised over the life of the asset.

There are no amounts payable more than five years after balance sheet dates that have interest attached to them.

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**NOTES TO THE FINANCIAL STATEMENTS
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21. FINANCIAL INSTRUMENTS

	Group 2019 £	Group 2018 £	Company 2019 £	Company 2018 £
FINANCIAL ASSETS				
Financial assets measured at fair value through profit or loss	3,265,096	4,326,731	2,524,034	3,696,020
Financial assets that are debt instruments measured at amortised cost	908,192	980,174	878,206	948,076
	<u>4,173,288</u>	<u>5,306,905</u>	<u>3,402,240</u>	<u>4,644,096</u>
FINANCIAL LIABILITIES				
Financial liabilities measured at amortised cost	(2,126,331)	(2,525,078)	(2,021,811)	(2,439,283)

Financial assets measured at fair value through profit or loss comprise cash at bank and in hand.

Financial assets measured at amortised cost comprise trade debtors, other debtors and accrued income.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

22. RESERVES

Other reserves

During the year expenditure on long term projects totalled £1,520,895 (2018: £838,645) which has been transferred from the profit and loss account. A transfer was also made from the profit and loss reserve to this reserve totaling £915,540 (2018: £nil).

The balance of other reserves of £2,118,000 has been identified as the amount required to fund the investment projects approved by the Board in March 2019 for investment into the development of the sport to the end of the financial year 2020/21.

Profit and loss account

The movement in the profit and loss account reserve represents the profit generated during the year.

23. 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. At 31 December 2018 there were 8,755 members (2017: 7,728 members).

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24. COMMITMENTS UNDER OPERATING LEASES

At 31 March 2019 the Group and the Company had future minimum lease payments under non-cancellable operating leases as follows:

	Group 2019 £	<i>Group 2018 £</i>	Company 2019 £	<i>Company 2018 £</i>
Not later than 1 year	256,704	252,004	229,108	224,408
Later than 1 year and not later than 5 years	263,042	462,366	207,850	407,174
	519,746	714,370	436,958	631,582
	Group 2019 £	<i>Group 2018 £</i>	Company 2019 £	<i>Company 2018 £</i>
Not later than 1 year	168,496	121,317	165,716	118,537
Later than 1 year and not later than 5 years	158,238	97,645	158,238	97,645
	326,734	218,962	323,954	216,182

25. RELATED PARTY TRANSACTIONS

Two directors of The British Amateur Gymnastics Association are also Trustees of British Gymnastics Foundation during the year. The British Amateur Gymnastics Association charged the British Gymnastics Foundation £213,376 (2018: £82,000) for management fees and other recharges during the year. There was a debtor balance outstanding at year end of £88,126 (2018: Nil).

Gymnastics Enterprises Limited, the wholly owned subsidiary of The British Amateur Gymnastics Association, donated £150,763 (2018: £162,295) to British Gymnastics Foundation during the year. There were no outstanding balances at the year end.

Two directors of The British Amateur Gymnastics Association are also members of the Federation Internationale de Gymnastique Authorities, one as an executive member and the other as a member of the Marketing Commission.

British gymnastics received £18,988 during the year (2018: £109,000) and made payments of £271,445 (2018: £116,000). There were no outstanding balances at the year end (2018: nil)