

30 September 2001

**REGISTRAR OF
COMPANIES**



Company Registration No. 1630001

The British Amateur Gymnastics Association Limited

DIRECTORS AND OFFICERS

DIRECTORS

Members of the Policy Board (who, for the purposes of the Companies Act, constitute the directors of the company):

B Stocks	Chairman and President
P S Garber	Vice Chairman and Deputy President – Finance and Administration
M Warren	Deputy President – Technical Development

REPRESENTATIVES FROM THE AFFILIATED ASSOCIATIONS

R Currier	British Schools Gymnastics Association (BSGA) (resigned 2 July 2001)
H Todd	British Schools Gymnastics Association (BSGA) (appointed 3 July 2001)
G Forster	Scotland
R Keitch	Wales
R Black	Northern Ireland
J Wake	North of England
M Taylor	South East
G Derry	East Midlands
B Lowe	West Midlands (resigned 18 September 2001)
J Moss	West Midlands (appointed 1 October 2001)
A Spriggs	East
L Fairbrother	South
V J Jackman	South West
M Swallow	London
M Sime	Yorkshire and Humberside
C Simpkin	North West (appointed 30 June 2001)

Unless otherwise stated all Members of the Board served throughout the year to 30 September 2001.

CHIEF OFFICER

Alan Sommerville	Chief Executive Officer of British Gymnastics Association
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SECRETARY

D A Jones

COMPANY NUMBER

1630001 (England and Wales)

REGISTERED OFFICE

Ford Hall
Lilleshall National Sports Centre
Newport
Shropshire TF10 9NB

The British Amateur Gymnastics Association Limited

DIRECTORS AND OFFICERS

AUDITORS

Baker Tilly
Chartered Accountants
City Plaza
Temple Row
Birmingham B2 5AF

SOLICITORS

Lanyon Bowdler
Brodie House
Town Centre
Telford TF3 4DR

BANKERS

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

The British Amateur Gymnastics Association Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of The British Amateur Gymnastics Association and its subsidiary undertakings for the year ended 30 September 2001.

PRINCIPAL ACTIVITIES

The consolidated income and expenditure account for the year is set out on page 7.

The principal activities of the Association can be broadly defined as falling within the following categories;

The encouragement, promotion and regulation of the sport of gymnastics, comprising artistic gymnastics, rhythmic gymnastics, sports acrobatics, trampolining, general gymnastics, sport aerobics and gymnastics for people with disabilities; the organising of displays and competitions of any kind of gymnastics; and the publishing of books, films, periodicals, wall and other charts to disseminate knowledge about gymnastics and the sale of related goods and merchandise.

RESULTS AND DIVIDENDS

The group trading surplus for the year, after taxation, was £13,659 (2000 deficit £71,099).

In accordance with clause (4) of the Memorandum of Association, no dividend can be paid to the members.

REVIEW OF PERFORMANCE AND FUTURE DEVELOPMENTS

Our income for the twelve month period from October 2000 to September 2001 is £4.99m with direct costs of approximately £3.77m giving a gross surplus of £1.22m against our total administrative expenses of £1.19m.

The consolidated accounts at September 2001 show the results of our commitments. The surplus from our activities of £13,659, representing a turn-round from the loss of the previous period of £71,099.

DIRECTORS

Details of the directors who have held office since 1 October 2000 are detailed on page 1.

DIRECTORS' INTERESTS IN SHARES AND DEBENTURES

The British Amateur Gymnastics Association is a company limited by guarantee and, hence, has no share capital.

No director was interested in the debentures of the company or in the shares of any subsidiary company.

The British Amateur Gymnastics Association Limited

DIRECTORS' REPORT

MEMBERS

The number of voting members allowed by the Articles of Association is unlimited. Each member's liability is limited to a guarantee of £1 should the Association be wound up and there is a subsequent shortfall in assets available to meet all known liabilities. There are three classes of members, namely life members, full members and joint members.

In addition to the members of the Association, there are associate and pre-school members who have no voting rights, nor any liability on a winding up.

AFFILIATED ASSOCIATIONS

These are:-

(a) The three National Amateur Gymnastics Associations of Scotland, Northern Ireland and Wales.

(b) The following English Regional Amateur Gymnastics Associations:

North of England	South
Yorkshire and Humberside	South West
East Midlands	West Midlands
East	North West
London	South East

(c) The British Schools Gymnastics Association.

CHANGES IN FIXED ASSETS

The changes in fixed assets during the year are set out in notes 9 and 10 to the financial statements.

INSURANCE OF DIRECTORS

The group maintains insurance for the directors in respect of their duties as directors of the group.

AUDITORS

A resolution will be put to the members at the annual general meeting that the Directors be authorised to appoint auditors and set their remuneration for the financial year ending 30 September 2002, on the basis of selecting the most economically advantageous tender from at least three Audit Companies.

By order of the board

D A Jones

Secretary



23 March 2002

British Amateur Gymnastics Association Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

We have audited the financial statements on pages 7 to 22.

Respective responsibilities of directors and auditors

As described on page 5 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company and the group at 30 September 2001 and of the group surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BAKER TILLY

Registered Auditor
Chartered Accountants
City Plaza
Temple Row
Birmingham
B2 5AF

23 March 2002

The British Amateur Gymnastics Association Limited
CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
for the year ended 30 September 2001

	Notes	12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
INCOME	1	4,986,933	5,836,758
Direct costs		(3,768,176)	(4,165,916)
Gross surplus	1	1,218,757	1,670,842
Other operating expenses (net)	2	(1,191,671)	(1,753,293)
OPERATING SURPLUS/(DEFICIT)		27,086	(82,451)
Investment income	4	4,679	14,998
		31,765	(67,453)
Interest payable	5	20,806	560
SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION	6	10,959	(68,013)
Taxation	8	2,700	(3,086)
SURPLUS/(DEFICIT) FOR THE YEAR	16	13,659	(71,099)

The operating surplus for the year arises from the group's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Income and Expenditure Account.

The British Amateur Gymnastics Association Limited

BALANCE SHEETS

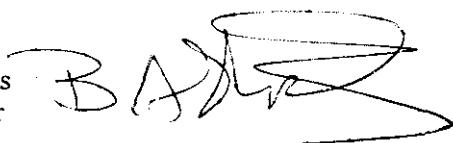
30 September 2001

	Notes	Group		Company	
		2001 £	2000 £	2001 £	2000 £
FIXED ASSETS					
Tangible assets	9	421,444	330,439	205,245	236,550
Investments	10	-	10,000	10,104	10,104
		<u>421,444</u>	<u>340,439</u>	<u>215,349</u>	<u>246,654</u>
CURRENT ASSETS					
Stock	11	78,025	-	4,008	-
Debtors	12	450,397	269,487	566,596	513,420
Cash at bank and in hand		511,557	277,076	39,601	19,560
		<u>1,039,979</u>	<u>546,563</u>	<u>610,205</u>	<u>532,980</u>
CREDITORS: Amounts falling due within one year	13	(1,151,058)	(643,381)	(595,932)	(429,615)
NET CURRENT (LIABILITIES)/ASSETS		<u>(111,079)</u>	<u>(96,818)</u>	<u>14,273</u>	<u>103,365</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>310,365</u>	<u>243,621</u>	<u>229,622</u>	<u>350,019</u>
CREDITORS: Amounts falling due after more than one year	14	(255,692)	(202,607)	(177,248)	(202,607)
		<u>54,673</u>	<u>41,014</u>	<u>52,374</u>	<u>147,412</u>
REPRESENTED BY:					
Accumulated fund reserve	16	<u>54,673</u>	<u>41,014</u>	<u>52,374</u>	<u>147,412</u>

Included within the company's debtors is an amount of £250,000 which is due after more than one year.

Approved by the board on 23 March 2002

B Stocks
Director



The British Amateur Gymnastics Association Limited

ACCOUNTING POLICIES

COMPANY STATUS

The British Amateur Gymnastics Association Limited is a company limited by guarantee and does not have any share capital. The liability of each voting member is limited to an amount not exceeding £1. Permission has been granted to dispense with the use of the word 'Limited' in the title of the Association.

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and on a going concern basis, which assumes that the company and its subsidiaries will continue in operational existence for the foreseeable future.

BASIS OF CONSOLIDATION

The consolidated financial statements incorporate those of The British Amateur Gymnastics Association and all of its subsidiary undertakings for the year. All financial statements were made up to 30 September 2001.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historic purchase cost, together with any incidental expenses of acquisition, less accumulated depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Office furniture and equipment	over 5 years and 10 years
Gymnastic apparatus and equipment at gym clubs	over 5 years
Gymnastic apparatus at National Training Centre	over 10 years

GRANTS

Grants of a revenue nature are credited to the income and expenditure account so as to match them with the expenditure to which they relate. Grants and other contributions received towards the cost of tangible fixed assets are included in creditors as deferred income and credited to the income and expenditure account over the life of the asset.

DEFERRED TAXATION

Taxation deferred or accelerated by the effect of timing differences is accounted for on the liability method to the extent that it is probable that a liability will crystallise.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account on a straight line basis over the period of the lease.

All other leases are "operating leases" and the annual rentals are charged to the income and expenditure account on a straight line basis over the lease term.

The British Amateur Gymnastics Association Limited

ACCOUNTING POLICIES

PENSIONS CONTRIBUTIONS

The pension charge represents contributions payable by the Association in respect of the year.

INCOME

Income represents the invoiced value, net of Value Added Tax, of awards and publications along with membership fees and sponsorship monies receivable. Membership fees are recognised over the period to which they relate.

CASH FLOW STATEMENT

The company has taken advantage of the exemption from preparing a cash flow statement in accordance with Financial Reporting Standard No 1 as the group qualifies as a small group.

ADVANCE EXPENDITURE AND DEFERRED INCOME

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

STOCK

Stock is valued at the lower of cost and net realisable value. Net realisable value is based upon estimated selling prices less further costs expected to be incurred. Provision is made for obsolete and slow moving items.

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

1 ANALYSIS OF INCOME AND GROSS SURPLUS

The group's income and gross surplus were all derived from its principal activities, as shown below, and arose wholly within the UK.

	<i>Income</i> 12 months ended 30 September £	<i>Gross surplus/ (deficit)</i> 12 months ended 30 September 2001 £	<i>Income</i> 18 months ended 30 September 2000 £	<i>Gross surplus/ (deficit)</i> 18 months ended 30 September 2000 £
Membership	1,165,791	689,397	1,539,551	878,028
Grants received	2,689,744	418,266	2,756,377	530,896
Awards	393,708	256,660	434,066	322,331
Publications	100,415	80,943	31,568	27,905
Coach education	185,390	85,976	268,574	125,074
Major events	185,301	(110,237)	173,610	(31,674)
Technical activities (note 3)	225,594	(206,392)	238,440	(233,081)
Other	40,990	4,144	61,264	50,903
Gymnaestrada	-	-	333,308	460
	<u>4,986,933</u>	<u>1,218,757</u>	<u>5,836,758</u>	<u>1,670,842</u>

The surplus in respect of grants received relates to the UK Sports Council grants, which are used to fund all activities of the Association. The related expenditure is included under the relevant headings in direct costs and administrative expenses.

2 OTHER OPERATING EXPENSES (NET)

	12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
Administrative expenses	<u>1,191,671</u>	<u>1,753,293</u>

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

3 TECHNICAL ACTIVITIES

The income and expenditure from technical activities, including squad training expenses, is included in income and direct costs. A breakdown between each technical activity is as follows:

	12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
INCOME		
Disabilities	2,514	5,171
General	9,559	9,460
Mens	32,525	30,127
Rhythmic	12,543	21,732
Sports acrobatics	37,109	31,230
Sports aerobics	12,170	10,981
Womens	71,791	84,130
Trampolining	40,612	29,126
Squad training	4,996	16,483
Brevet judging courses	-	-
Separately funded home events	1,775	-
	<u>225,594</u>	<u>238,440</u>
EXPENDITURE		
Disabilities	8,366	27,034
General	21,731	35,488
Mens	39,509	45,852
Rhythmic	16,486	12,033
Sports acrobatics	44,302	36,885
Sports aerobics	14,622	21,577
Womens	92,780	99,441
Trampolining	73,341	41,262
Squad training	103,359	151,949
Brevet judging courses	8,917	-
Separately funded home events	8,573	-
	<u>431,986</u>	<u>471,521</u>
Net expense	<u>206,392</u>	<u>233,081</u>

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

4	INVESTMENT INCOME	12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
	Income from fixed asset investment	258	1,500
	Interest receivable and similar income	4,421	13,498
		<u>4,679</u>	<u>14,998</u>
5	INTEREST PAYABLE	12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
	On bank loan	6,718	560
	On finance leases	14,088	-
		<u>20,806</u>	<u>560</u>
6	SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION	12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
	Surplus/(deficit) on ordinary activities before taxation is stated after charging/(crediting):	(25,359)	(25,406)
	Amortisation of capital grants		
	Depreciation and amounts written off tangible fixed assets:		
	Charge for the year		
	owned assets	84,273	147,631
	leased assets	24,413	-
	(Profit)/loss on disposal of fixed assets	(53)	-
	Operating lease rentals:		
	Land and buildings	44,249	46,809
	Other	121,971	118,885
	Auditors' remuneration (including expenses):		
	Audit services	29,485	38,190
	Other services	24,566	29,814
		<u></u>	<u></u>

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

7	EMPLOYEES	12 months ended 30 September 2001 No.	18 months ended 30 September 2000 No.
	The average monthly number of persons (including directors) employed by the group during the period was:		
	Office and management	37	37
	World class performance	29	28
		<hr/>	<hr/>
		66	65
		<hr/>	<hr/>
		12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
	Staff costs for above persons:		
	Wages and salaries	1,444,185	1,674,770
	Social security costs	133,989	170,052
	Other pension costs	44,319	67,135
		<hr/>	<hr/>
		1,622,493	1,911,957
		<hr/>	<hr/>
	The company directors are not entitled to receive emoluments from the group.		
8	TAXATION	12 months ended 30 September 2001 £	18 months ended 30 September 2000 £
	UK corporation tax at 20% (2000 20%)	800	3,500
	Over provision in prior years	(3,500)	(414)
		<hr/>	<hr/>
		(2,700)	3,086
		<hr/>	<hr/>

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

9 TANGIBLE FIXED ASSETS

<i>Group</i>	<i>Gymnastic apparatus and equipment £</i>	<i>Office furniture and equipment £</i>	<i>Total £</i>
Cost			
1 October 2000	351,190	411,871	763,061
Additions	8,368	192,125	200,493
Disposals	-	(4,017)	(4,017)
30 September 2001	359,558	599,979	959,537
Depreciation			
1 October 2000	134,665	297,957	432,622
Charged in the year	33,114	75,572	108,686
Eliminated on disposals	-	(3,215)	(3,215)
30 September 2001	167,779	370,314	538,093
Net book value			
30 September 2001	191,779	229,665	421,444
30 September 2000	216,525	113,914	330,439

The net book value of computer equipment and software held under finance leases amounts to £138,342 (2000: £Nil).

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

9 TANGIBLE FIXED ASSETS *(continued)*

<i>Company</i>	<i>Gymnastic apparatus and equipment £</i>	<i>Office furniture and equipment £</i>	<i>Total £</i>
Cost			
1 October 2000	322,943	152,743	475,686
Additions	8,368	-	8,368
Disposals	-	(4,017)	(4,017)
30 September 2001	331,311	148,726	480,037
Depreciation			
1 October 2000	127,265	111,871	239,136
Charged in the year	26,070	12,801	38,871
Eliminated on disposals	-	(3,215)	(3,215)
30 September 2001	153,335	121,457	274,792
Net book value			
30 September 2001	177,976	27,269	205,245
30 September 2000	195,678	40,872	236,550

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

10 FIXED ASSETS INVESTMENTS

All investments are stated at cost and held as follows:

	2001 £	2000 £
<i>Group</i>		
Lilleshall Sports and Conference Centre Limited		
Cost at 1 October	10,000	10,000
Disposals	(10,000)	-
Cost at 30 September	-	10,000

The company owned 10,000 £1 preference shares in Lilleshall Sports and Conference Centre Limited. The shareholding comprised 31.25% of the issued shares of that class and were stated at cost. The shares were redeemed at par on 2 October 2000.

Lilleshall Sports and Conference Centre Limited is incorporated in England and its principal activity is the management of Lilleshall National Sports and Conference Centre.

<i>Company</i>	2001 £	2000 £
Shares in subsidiary undertakings:		
Gymnaestrada Limited	10,100	10,100
Gymnastics Enterprises Limited	2	2
Gymnastics Performance & Potential Limited	2	2
	10,104	10,104

The company holds more than 20% of the equity (and no other share or loan capital) of the following undertakings:

	<i>Country of registration/ incorporation</i>	<i>Class of holding</i>	<i>Proportion held</i>	<i>Nature of business</i>
<i>Subsidiary undertakings:</i>				
Gymnaestrada Limited	England	Ordinary	100%	Management of Gymnaestrada participation
Gymnastics Enterprises Limited	England	Ordinary	100%	Marketing and commercial activities associated with the Association
Gymnastics Performance & Potential Limited	England	Ordinary	100%	Administration of lottery funding received under the World Class Performance Programme

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

11	STOCK	<i>Group</i>		<i>Company</i>	
		2001 £	2000 £	2001 £	2000 £
	Awards and publications	78,025	-	4,008	-
		<u>78,025</u>	<u>-</u>	<u>4,008</u>	<u>-</u>
12	DEBTORS	<i>Group</i>		<i>Company</i>	
		2001 £	2000 £	2001 £	2000 £
	Due within one year:				
	Trade debtors	124,422	118,212	90,864	86,096
	Amounts owed by subsidiary undertakings	-	-	72,811	83,440
	Advance expenditure for future events	22,292	11,692	15,166	11,692
	Other debtors	188,101	59,492	69,567	18,124
	Prepayments and accrued income	115,582	80,091	68,188	64,068
		<u>450,397</u>	<u>269,487</u>	<u>316,596</u>	<u>263,420</u>
	Due in more than one year:				
	Amounts owed by subsidiary undertakings	-	-	250,000	250,000
		<u>450,397</u>	<u>269,487</u>	<u>566,596</u>	<u>513,420</u>

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

13	CREDITORS: Amounts falling due within one year	<i>Group</i>		<i>Company</i>	
		2001 £	2000 £	2001 £	2000 £
	Bank loans	-	100,560	-	100,560
	Trade creditors	342,087	177,117	193,905	61,751
	Amounts owed to subsidiary undertakings	-	-	141,293	63,438
	Corporation tax	800	3,500	800	3,500
	Other taxation and social security	34,536	33,970	16,341	17,527
	Obligations under finance leases	42,268	-	-	-
	Other creditors	274,412	42,030	24,018	38,025
	Accruals and deferred income	456,955	286,204	219,575	144,814
		<u>1,151,058</u>	<u>643,381</u>	<u>595,932</u>	<u>429,615</u>

14 CREDITORS: Amounts falling due after more than one year

	<i>Group</i>		<i>Company</i>	
	2001 £	2000 £	2001 £	2000 £
Deferred income	177,248	202,607	177,248	202,607
Obligations under finance leases	78,444	-	-	-
	<u>255,692</u>	<u>202,607</u>	<u>177,248</u>	<u>202,607</u>

15 DEFERRED TAXATION

Group and Company

There is no provided or unprovided deferred taxation liability for the group or the company in the current or preceding year.

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

16 MOVEMENT ON RESERVES

	<i>Accumulated fund reserve £</i>
GROUP	
1 October 2000	41,014
Surplus for the year	13,659
	<hr/>
30 September 2001	54,673
	<hr/>
COMPANY	
1 October 2000	147,412
Deficit for the year	(95,038)
	<hr/>
30 September 2001	52,374
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17 COMMITMENTS UNDER OPERATING LEASES

At 30 September 2001 the group had annual commitments under non-cancellable operating leases as follows:

	2001 £	2000 £
Land and buildings		
Expiring within one year	8,504	24,755
Expiring in the second to fifth year	8,092	-
Expiring after five years	33,492	33,492
Other		
Expiring in the first year	37,949	20,490
Expiring in the second to fifth year	68,919	82,003
Expiring after five years	4,516	-
	<hr/>	<hr/>
	156,472	160,740
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The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

18 PENSION COMMITMENTS

The company operates two defined benefit pension schemes. The assets of the schemes are held separately from those of the Association and are independently administered. The Association contributes up to a maximum of 5% of salaries to personal pension plans of individuals excluded from the defined benefit schemes. The pension charge represents contributions payable by the Association and amounted to £44,319 (2000 £67,135).

Prior to 31 March 1991 members of the Association's staff were eligible to be admitted to the two approved superannuation schemes, namely:

- (a) The Local Government Superannuation Scheme via the London Residuary Body; and
- (b) The Teachers Superannuation Scheme via the Department of Education and Science.

Both schemes are defined benefit schemes, providing benefits upon pensionable pay. Currently, the Association's contributions are at the rate of 11.3% and 8.05% respectively of annual salary costs of the participating employees.

From 31 March 1991, the above schemes ceased to be available to new staff members, who are entitled to a contribution to their personal pension plans, as detailed above.

19 COMPANY INCOME AND EXPENDITURE ACCOUNT

As permitted by s230(3), Companies Act 1985, the company has not presented its own income and expenditure account. The deficit dealt with in the financial statements of the parent company was £95,038 (2000: surplus £67,285)

20 SPORTS COUNCIL GRANTS

In addition to the Grant in Aid received against the submission of the Forward Plan, grants have also been received from the UK Sports Council towards the cost of representation on International Committees and from the English Sports Council towards the appointment of specialist staff.

The British Amateur Gymnastics Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2001

21 GOING CONCERN

The Group made a surplus for the year, after taxation, of £13,659, which has increased its accumulated reserves at 30 September 2001 to £54,673.

The Directors have prepared cash flow forecasts and projected income and expenditure accounts for the period to 31 December 2002, nine months from the date of their approval of these accounts. The income and expenditure projections show a surplus for the year from 1 October 2001 to 30 September 2002 of approximately £41,000 and a surplus for the three month period to 31 December 2002 of approximately £26,000.

The cash flow forecasts show a positive cash position of approximately £219,000 at 30 September 2002, and approximately £477,000 at 31 December 2002.

The projections are based on the assumption that the Association will receive the same level of grant income from the UK Sports Council (£372,500 per annum) and the English Sports Council (£200,000 per annum).

The Directors have also prepared a business plan, which demonstrates their commitment to control and reduce costs where appropriate over the next two and a half years in order to rebuild the Group's reserves.

On this basis, the Directors consider it appropriate to prepare the financial statements on the going concern basis.

The financial statements do not include any adjustments that would result if these projections were not met or if grant funding was not received or if the business plan was not implemented.