

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

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)

(A company limited by guarantee)

COMPANY INFORMATION

Directors

Helen Phillips MBE, Non-Executive Director - President
Mike Darcey, Non-Executive Director - Chair
Danusia Francis-Reid, Non-Executive Director (appointed 13 June 2022)
Joanna Madyarchyk, Non-Executive Director
Alastair Mark, Non-Executive Director
Howard Marsh, Non-Executive Director
Adam Pengilly, Non-Executive Director
Tracey Singlehurst-Ward, Non-Executive Director
Gary Tolometti, Non-Executive Director
Sarah Powell, Chief Executive Officer
Gareth Harvey, Executive Director
Andrew Tombs, Executive Director (appointed 4 April 2022)
Ryan Fulford, Executive Director (resigned 3 June 2022)

Registered number

01630001

Registered office

Llilleshall National Sports Centre
Newport
Shropshire
TF10 9AT

Independent auditors

WR Partners
Chartered Accountants & Statutory Auditors
Belmont House
Shrewsbury Business Park
Shrewsbury
Shropshire
SY2 6LG

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2023**

Introduction

The Directors present their Strategic Report on the group for the year ended 31 March 2023.

Business review

The Board of British Gymnastics (BG) is committed to the highest standards of 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 attendance record below. In addition, all Board Committees met and operated within their terms of reference, reporting their activities to the Board.

	Board Meetings	Strategy Meeting	Audit & Risk Committee	Safeguarding & Welfare Committee	Investment Committee	Nominations Committee	Remuneration Committee
Helen Phillips, President	3/4	0/1		4/4		1/1	
Mike Darcey, Chair	4/4	1/1			2/2	1/1	1/1
Howard Marsh, Non-Executive Director	3/4	1/1	2/2	4/4	2/2	1/1	2/1
Adam Pengilly, Non-Executive Director	4/4	1/1	2/2				
Alastair Marks, Non-Executive Director	2/4	0/1			2/2		
Joanna Madyarchyk, Non-Executive Director	4/4	1/1	2/2	4/4			
Gary Tolometti, Non-Executive Director	4/4	1/1		3/4	2/2		
Tracey Singlehurst Ward	4/4	1/1	2/2	4/4			1/1
Danusia Francis (appointed 13th June 2022)	3/3	1/1					
Sarah Powell, CEO	4/4	1/1	2/2	3/4		1/1	2/1
Gareth Harvey, Executive Director	4/4	1/1	2/2		2/2		2/1
Andy Tombs, Executive Director (appointed 04/04/22)	4/4	1/1		2/4			

In November 2022, BG appointed a new role of Head of Corporate Governance who is responsible for assuring BG's compliance with the Code for Sports Governance. This includes new requirements relating to diversity and inclusion, welfare and safety, people planning, environmental social governance and the implementation of good governance standards across the organisation and the wider gymnastics community.

BG submitted evidence to UK and Sport England the new Code requirements at the end of April 2023 and has been advised that compliance has been achieved (excluding actions relating to diversity and inclusion that are not due for submission until March 2024). As part of BG's broader commitment to having a positive societal impact, an Environmental & Social Governance (ESG) Group has been established that will seek to understand the actual and potential risks, impacts and opportunities associated with BG activities and oversee the development and implementation of a strategically aligned ESG plan.

To ensure that all BG policies remain relevant, a Policy Register and review schedule is presented to the Board at each meeting. BG has also implemented a new policy framework, to support continuous improvement in the development, implementation, monitoring and review of policies.

The Leap Group (formerly the Operations group) brings together Directors and Heads of Department with the aim of galvanising a collective direction across the organisation and ensuring a meaningful and practical connection to BG's strategic plan and values.

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Overview

A message from our CEO:

As BG members, you are all an important part of the BG community and contribute to the success of the sport and the work we are doing to improve it.

When I joined BG, the sport was in the middle of the Whyte Review, and there was a shared sense of responsibility for the concerns being raised and our collective failures. This could be felt at all levels of the organisation because of the genuine care for and commitment for gymnastics and for our members that exists within everyone at BG. Now, I am starting to see the reforms being put in place and the confidence and passion returning. We are at the beginning of our reform journey, and I am fully aware that meaningful change takes time, but we will not shy away from the challenges we face, and we will be relentless in our commitment to everyone being safe and welcome, as we deliver an uplifting experience for all.

This starts by really listening to people's first-hand accounts, those of gymnasts, parents, club owners or coaches. While some of these stories and experiences may be hard to hear, what underlies them all is a deep love for the sport. It is that which will unite us and enable us to deliver a gymnastics experience of which we can all be proud.

I have been able to visit many clubs in the last year, right across the country, and have never failed to be impressed by the dedication and commitment shown by all involved in supporting the clubs' owners, coaches and many volunteers who enable the clubs to thrive. From navigating the challenges of the pandemic, to the training and educating of coaches and the continual drive to provide the best experiences possible, we are lucky and grateful to have such dedicated members.

The past 12 months have also seen us complete an ambitious full competition programme, including creating special memories from a home World Artistic Championships, and it has been incredible to see everyone back in full swing following the full lifting of the restrictions of the pandemic. The performances across all disciplines have been an absolute pleasure to witness, with the camaraderie and joy of performing clear to see. Congratulations to each and every one of you who has represented Great Britain, an achievement for you and those close to you to be extremely proud of.

Sarah Powell,
British Gymnastics

To view our full Membership Annual review 2022/2023 on our website our via this link:

www.british-gymnastics.org/articles/gymnastics-uplifted-british-gymnastics-membership-review-2022-2023

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Our vision at a glance

A significant moment for the future of our sport came earlier this year with the launch of 'Leap Without Limits', setting out our united vision for gymnastics in the UK to deliver an uplifting gymnastics experience for all.

Through the 'Shape Our Future' workshops and surveys, it's a vision that has been shaped by you, the gymnastics community, and it is a vision for you. It's made up of three key elements:

'Uplifting' – to represent the many physical and mental health benefits of gymnastics, and the enjoyment it brings.

'Experience' – making positive experiences for everyone central to everything we all do, including the way we involve and treat people and how we deliver gymnastics.

'For All' – for everyone in gymnastics no matter how you are involved, and ensuring gymnastics is welcoming for people who haven't been involved in the past.

Never have all of the governing bodies across our home nations of England, Northern Ireland, Scotland and Wales come together with the sole aim of creating a bright future for our sport with you, the gymnastics community, at the heart of everything we do.

The new vision is supported by a clear purpose so that together we ensure gymnastics is enjoyable, safe and open to everyone, and three shared values that we want every aspect of gymnastics to reflect and embody – inclusive, supportive and aspirational.

You can access the full Leap Without Limits document which outlines how we will be making the new vision a reality here: (

<https://www.british-gymnastics.org/vision>)

WATCH: Our vision is so much more than simply words on a page, and you can see it brought to life by watching our Leap Without Limits video here, featuring members of our community across England, Scotland, Northern Ireland and Wales (

<https://youtu.be/-ioAF7bkzBE>)

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Reform '25 - Reset, refocus and rebalance.

BG is committed to meaningful change. We know there are challenges and, while change won't happen overnight, we will ensure it happens for the long term by working collaboratively with you, our members.

We have to acknowledge and learn from the past, and by doing so are making steady progress towards a brighter future with Reform '25 – our two-year comprehensive programme of transformational activity which prioritises the safety and wellbeing of everyone involved in the sport.

With our initial focus on improving our internal systems now well underway, the next 12 months will begin to see those changes rolled out to involve, and benefit, our members. We appreciate your patience as we work towards this and achieve our collective goal of a safe and fair sport for all.

Following your feedback, we've added an additional action to our Reform '25 plan - focusing on listening to the parent voice and building it into our thinking, plans and actions.

We remain on track to deliver what is a comprehensive programme of transformational activity up to 2025. Of the initial 40 actions included in the plan, 11 have now been completed including:

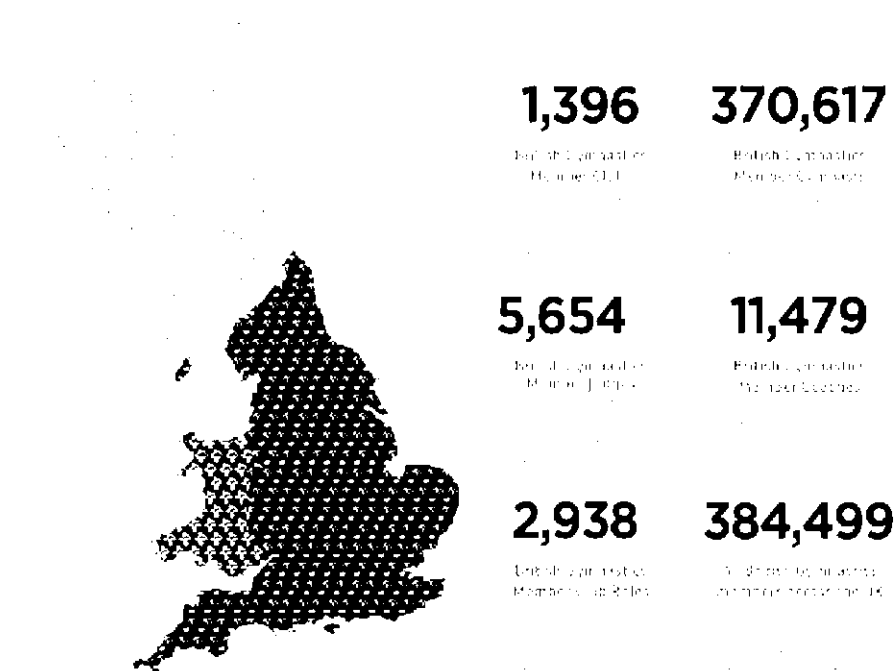
- Refocusing on the joy our sport can provide with the launch of our new vision for gymnastics
- Creation of new advisory groups representing gymnasts, coaches, and clubs to help us listen better to our members
- Prioritising safety and wellbeing of members with significant increases in staffing and resource in Welfare, Safeguarding and Complaints
- Driving change with the appointment of key leadership roles in Education, Welfare & Safe Sport, and Performance

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

A huge thank you!

We wanted to take a moment to give a special mention to our dedicated workforce of coaches, club owners, judges, technical officials and safeguarding officers – all supported by an amazing army of parents and other volunteers working tirelessly behind the scenes. We are grateful to each and every person who makes up the broader gymnastics family for everything you do for the sport. After being hard hit by the pandemic, we could not be prouder of our clubs and members who have worked so hard to get the sport back up and running again. As our gymnastics family continues to grow and thrive, we wanted to share a snapshot of just what that looks like in numbers. We hope you are proud to be part of the BG family, one of the largest membership communities in UK sport:



Figures for England also include Channel Islands, Isle of Man and Gibraltar. Club Roles are based on having one of the following active clublinks: 'Secretary', 'Treasurer', 'Welfare Officer', 'Membership Admin', 'Club Secretary', 'Child Protection Coordinator'

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Financials

During the year BG undertook a review of its operations and structure. This resulted in a significant restructuring taking place in September 2022 which led to a circa 40 headcount reduction representing a minimum of £1.1M cost reduction per annum. This was a difficult decision impacting all areas of the organisation but enabled a fit for purpose structure to be implemented.

Continued cost reduction exercises and controls remain in place ensuring spend is only incurred on areas supporting the strategic vision of BG. As well as effective cost controls, BG also re-evaluated its VAT structure. Working with our tax advisors and third parties we managed to recover £650K in backdated VAT and ensure the most efficient tax structure is in place.

BG made a pre tax loss of £2.9M compared to last year's loss of £4.1M. Costs have been tightly controlled and operational savings have been generated where possible to minimise the need to pass on inflationary and cost of living increases. The planned loss for the year is funded by free cashflow and its managed investment portfolio. This has been a challenge given the economic impacts due to Russia's War in Ukraine, the cost-of-living crisis and rising inflation. 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 2023 the market value of the investment portfolio was £3.2m. During the year the portfolio dropped in value by £434K which is all attributable to the economic slowdown and War in Ukraine.

Club Capital has continued to grow and by the end of the financial year had helped 22 clubs secure access to low interest rate loans with total loans issued amounting to £2.9M benefiting 18,317 members. As part of its impairment review, it became necessary to write down the recoverable grant made to Club Capital by £837K. Although club default rates remain within forecast the economic crisis has severely impacted any growth in free cash the fund held.

Costs incurred to support the work under Reform 25 and ongoing independent investigations amounted to £764K during the year.

These costs are forecast to reduce next year. In the main, this is related to third party legal and related consultancy charges.

The impact of the Pandemic continued into 2022, with membership income being 94% of pre COVID-19 levels. Other income streams in the main have now recovered back to pre COVID-19 levels with the exception of our commercial shop revenue which remains significantly below these levels.

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 going forward.

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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Principal risks and uncertainties

Effective risk management processes are essential in ensuring the ongoing success of the organisation. The principal risks and controls are reviewed at each Board meeting. The key strategic risks are as follows:

Safeguarding and wellbeing

Safeguarding continues to be a priority for BG as well as supporting the wellbeing of our members. The implementation of Reform 25 is well underway, with action plans, agreed timelines and assigned responsibilities. The Reform '25 Oversight Board is in place to monitor and reflect on progress and reflect and regular review meetings take place with UK Sport and Sport England. This incorporates a variety of new and updated policies and procedures. BG has appointed Geraldine Costello as Director for Welfare and Safe Sport, who joined BG in June 2023.

Financial

Due to the increased cost across our operating base, the cost-of-living crisis and War in Ukraine, it was necessary to pass some of the costs onto our members with fee increases. A commercial strategy has been approved and BG continues to secure new sponsors and activate new commercial opportunities. Good relationships continue to be maintained with our funding partners.

Maintenance and growth of membership

BG membership proposition needs to meet the needs of clubs as well as members. Some clubs are dual registering which is in contravention of BG rules. This could lead to a fall in membership, loss of talent and potential insurance conflicts. A dual membership policy has been developed and improvements in customer support are being driven by insight from across the gymnastics community. BG is reinvesting in our IT platforms and systems to ensure the organisation is fit for purpose and offers members excellent user experience.

Data Protection

BG, like all organisations face significant data protection risks, particularly relating to an increase in cybercrime including phishing emails, which have the potential to cause major disruption. BG continues to improve its cybersecurity position and has revised business continuity plans to ensure effective recovery in the event of a significant security incident. BG has made improvements to our policy and IT architecture, increased compliance team capacity and continues to upskill staff to ensure data is appropriately handled and protected.

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GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Financial key performance indicators

Membership recovery - membership numbers is closely monitored by the Board. For the membership year 2022/2023, membership ended at 94% of pre-COVID 19 levels, slightly ahead of forecast.

Profit and loss reserve account – close monitoring of our closing reserves and overall net balance sheet position with regular reporting to the Board. For the year ended 31st March 2023 the closing balance sheet position for the group was positive £306K compared to £3.109M in 2022.

Cash and cash equivalents is the key metric measured by the Board. Detailed monthly and medium term cashflow forecasts are presented and reviewed ensuring sufficient funds are available to meet current liabilities and operational costs.

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

.....
Mike Darcey, Non-Executive Director - Chair

Date: 31 October 2023

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2023

The Directors present their report and the financial statements for the year ended 31 March 2023.

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 £2,803,455 (2022 - deficit £4,171,754).

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Directors

The Directors who served during the year were:

Helen Phillips MBE, Non-Executive Director - President
Mike Darcey, Non-Executive Director - Chair
Danusia Francis-Reid, Non-Executive Director (appointed 13 June 2022)
Joanna Madyarchyk, Non-Executive Director
Alastair Mark, Non-Executive Director
Howard Marsh, Non-Executive Director
Adam Pengilly, Non-Executive Director
Tracey Singlehurst-Ward, Non-Executive Director
Gary Tolometti, Non-Executive Director
Sarah Powell, Chief Executive Officer
Gareth Harvey, Executive Director
Andrew Tombs, Executive Director (appointed 4 April 2022)
Ryan Fulford, Executive Director (resigned 3 June 2022)

Future developments

In order to achieve its strategy, BG 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.

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 that would impact these financial statements.

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

Auditors

The auditors, WR Partners, 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.

.....
Mike Darcey, Non-Executive Director - Chair

Date: 31 October 2023

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

Opinion

We have audited the financial statements of British Amateur Gymnastics Association (The) (the 'parent Company') and its subsidiaries (the 'Group') for the year ended 31 March 2023, 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 2023 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

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

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' report thereon. The Directors are responsible for the other information contained within the Annual Report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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.

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

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement set out on page 9, 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.

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 Group financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The audit team obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and the Group and determined that the most significant are those that relate to the reporting framework (FRS102 and the Companies Act 2006), the relevant tax compliance regulations, employment law, Health and Safety Regulations and the EU General Data Protection Regulation (GDPR).

We understood how the Company and the Group are complying with these frameworks by making enquiries of management and those responsible for legal and compliance procedures. We also reviewed board minutes to identify any recorded instances of irregularity or non compliance that might have a material impact on the financial statements.

We assessed the susceptibility of the Company and Group's financial statements to material misstatement, including how fraud might occur by meeting with key management to understand where they considered there was susceptibility to fraud. Based on our understanding our procedures involved enquiries of management and those charged with governance, manual journal entry testing, cashbook reviews for large and unusual items and the challenge of significant accounting estimates used in preparing the 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.

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

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 BA FCA (Senior statutory auditor)

for and on behalf of

WR Partners

Chartered Accountants

Statutory Auditors

Belmont House

Shrewsbury Business Park

Shrewsbury

Shropshire

SY2 6LG

Date: 31 October 2023

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2023

	Note	2023 £	2022 £
Turnover	4	18,616,261	15,185,933
Cost of sales		<u>(14,916,297)</u>	<u>(12,108,245)</u>
Gross profit		3,699,964	3,077,688
Administrative expenses		(6,727,605)	(4,699,563)
Exceptional items		-	(2,515,745)
Other operating income	5	521,174	97,088
Fair value movements on investments		<u>(553,457)</u>	<u>(285,809)</u>
Operating loss	6	(3,059,924)	(4,326,341)
Gain on sale of investments		129,332	256,667
Interest receivable and similar income	11	<u>19,591</u>	<u>3,628</u>
Loss before taxation		(2,911,001)	(4,066,046)
Tax on loss	12	<u>107,546</u>	<u>(105,708)</u>
Loss for the financial year		<u>(2,803,455)</u>	<u>(4,171,754)</u>
Loss for the year attributable to:			
Owners of the parent Company		<u>(2,803,455)</u>	(4,171,754)
		<u>(2,803,455)</u>	<u>(4,171,754)</u>

There were no recognised gains and losses for 2023 or 2022 other than those included in the consolidated statement of comprehensive income.

There was no other comprehensive income for 2023 (2022:£NIL).

The notes on pages 23 to 44 form part of these financial statements.

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)**(A company limited by guarantee)****REGISTERED NUMBER: 01630001****CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2023**

	Note	2023 £	2022 £
Fixed assets			
Intangible assets	15	842,921	1,082,055
Tangible assets	16	325,242	533,878
Investments	17	4,388,177	7,658,609
		<u>5,556,340</u>	<u>9,274,542</u>
Current assets			
Stocks	18	456,710	575,925
Debtors: amounts falling due within one year	19	2,048,751	1,657,591
Cash at bank and in hand	20	3,574,540	2,537,853
		<u>6,080,001</u>	<u>4,771,369</u>
Creditors: amounts falling due within one year	21	(9,467,551)	(8,409,450)
Net current liabilities		<u>(3,387,550)</u>	<u>(3,638,081)</u>
Total assets less current liabilities		<u>2,168,790</u>	<u>5,636,461</u>
Creditors: amounts falling due after more than one year	22	(1,863,074)	(2,527,290)
Net assets		<u>305,716</u>	<u>3,109,171</u>
Capital and reserves			
Other reserves	24	-	3,400,000
Profit and loss account	24	305,716	(290,829)
		<u>305,716</u>	<u>3,109,171</u>

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

.....
Mike Darcey, Non-Executive Director - Chair

.....
Sarah Powell, Chief Executive Officer

Date: 31 October 2023

The notes on pages 23 to 44 form part of these financial statements.

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)

(A company limited by guarantee)

REGISTERED NUMBER: 01630001

**COMPANY BALANCE SHEET
AS AT 31 MARCH 2023**

	Note	2023 £	2022 £
Fixed assets			
Intangible assets	15	768,221	979,899
Tangible assets	16	324,680	530,372
Investments	17	4,388,179	7,658,611
		<u>5,481,080</u>	<u>9,168,882</u>
Current assets			
Stocks	18	38,835	40,819
Debtors: amounts falling due within one year	19	2,029,103	2,614,041
Cash at bank and in hand	20	3,555,448	2,522,442
		<u>5,623,386</u>	<u>5,177,302</u>
Creditors: amounts falling due within one year	21	(9,370,829)	(8,200,139)
Net current liabilities		<u>(3,747,443)</u>	<u>(3,022,837)</u>
Total assets less current liabilities		<u>1,733,637</u>	<u>6,146,045</u>
Creditors: amounts falling due after more than one year	22	(1,863,074)	(2,527,290)
Net (liabilities)/assets		<u><u>(129,437)</u></u>	<u><u>3,618,755</u></u>
Capital and reserves			
Other reserves	24	-	3,400,000
Profit and loss account	24	(129,437)	218,755
		<u><u>(129,437)</u></u>	<u><u>3,618,755</u></u>

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

.....
Mike Darcey, Non-Executive Director - Chair

.....
Sarah Powell, Chief Executive Officer

Date: 31 October 2023

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

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2023**

	Reserve for long term projects £	Profit and loss account £	Total equity £
At 1 April 2021	3,400,000	3,880,925	7,280,925
Comprehensive income for the year			
Loss for the year	-	(4,171,754)	(4,171,754)
Total comprehensive income for the year	-	(4,171,754)	(4,171,754)
At 1 April 2022	3,400,000	(290,829)	3,109,171
Comprehensive income for the year			
Loss for the year	-	(2,803,455)	(2,803,455)
Transfer between reserves	(3,400,000)	3,400,000	-
Total comprehensive income for the year	(3,400,000)	596,545	(2,803,455)
At 31 March 2023	-	305,716	305,716

The notes on pages 23 to 44 form part of these financial statements.

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

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2023**

	Reserve for long term projects £	Profit and loss account £	Total equity £
At 1 April 2021	3,400,000	3,923,087	7,323,087
Comprehensive income for the year			
Loss for the year	-	(3,704,332)	(3,704,332)
Total comprehensive income for the year	-	(3,704,332)	(3,704,332)
At 1 April 2022	3,400,000	218,755	3,618,755
Comprehensive income for the year			
Loss for the year	-	(3,748,192)	(3,748,192)
Transfer between reserves	(3,400,000)	3,400,000	-
Total comprehensive income for the year	(3,400,000)	(348,192)	(3,748,192)
At 31 March 2023	-	(129,437)	(129,437)

The notes on pages 23 to 44 form part of these financial statements.

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

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2023

	2023 £	2022 £
Cash flows from operating activities		
Loss for the financial year	(2,803,455)	(4,171,754)
Adjustments for:		
Amortisation of intangible assets	272,415	16,942
Depreciation of tangible assets	260,274	259,663
Loss on disposal of tangible assets	-	(2,645)
Interest received	(19,591)	(3,628)
Taxation charge	(107,546)	105,708
Decrease/(increase) in stocks	119,215	(446,201)
(Increase) in debtors	(285,452)	(281,775)
Increase in creditors	834,764	1,111,909
Net fair value losses recognised in P&L	553,457	285,809
Corporation tax (paid)	(105,708)	(468)
Gain on sale of investments	(129,332)	(256,667)
Net cash generated from operating activities	(1,410,959)	(3,383,107)
Cash flows from investing activities		
Purchase of intangible fixed assets	(33,281)	(66,900)
Purchase of tangible fixed assets	(51,638)	(181,673)
Sale of tangible fixed assets	-	7,531
Purchase of listed investments	(88,731)	-
Sale of listed investments	2,097,756	3,026,485
Interest received	19,591	3,628
Impairment of unlisted investments	837,282	-
Net cash from investing activities	2,780,979	2,789,071

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

CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

	2023 £	2022 £
Cash flows from financing activities		
New secured loans	-	2,500,000
Repayment of loans	(333,333)	-
Net cash used in financing activities	(333,333)	2,500,000
Net increase in cash and cash equivalents	1,036,687	1,905,964
Cash and cash equivalents at beginning of year	2,537,853	631,889
Cash and cash equivalents at the end of year	<u>3,574,540</u>	<u>2,537,853</u>
Cash and cash equivalents at the end of year comprise:		
Cash at bank and in hand	3,574,540	2,537,853
	<u>3,574,540</u>	<u>2,537,853</u>

The notes on pages 23 to 44 form part of these financial statements.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

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 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

The Group has net current liabilities of £3,387,550 (2022: £3,638,081). The Group also holds listed investments totalling £3,225,459 (2022: £5,658,609) which could be liquidated if required to support the going concern status of the Group.

After making enquiries, the Directors have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Financial resources include the investment portfolio which can be drawn upon if the need arises. The Group therefore continues to adopt the going concern basis in preparing its financial statements.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

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 profit or loss 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 profit or loss 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 profit or loss using the effective interest method.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

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 profit or loss 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 profit or loss 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 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

The estimated useful lives range as follows:

Development expenditure	-	10	years
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BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

2. Accounting policies (continued)

2.13 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.

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
Assets under construction	- 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 profit or loss.

2.14 Impairment of fixed assets and goodwill

Assets that are subject to depreciation or amortisation are assessed at each balance sheet date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset (or cash-generating unit to which the asset has been allocated) is tested for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs). Non-financial assets that have been previously impaired are reviewed at each balance sheet date to assess whether there is any indication that the impairment losses recognised in prior periods may no longer exist or may have decreased.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

2. Accounting policies (continued)

2.15 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.

2.16 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.

2.17 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.

2.18 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.

2.19 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.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

2. Accounting policies (continued)

2.20 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 ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

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.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies.

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. The 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 are addressed below.

Valuation of Intangible Fixed Assets

Intangible fixed assets relate to development expenditure and are held at cost less impairment. No amortisation has been applied to the development expenditure as the assets are still within the development phase.

Management perform an internal assessment of the carrying value of intangible fixed assets and consider whether any indicators of impairment are present. No impairment requirement has been identified in the year ended 31 March 2023. The carrying value of intangible fixed assets for the Group is £842,921 (2022: £1,082,055) of which £809,640 (2022: £979,899) relates to development expenditure.

4. Turnover

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

	2023 £	2022 £
Grants received	5,491,057	5,243,916
Membership	8,532,357	6,726,472
Other	4,592,847	3,215,545
	<u>18,616,261</u>	<u>15,185,933</u>

All turnover arose within the United Kingdom.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

5. Other operating income

	2023 £	2022 £
Other operating income	521,174	-
Government grants receivable	-	50,710
Insurance claims receivable	-	46,378
	<u>521,174</u>	<u>97,088</u>

6. Operating profit/loss

The operating profit/loss is stated after charging:

	2023 £	2022 £
Depreciation and amortisation	353,097	93,370
Other operating lease rentals	<u>11,401</u>	<u>23,449</u>

7. Analysis of income and expenditure by fund provider

	Grant Income £	Staff Expenditure £	Other Costs £	Total Expenditure £
UK Sport	3,513,919	1,057,247	2,138,433	3,195,680
Sport England	2,019,931	1,024,502	697,560	1,722,062
Sport Northern Ireland	103,280	89,117	14,163	103,280
	<u>5,637,130</u>	<u>2,170,866</u>	<u>2,850,156</u>	<u>5,021,022</u>

8. Auditors' remuneration

During the year, the Group obtained the following services from the Company's auditors:

	2023 £	2022 £
Fees payable to the Group's auditors for the audit of the consolidated and parent Company's financial statements	17,500	16,300

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

9. Employees

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

	Group 2023 £	Group 2022 £	Company 2023 £	Company 2022 £
Wages and salaries	6,646,211	5,989,394	6,609,038	5,871,827
Social security costs	675,228	604,703	672,581	598,917
Cost of defined contribution scheme	303,644	281,974	302,523	277,309
	<u>7,625,083</u>	<u>6,876,071</u>	<u>7,584,142</u>	<u>6,748,053</u>

During the year £369,806 (2022: £4,241) was paid in redundancy costs to employees following a major restructure of the organisation resulting in circa £1,100,000 of annualised savings. All amounts were settled in the financial year.

During the year key management received total remuneration and pension contributions of £990,875 (2022: £786,948).

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

Group 2023 No.	Group 2022 No.	Company 2023 No.	Company 2022 No.
<u>183</u>	<u>201</u>	<u>181</u>	<u>199</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

10. Directors' remuneration

	2023 £	2022 £
Directors' emoluments	470,324	368,999
Group contributions to defined contribution pension schemes	44,499	14,763
	<u>514,823</u>	<u>383,762</u>

During the year retirement benefits were accruing to 4 Directors (2022 - 4) in respect of defined contribution pension schemes.

The highest paid Director received remuneration of £157,000 (2022 - £94,750).

The value of the Group's contributions paid to a defined contribution pension scheme in respect of the highest paid Director amounted to £19,958 (2022 - £4,250).

11. Interest receivable

	2023 £	2022 £
Other interest receivable	19,591	3,628
	<u>19,591</u>	<u>3,628</u>

12. Taxation

	2023 £	2022 £
Corporation tax		
Current tax on profits for the year	-	105,708
Adjustments in respect of previous periods	(107,546)	-
	<u>(107,546)</u>	<u>105,708</u>
Total current tax	<u>(107,546)</u>	<u>105,708</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

12. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2022 - higher than) the standard rate of corporation tax in the UK of 19% (2022 - 19%). The differences are explained below:

	2023 £	2022 £
Loss on ordinary activities before tax	<u>(2,911,001)</u>	<u>(4,066,046)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2022 - 19%)	(553,090)	(772,549)
Effects of:		
Disallowable income and expenditure	484,818	683,629
Capital allowances for year in excess of depreciation	50,155	4,520
Utilisation of tax losses	-	(58,883)
Adjustments to tax charge in respect of prior periods	(107,546)	-
Book profit on chargeable assets	(80,635)	(503)
Capital gains	80,341	163,901
Unrelieved tax losses carried forward	102,474	85,593
Group relief	(84,063)	-
Total tax charge for the year	<u>(107,546)</u>	<u>105,708</u>

Factors that may affect future tax charges

From 1 April 2023, the main rate of corporation tax is due to increase from 19% to 25% for companies with profits exceeding £250,000.

13. Exceptional items

	2023 £	2022 £
Redundancy costs	-	4,241
Whyte review costs	-	2,511,504
	<u>-</u>	<u>2,515,745</u>

Included within wages and salaries in the profit and loss account is £nil (2022: £205,739) which relates to the Whyte review costs above.

BRITISH AMATEUR GYMNASTICS ASSOCIATION (THE)
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

14. 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 £3,748,192 (2022 - deficit £3,704,332).

15. Intangible assets

Group

	Development expenditure £	Software £	Total £
Cost			
At 1 April 2022	1,117,184	-	1,117,184
Additions	-	33,281	33,281
At 31 March 2023	<u>1,117,184</u>	<u>33,281</u>	<u>1,150,465</u>
Amortisation			
At 1 April 2022	35,129	-	35,129
Charge for the year on owned assets	272,415	-	272,415
At 31 March 2023	<u>307,544</u>	<u>-</u>	<u>307,544</u>
Net book value			
At 31 March 2023	<u>809,640</u>	<u>33,281</u>	<u>842,921</u>
At 31 March 2022	<u>1,082,055</u>	<u>-</u>	<u>1,082,055</u>

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15. Intangible assets (continued)

Company

	Development expenditure £	Software £	Total £
Cost			
At 1 April 2022	979,899	-	979,899
Additions	-	33,281	33,281
At 31 March 2023	<u>979,899</u>	<u>33,281</u>	<u>1,013,180</u>
Amortisation			
Charge for the year	244,959	-	244,959
At 31 March 2023	<u>244,959</u>	<u>-</u>	<u>244,959</u>
Net book value			
At 31 March 2023	<u>734,940</u>	<u>33,281</u>	<u>768,221</u>
At 31 March 2022	<u>979,899</u>	<u>-</u>	<u>979,899</u>

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16. Tangible fixed assets

Group

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Other fixed assets £	Total £
Cost						
At 1 April 2022	1,308,920	15,376	215,225	550,562	317,715	2,407,798
Additions	24,220	-	-	19,950	7,468	51,638
Disposals	-	-	-	-	(3,166)	(3,166)
At 31 March 2023	1,333,140	15,376	215,225	570,512	322,017	2,456,270
Depreciation						
At 1 April 2022	855,453	15,376	198,454	495,166	309,471	1,873,920
Charge for the year on owned assets	205,919	-	7,997	40,273	6,085	260,274
Disposals	-	-	-	-	(3,166)	(3,166)
At 31 March 2023	1,061,372	15,376	206,451	535,439	312,390	2,131,028
Net book value						
At 31 March 2023	271,768	-	8,774	35,073	9,627	325,242
At 31 March 2022	453,467	-	16,771	55,396	8,244	533,878

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16. Tangible fixed assets (continued)

Company

	Plant and machinery £	Fixtures and fittings £	Office equipment £	Other fixed assets £	Total £
Cost					
At 1 April 2022	1,308,920	58,624	550,562	317,715	2,235,821
Additions	24,220	-	19,950	7,468	51,638
Disposals	-	-	-	(3,166)	(3,166)
At 31 March 2023	1,333,140	58,624	570,512	322,017	2,284,293
Depreciation					
At 1 April 2022	855,453	45,359	495,166	309,471	1,705,449
Charge for the year on owned assets	205,919	5,053	40,273	6,085	257,330
Disposals	-	-	-	(3,166)	(3,166)
At 31 March 2023	1,061,372	50,412	535,439	312,390	1,959,613
Net book value					
At 31 March 2023	271,768	8,212	35,073	9,627	324,680
At 31 March 2022	453,467	13,265	55,396	8,244	530,372

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17. Fixed asset investments

Group

	Listed investments £	Unlisted investments £	Total £
Cost or valuation			
At 1 April 2022	5,658,609	2,000,000	7,658,609
Additions	88,731	-	88,731
Disposals	(1,968,424)	-	(1,968,424)
Revaluations	(553,457)	-	(553,457)
Impairment	-	(837,282)	(837,282)
At 31 March 2023	<u>3,225,459</u>	<u>1,162,718</u>	<u>4,388,177</u>

Company

	Investments in subsidiary companies £	Listed investments £	Unlisted investments £	Total £
Cost or valuation				
At 1 April 2022	2	5,658,609	2,000,000	7,658,611
Additions	-	88,731	-	88,731
Disposals	-	(1,968,424)	-	(1,968,424)
Revaluations	-	(553,457)	-	(553,457)
Amounts written off	-	-	(837,282)	(837,282)
At 31 March 2023	<u>2</u>	<u>3,225,459</u>	<u>1,162,718</u>	<u>4,388,179</u>

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Investment Split

	2023 £	2022 £
Cash		
At 1 April 2022	70,298	61,876
Portfolio changes	(11,644)	(27,056)
Net transfer	30,364	35,478
	<hr/>	<hr/>
At 31 March 2023	89,018	70,298
Shares		
At 1 April 2022	5,588,311	8,652,360
Share transfer	(2,027,746)	(3,034,909)
Revaluation gain/(loss)	(424,124)	(29,140)
	<hr/>	<hr/>
At 31 March 2023	3,136,441	5,588,311

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 9AT	Ordinary	100 %

18. Stocks

	Group 2023 £	Group 2022 £	Company 2023 £	Company 2022 £
Finished goods and goods for resale	456,710	575,925	38,835	40,819
	<hr/>	<hr/>	<hr/>	<hr/>
	456,710	575,925	38,835	40,819

During the year impairment losses totalling £235,502 (2022: £1,778) were charged to the Group's profit and loss account.

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19. Debtors

	Group 2023 £	<i>Group 2022 £</i>	Company 2023 £	<i>Company 2022 £</i>
Trade debtors	724,552	165,020	719,288	73,714
Amounts owed by group undertakings	-	-	-	1,150,530
Other debtors	124,665	62,410	110,959	8,189
Prepayments and accrued income	1,199,534	1,430,161	1,198,856	1,381,608
	<u>2,048,751</u>	<u>1,657,591</u>	<u>2,029,103</u>	<u>2,614,041</u>

20. Cash and cash equivalents

	Group 2023 £	<i>Group 2022 £</i>	Company 2023 £	<i>Company 2022 £</i>
Cash at bank and in hand	3,574,540	2,537,853	3,555,448	2,522,442
	<u>3,574,540</u>	<u>2,537,853</u>	<u>3,555,448</u>	<u>2,522,442</u>

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.

21. Creditors: Amounts falling due within one year

	Group 2023 £	<i>Group 2022 £</i>	Company 2023 £	<i>Company 2022 £</i>
Bank loans	500,000	333,333	500,000	333,333
Trade creditors	764,127	926,463	699,461	777,775
Corporation tax	-	107,546	-	107,546
Other taxation and social security	256,185	233,070	256,185	233,070
Other creditors	81,593	670	81,593	670
Accruals and deferred income	7,865,646	6,808,368	7,833,590	6,747,745
	<u>9,467,551</u>	<u>8,409,450</u>	<u>9,370,829</u>	<u>8,200,139</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.
Bank loans are secured by a fixed charge over fixed assets and stock held by the Company.

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22. Creditors: Amounts falling due after more than one year

	Group	<i>Group</i>	Company	<i>Company</i>
	2023	2022	2023	2022
	£	£	£	£
Bank loans	1,666,667	2,166,667	1,666,667	2,166,667
Other creditors	196,407	360,623	196,407	360,623
	<u>1,863,074</u>	<u>2,527,290</u>	<u>1,863,074</u>	<u>2,527,290</u>

The aggregate amount of liabilities repayable wholly or in part more than five years after the balance sheet date is:

	Group	<i>Group</i>	Company	<i>Company</i>
	2023	2022	2023	2022
	£	£	£	£
Repayable by instalments	-	166,667	-	166,667
	<u>-</u>	<u>166,667</u>	<u>-</u>	<u>166,667</u>

Other creditors greater than one year relate to grant funded assets that are being amortised over the life of the asset.

Bank loans are secured by a fixed charge over fixed assets and stock held by the Company.

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23. Loans

During 2022 the Company received a Coronavirus Business Interruption Loan Scheme (CBILS) loan totalling £2,500,000. Monthly repayments of £41,667 started from August 2022, with interest to be charged at £3.39% over the base rate per annum. The loan is secured by a fixed charge over fixed assets and stock held by the Company and is expected to be repaid in full by July 2027.

	Group 2023 £	<i>Group 2022 £</i>	Company 2023 £	<i>Company 2022 £</i>
Amounts falling due within one year				
Bank loans	500,000	333,333	500,000	333,333
	500,000	333,333	500,000	333,333
Amounts falling due 1-2 years				
Bank loans	500,000	500,000	500,000	500,000
	500,000	500,000	500,000	500,000
Amounts falling due 2-5 years				
Bank loans	1,166,667	1,500,000	1,166,667	1,500,000
	1,166,667	1,500,000	1,166,667	1,500,000
Amounts falling due after more than 5 years				
Bank loans	-	166,667	-	166,667
	-	166,667	-	166,667
	2,166,667	2,500,000	2,166,667	2,500,000

24. Reserves

Other reserves

The brought forward balance of other reserves of £3,400,000 has been transferred in full to the profit and loss account reserve. The original purpose of this reserve was to fund investment projects.

Profit and loss account

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

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NOTES TO THE FINANCIAL STATEMENTS
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25. Analysis of net debt

	At 1 April 2022	Cash flows	At 31 March
	£	£	2023
			£
Cash at bank and in hand	2,537,853	1,036,687	3,574,540
Debt due after 1 year	(2,166,667)	500,000	(1,666,667)
Debt due within 1 year	(333,333)	(166,667)	(500,000)
	<u>37,853</u>	<u>1,370,020</u>	<u>1,407,873</u>

26. 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.

27. Contingent liabilities

The Group Action civil claim brought against the organisation and its insurers in 2022 is still in progress. Within the Group Action, two claims pre-date the insurance coverage retroactive date, and as such will financially revert to BG in the event of the claims being successful. Outside of the Group Action there are two independent claims that also pre-date the insurance provision, which will also financially revert to BG. Quantum and timing for all uninsured claims is unknown at this point.

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28. Commitments under operating leases

At 31 March 2023 the Group and the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	Group	<i>Group As restated</i>	Company	<i>Company As restated</i>
	2023	2022	2023	2022
	£	£	£	£
Land and buildings				
Not later than 1 year	209,928	209,928	209,928	209,928
	<u>209,928</u>	<u>209,928</u>	<u>209,928</u>	<u>209,928</u>
	Group	<i>Group</i>	Company	<i>Company</i>
	2023	2022	2023	2022
	£	£	£	£
Other				
Not later than 1 year	41,226	50,675	41,226	50,675
Later than 1 year and not later than 5 years	14,313	55,343	14,313	55,343
	<u>55,539</u>	<u>106,018</u>	<u>55,539</u>	<u>106,018</u>

29. 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 £284,237 (2022: £281,321) for management fees and other recharges during the year. There was a debtor balance outstanding at year end of £122,298 (2022: £73,757).

Gymnastics Enterprises Limited, the subsidiary of The British Amateur Gymnastics Association, donated £150,000 (2022: £150,000) to British Gymnastics Foundation during the year. There were no outstanding balances at the year end.

During the year the Group made purchases totalling £1,240 (2022: £231) from First 4 Numbers Ltd, a company owned by a family member of a director. There were no outstanding balances at the year end (2022: £nil).

During the year the Group reimbursed director expenses totalling £1,309 (2022: £nil). The Group also made payments totalling £814 (2022: £nil) to the partner of a director for professional services provided during the year.

The Company is exempt from disclosing other related party transactions as they are with other companies that are wholly owned within the Group.

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