

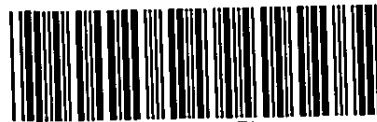
Company Registration No. 3251364

**England and Wales Cricket Board
Limited (Company Limited by
Guarantee)**

Annual Report and Financial Statements

31 December 2009

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England and Wales Cricket Board Limited

Report and financial statements for the year ended 31 December 2009

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England and Wales Cricket Board Limited

Report and financial statements for the year ended 31 December 2009

Officers and professional advisers

Bankers

National Westminster Bank Plc
102 St John's Wood High Street
London
NW8 7SH

Solicitors

Denton Wilde Sapte
Five Chancery Lane
Clifford's Inn
London
EC4A 1BU

OnSide Law
Erico House
93-99 Upper Richmond Road
London
SW15 2TG

Slaughter and May
35 Basinghall Street
London
EC2V 5DB

Registered Office

Lord's Cricket Ground
St John's Wood
London
NW8 8QZ

Auditors

Deloitte LLP
Chartered Accountants
2 New Street Square
London
EC4A 3BZ

England and Wales Cricket Board Limited

Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2009

Directors

The following directors, together with where applicable the positions they hold with related parties, have served the company during the year and since the year end except where noted

Members of the board	Position with related parties
Dennis L Amiss	
Keith Bradshaw (resigned 11 May 2009)	Secretary & Chief Executive, MCC
C Giles Clarke	
David G Collier	
Matthew Fleming (elected 10 September 2009)	Committee Member, Marylebone CC
David E Green (resigned 31 March 2009)	Chairman, Sussex CCC (until 31 July 2008)
Brian W Havill	Director, Reigndei Limited
Nigel R A Hilliard	Chairman, Essex CCC
Robert Jackson	Secretary, Durham CB, Director, Durham CCC
Ian Lovett (appointed 31 March 2009)	Chairman, Middlesex CCC
Lord William Morris of Handsworth	Vice Chairman, Cricket Foundation
John B Pickup	Chairman, MCCA, Chairman, Cheshire CCC
Jack Simmons	Cricket Committee Member, Lancashire CCC
David P Stewart	Chairman, Surrey CCC

Principal activities, review of operations and charitable donations

In the opinion of the directors all the group's turnover is derived solely from cricket-related activities carried out in the UK and in respect of the England Cricket Team tours

Turnover in 2009 amounted to £114,462,000 (2008 – £98,055,000) Cost of sales in 2009 amounted to £18,450,000 (2008 – £16,161,000)

Included as a cost in the consolidated profit and loss account are donations to the Cricket Foundation of £4,500,000 (2008 - £1,000,000) and other charitable donations which totalled £ 405,000 (2008 - £210,000)

Charitable donations by the England and Wales Cricket Board Limited to the England and Wales Cricket Trust Limited amounted to £6,489,257 (2008 – £6,898,894) As the England and Wales Cricket Trust Limited is a subsidiary, these donations are not reflected as a cost in the consolidated profit and loss account

Results and dividends

The group made a profit on ordinary activities before taxation of £968,000 (2008 – profit of £1,184,000) Retained profit of £893,000 (2008 – profit of £1,056,000) has been transferred to reserves No dividend was paid in the year (2008 – £nil)

Future prospects

In 2010, the international programme is similar to that which took place in 2009 There are scheduled to be six npower Test Matches, four against Pakistan and two against Bangladesh, thirteen NatWest One Day International matches, five against Australia, five against Pakistan and three against Bangladesh, and two NatWest Twenty20 International Matches – both against Pakistan

England and Wales Cricket Board Limited

Directors' report (continued)

Supplier payment policy

The company's policy, which is also applied by the group, is to settle terms of payment with suppliers when agreeing the terms of each transaction, ensure that suppliers are made aware of the terms of payment and abide by the terms of payment. Trade creditors of the group at 31 December 2009 were equivalent to 17 days (2008 – 17 days) purchases, based on the average daily amount invoiced by suppliers during the year.

Principal risks and uncertainties

During 2009, the Board updated a detailed Risk Analysis Report which

- identifies risks faced,
- estimates the financial impact of these risks, and
- considers how major risks can be managed/mitigated

Major risks identified include

- significant breakdown in relations with overseas governing bodies, and
- loss of cricket due to events outside cricket's control – including drought orders, bird flu, threat of terrorist attack and national mourning

In the past, it had also been identified that the impact of such risks should they materialise would have been much greater because of the relatively low level of group and company reserves. Such reserves have been increased significantly in recent years.

	Group reserves £'000	Company (deficit)/ reserves £'000	Group reserves as a percentage of turnover
2005	2,984	(5,321)	4%
2006	12,227	176	16%
2007	21,453	829	23%
2008	22,466	578	23%
2009	23,283	3,250	20%

Financial risk management objective and policies

The group has a policy whereby there are maximum limits that can be invested with any single financial institution. All of the financial institutions that hold cash deposits have 'A' ratings.

The group's credit risk is primarily attributable to its trade receivables and amounts receivable from counties & international cricket boards. The amount presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence in a reduction in the recoverability of cash flows.

As the majority of the revenue and expenditure is in sterling, the directors do not feel the group is exposed to significant risk from foreign exchange rate fluctuations.

England and Wales Cricket Board Limited

Directors' report (continued)

Auditors

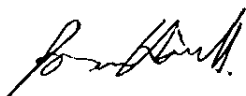
Each of the persons who is a director at the date of approval of this report confirms that

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- the director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006

Deloitte LLP have expressed their willingness to continue in office as auditors and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting

Approved by the Board of Directors on ~~24~~ March 2010
and signed on behalf of the Board of Directors



Brian W Havill
Company Secretary

England and Wales Cricket Board Limited

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions 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 Companies Act 2006. 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.

Independent auditors' report to the members of England and Wales Cricket Board Limited

We have audited the group and parent company financial statements (the "financial statements") of England and Wales Cricket Board Limited for the year ended 31 December 2009 which comprise the consolidated profit and loss account, the consolidated statement of total recognised gains and losses, the consolidated and individual company balance sheets, the consolidated cash flow statement, and the related notes 1 to 21. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 December 2009 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



Nigel Mercer (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditors
London, United Kingdom

26th

March 2010

England and Wales Cricket Board Limited

Consolidated profit and loss account Year ended 31 December 2009

	Notes	2009 £'000	2008 £'000 Restated
Turnover	1	114,462	98,055
Cost of sales		(18,450)	(16,161)
Gross profit		96,012	81,894
Other operating expenses		(95,631)	(83,117)
Operating profit/(loss)		381	(1,223)
Interest receivable and similar income		587	2,419
Interest payable and similar charges		-	(12)
Profit on ordinary activities before taxation	3	968	1,184
Tax on profit on ordinary activities	8	(75)	(128)
Profit for the financial year	16	893	1,056

All activities arise from continuing operations Movements in members' funds are shown in note 16

Consolidated statement of total recognised gains and losses Year ended 31 December 2009

	2009 £'000	2008 £'000
Profit for the financial year	893	1,056
Actuarial loss relating to pension scheme (see note 19)	(477)	(211)
Movement in surplus in pension scheme not recognised (see note 19)	401	169
Total recognised gains and losses for the year	817	1,014


England and Wales Cricket Board Limited


Consolidated balance sheet As at 31 December 2009

	Notes	2009 £'000	2009 £'000	2008 £'000	2008 £'000
Fixed assets					
Tangible fixed assets	9		58		135
Current assets					
Stocks	11	125		136	
Debtors amounts falling due within one year	12	29,158		30,819	
Debtors amounts falling due after more than one year	12	4,770		1,566	
Investments	13	16,968		29,773	
Cash at bank and in hand		16,075		13,349	
		<u>67,096</u>		<u>75,643</u>	
Creditors: amounts falling due within one year	14	<u>(38,923)</u>		<u>(26,933)</u>	
Net current assets			28,173		48,710
Total assets less current liabilities			28,231		48,845
Creditors amounts falling due after more than one year	15		<u>(4,943)</u>		<u>(26,379)</u>
Net assets excluding pension deficit			23,288		22,466
Pension deficit			(5)		-
Net assets including pension deficit			<u>23,283</u>		<u>22,466</u>
Reserves					
Profit and loss account	16		23,283		22,466
Members' funds	16		<u>23,283</u>		<u>22,466</u>

These financial statements were approved by the Board of Directors on 24 March 2010

Signed on behalf of the Board of Directors


C G Clarke
Director


B W Havill
Director


England and Wales Cricket Board Limited


Company balance sheet As at 31 December 2009

	Notes	£'000	2009 £'000	£'000	2008 £'000
Fixed assets					
Tangible fixed assets	9		58		135
Fixed asset investments	10		24,978		-
			<u>25,036</u>		<u>135</u>
Current assets					
Stocks	11	125		136	
Debtors amounts falling due within one year	12	30,528		28,890	
Debtors amounts falling due after more than one year	12	4,770		902	
Investments	13	7,444		21,906	
Cash at bank and in hand		1,218		1,714	
			<u>44,085</u>	<u>53,548</u>	
Creditors: amounts falling due within one year	14	(41,256)		(26,726)	
Net current assets			2,829		26,822
Total assets less current liabilities			27,865		26,957
Creditors amounts falling due after more than one year	15		(24,610)		(26,379)
Net assets excluding pension deficit			3,255		578
Pension deficit			(5)		-
Net assets including pension deficit			3,250		578
			<u>3,250</u>		<u>578</u>
Reserves					
Profit and loss account	16		3,250		578
Members' funds	16		3,250		578
			<u>3,250</u>		<u>578</u>

These financial statements were approved by the Board of Directors on 24 March 2010

Signed on behalf of the Board of Directors


C G Clarke
Director


B W Havill
Director

England and Wales Cricket Board Limited

Consolidated cash flow statement Year ended 31 December 2009

	Note	£'000	2009 £'000	£'000	2008 £'000
Net cash outflow from operating activities					
	17		(10,518)		(21)
Returns on investments and servicing of finance					
Interest received		570		2,304	
Net cash inflow from returns on investment and servicing of finance			570		2,304
Taxation					
UK Corporation Tax received		60		-	
Overseas taxation paid		(173)		(118)	
Net cash outflow from taxation			(113)		(118)
Capital expenditure and financial investment					
Purchase of tangible fixed assets		(18)		(83)	
Net cash outflow from capital expenditure and financial investment			(18)		(83)
Net cash (outflow)/ inflow before management of liquid resources and financing			(10,079)		2,082
Management of liquid resources					
Decrease in short term deposits		12,805		1,721	
Management of liquid resources			12,805		1,721
Increase in cash during the year			2,726		3,803

Analysis and reconciliation of movement in net funds

	2009 £'000	2008 £'000
Increase in cash during the year	2,726	3,803
Opening cash at bank at 1 January	13,349	9,546
Closing cash at bank at 31 December	16,075	13,349

England and Wales Cricket Board Limited

Notes to the financial statements Year ended 31 December 2009

1. Accounting policies

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. They have been applied consistently during the current and preceding year. The particular accounting policies adopted are described below. A restatement of prior year comparatives between turnover, cost of sales and operating expenses has been made, as discussed in note 2.

Accounting convention

The financial statements are prepared under the historical cost convention.

Basis of consolidation

The group financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 December each year.

Going concern

At the balance sheet date the Group had net current assets of £28.2 million, including deferred income balances of £31.7 million, and was holding combined cash and investments of £32.0 million. Following agreement of new sponsorship contracts within 2009 the Group now has strong visibility of its broadcasting and sponsorship income for the period 2010-2013.

In consideration of the above and having made appropriate enquiries the directors have a reasonable expectation that the company has adequate resources to continue in existence for the foreseeable future. For this reason we continue to adopt the going concern basis in preparing the accounts.

Turnover

The group's turnover is derived primarily from cricket-related activities carried out in the UK and in respect of the England Cricket Team tours.

The amount reported as turnover represents revenue from broadcasting revenue, ticket income, sponsorship, perimeter advertising, licensing income, promotions and sundry income after deduction of value added tax.

Revenue is recognised in the season to which it relates.

Tangible fixed assets

Fixed assets are stated at cost less accumulated depreciation and any recognised impairment loss.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value over its useful economic life on the straight-line method.

Leasehold improvements	10% per annum
Fixtures, fittings and office equipment	20% - 33 1/3% per annum

Stocks

Stocks are stated at the lower of cost and net realisable value.

Investments

Fixed asset investments are shown at cost less provision for impairment.

Cash deposits are stated at cost.

Translation of foreign currencies

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of the transactions. Amounts receivable and payable in foreign currencies at the balance sheet date are translated at the rates ruling at that date. Exchange gains and losses, arising on both settled and unsettled foreign currency transactions, are included in the results on ordinary activities before taxation.

England and Wales Cricket Board Limited

Notes to the financial statements

Year ended 31 December 2009

Leases

Rental costs under operating leases are charged to the profit and loss account in equal annual amounts over the period of the leases

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date

Deferred tax is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered

Deferred tax assets and liabilities are not discounted

Pensions

The Group operates both a defined contribution pension scheme and a defined benefit pension scheme. The Group implemented in full FRS 17 "Retirement Benefits" in 2005

For defined contribution schemes the amount charged to the profit and loss account in respect of pension costs and other post-retirement benefits is the contribution payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet

For the defined benefit pension scheme, the amounts charged to operating profit are the current service costs and gains and losses on settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the profit and loss account if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The interest cost and expected return on assets are shown as a net amount of other finance costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in the statement of total recognised gains and losses

The defined benefit scheme is funded, with the assets of the scheme held separately from those of the group, in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent currency and term to the scheme liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The resulting defined benefit asset or liability, net of the related deferred tax, is presented separately after other net assets on the face of the balance sheet

Grants

Non-recourse grants are credited to the profit and loss account when received

England and Wales Cricket Board Limited

Notes to the financial statements Year ended 31 December 2009

2. Restatement of 2008 comparatives

An analysis of costs has been undertaken and in particular a review as to which costs should be classified as cost of sales and which costs should be classified as other operating expenses. This has led to some reclassification of 2008 costs and prior year figures have been restated. Turnover has increased by £3,569k, cost of sales has increased by £9,657k, and other operating expenses have decreased by £6,088k. This has had no impact on the operating loss for 2008, nor the profit for the financial year for 2008.

3. Profit on ordinary activities before taxation

	2009 £'000	2008 £'000
Profit on ordinary activities before taxation is stated after charging/(crediting)		
Loss/(profit) on foreign currency exchange	61	5
Operating lease rentals		
Land and buildings	251	251
Other equipment	466	390
Depreciation of tangible fixed assets (note 10)	95	174

The analysis of auditors' remuneration is as follows

Fees payable to the company's auditors for the audit of the group's annual accounts	59	55
The audit of the company's subsidiaries pursuant to legislation	8	3
Total audit fees	67	58
 Tax services	 135	 160
Total non-audit fees	135	160

4. Donations to charities

Charitable donations from the company to the England and Wales Cricket Trust Limited amounted to £6,489,247 (2008 - £6,898,894). As the England and Wales Cricket Trust Limited is a subsidiary, this amount is not reflected in the consolidated profit and loss account.

A donation of £4,500,000 (2008 - £1,000,000) was paid to the Cricket Foundation during the year.

Other charitable donations paid in 2009 were £405,000 (2008 - £210,000).

5. Directors' emoluments

Two directors received emoluments totalling £420,897 (2008 - £342,003) and pension contributions totalling £69,103 (2008 - £57,210). No other directors received any emoluments.

No director is a member of the defined benefit pension scheme described in note 19.

The highest paid director received emoluments of £275,074 (2008 - £222,476) and pension contributions of £26,296 (2008 - £25,236).

England and Wales Cricket Board Limited

Notes to the financial statements Year ended 31 December 2009

6. Profit attributable to the company

The profit for the financial year dealt with in the financial statements of the parent company was £2,748,000 (2008 – loss £209,000). As permitted by section 408 of the Companies Act 2006, no separate profit and loss account is presented in respect of the parent company.

7. Employees

All staff are employed in cricket related activities. The average number of persons employed by the group and company, including directors, during the year was

	2009 No.	2008 No.
Cricketers	24	23
Umpires	26	20
Development staff	59	58
Coaching staff	46	43
Administration	60	60
	<u>215</u>	<u>204</u>
	£'000	£'000
Aggregate costs		
Wages and salaries	13,680	11,342
Social security	2,792	2,210
Other pension costs	1,706	1,377
	<u>18,178</u>	<u>14,929</u>
	£'000	£'000
Wages and salaries		
Cricketers*	5,618	4,138
Umpires	1,306	1,155
Development staff #	1,793	1,642
Coaching staff	2,129	1,884
Administration	2,844	2,523
	<u>13,690</u>	<u>11,342</u>

* Costs exclude amounts paid to First Class Counties for the services of players. Such payments totalled £1,093,000 (2008 – £687,000). Costs are total costs incurred. No deductions have been made re contributions received from Sport England towards the cost of employing development staff. Such Sport England income is included within turnover.

Umpires are those umpires employed by the ECB to officiate in the English season in ECB matches. The total number of umpires employed in 2009 was 39 (2008 – 38). The numbers in the table above reflect the fact that not all umpires are formally employed by the ECB for all 12 months of the year.

England and Wales Cricket Board Limited

Notes to the financial statements Year ended 31 December 2009

8. Group tax charge on profit on ordinary activities

i) Analysis of tax charge on ordinary activities

	2009 £'000	2008 £'000
UK corporation tax charge at 28% (2008 – 28%) based on the taxable profit for the year	(173)	(128)
Adjustment in respect of prior year	98	-
Double taxation relief	173	118
	<u>98</u>	<u>(10)</u>
Foreign tax for current period	(173)	(118)
	<u>(75)</u>	<u>(128)</u>

ii) Factors affecting tax charge for the current period

The tax assessed for the period is lower than that resulting from applying the standard rate of corporation tax in the UK – 28 % (2008 - 28%)

The differences are explained below

	2009 £'000	2008 £'000
Profit on ordinary activities before tax	<u>968</u>	<u>1,184</u>
Tax charge at 28% thereon (2008 – 28%)	(271)	(332)
Effects of		
Adjustment in respect of prior year	98	-
Marginal rate relief	2	3
Profit not taxable	-	354
Loss not tax allowable	(520)	-
Income not taxable	751	-
Expenses not deductible for tax purposes	(155)	(175)
Capital allowances in excess of depreciation	5	10
Pension contributions paid	75	72
Pension charges under FRS 17	(60)	(60)
	<u>(75)</u>	<u>(128)</u>

iii) Factors that may affect the future tax charge

Deferred tax assets have not been recognised as there is not sufficient certainty that asset will be recovered. Such assets totalled £175,000 (2008 - £180,000) in respect of the tax written down value of assets being in excess of the net book value of assets

England and Wales Cricket Board Limited

Notes to the financial statements Year ended 31 December 2009

9. Tangible fixed assets

Group and Company	Leasehold improvements £'000	Fixtures, fittings and equipment £'000	Total £'000
Cost			
At 1 January 2009	61	660	721
Additions	-	18	18
Disposals	-	(1)	(1)
At 31 December 2009	61	677	738
Accumulated depreciation			
At 1 January 2009	55	531	586
Charge for the year	2	93	95
Disposals	-	(1)	(1)
At 31 December 2009	57	623	680
Net book value			
At 31 December 2009	4	54	58
At 31 December 2008	6	129	135

10. Fixed asset investments

	Company 2009 £'000	Company 2008 £'000
Company		
Subsidiary undertakings	24,978	-

During 2005 the ECB became a £1 guarantor of the newly formed England and Wales Cricket Trust Limited, a company limited by guarantee and a registered charity, which was incorporated on 17 June 2005. The investment is held at £nil cost in the company balance sheet and is treated as a wholly owned subsidiary for the purpose of the group accounts. The England and Wales Cricket Trust Limited is incorporated in England and Wales and its principal activity is to promote community participation in healthy recreation by providing facilities for playing cricket through charitable donations and interest free loans to amateur cricket clubs.

During 2009, the branch in Dubai was incorporated and became a wholly owned subsidiary - Cricket Management & Promotions FZ-LLC. Prior to incorporation on 31 May 2009, the branch was party to a long-term contract with the International Cricket Council. On incorporation the ECB contributed to this contract in exchange for shares issued. The cost of investment was measured as the estimated present value of the expected future cash flows to be derived from the contract. The investment is held in the company's books at the lower of this cost and the value of net assets of the subsidiary.

England and Wales Cricket Board Limited

Notes to the financial statements Year ended 31 December 2009

11 Stocks

	2009 £'000	2008 £'000
Group and Company		
Goods held for resale	125	136

There is no material difference between the balance sheet value of stock and their replacement cost

12. Debtors

	Group		Company	
	2009 £'000	2008 £'000	2009 £'000	2008 £'000
Amounts falling due within one year				
Trade debtors	3,094	1,787	3,094	986
Other debtors	24,938	27,677	22,471	26,549
Amount owed by subsidiary undertaking	-	-	3,840	-
Prepayments and accrued income	1,126	1,355	1,123	1,355
	29,158	30,819	30,528	28,890
Amounts falling due after more than one year				
Other debtors	4,770	1,566	4,770	902
Total debtors	33,928	32,385	35,298	29,792

Other debtors include loans advanced to first class counties of £18,426,500 (2008 - £20,455,000)

13 Investments

	Group		Company	
	2009 £'000	2008 £'000	2009 £'000	2008 £'000
Cash deposits with terms less than 90 days	16,968	29,773	7,444	21,906

14 Creditors amounts falling due within one year

	Group		Company	
	2009 £'000	2008 £'000	2009 £'000	2008 £'000
Trade creditors	1,484	1,673	1,484	1,466
Corporation tax payable	-	47	-	47
Other creditors	3,499	4,412	3,499	4,412
Deferred income	31,274	17,073	33,607	17,073
Accruals	2,666	3,728	2,666	3,728
	38,923	26,933	41,256	26,726

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15. Creditors: amounts falling due after more than one year

Group	Group 2009 £'000	2008 £'000	Company 2009 £'000	2008 £'000
Deferred income	4,943	26,379	24,610	26,379

16. Reconciliation of movement in members' funds

	2009 £'000	2008 £'000
Group		
Retained profit for the year	893	1,056
Actuarial loss relating to pension scheme	(477)	(211)
Movement in surplus in pension scheme not recognised	401	169
Net increase to members' funds	817	1,014
Opening members' funds	22,466	21,452
Closing members' funds	23,283	22,466
Company		
Profit/(loss) for the year	2,748	(209)
Actuarial loss relating to pension scheme	(477)	(211)
Movement in surplus in pension scheme not recognised	401	169
Net increase/(decrease) in members' funds	2,672	(251)
Opening members' funds	578	829
Closing members' funds	3,250	578

17. Reconciliation of group operating profit to net cash (outflow)/inflow from operating activities

	2009 £'000	2008 £'000
Operating (loss)/profit	381	(1,223)
Depreciation of tangible fixed assets	95	174
Decrease / (increase) in stocks	11	(1)
(Increase) in debtors	(1,543)	(23,252)
(Decrease) / Increase in creditors	(9,408)	24,220
Pension scheme charges	215	319
Pension contributions paid	(269)	(258)
Net cash (outflow)/ inflow from operating activities	(10,518)	(21)

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18. Operating lease commitments

The group and company has the following commitments to make payments in the next year, under operating leases analysed between those where the commitment expires

Group and company	2009			2008		
	Land and buildings £'000	Other £'000	Total £'000	Land and buildings £'000	Other £'000	Total £'000
Within one year	28	33	61	13	110	123
Between one and two years	-	71	71	-	59	59
Between two and five years	-	371	371	-	189	189
After five years	223	-	223	223	-	223
	<u>251</u>	<u>475</u>	<u>726</u>	<u>236</u>	<u>358</u>	<u>594</u>

19. Pensions

The group has made contributions to the ECB Group Pension Plan and the ECB Group Pension Plan for Professional Cricketers, both defined contributions schemes, amounting to £942,000 (2008 – £892,000) and £641,000 (2008 – £408,000) respectively

The group also operates a defined benefit pension scheme, the ECB Retirement and Death Benefits Scheme ("the Scheme"), whose assets are held in independent trustee administered funds. Standard contributions are determined by a qualified actuary on the basis of triennial valuations using the attained age method. The most recent full valuation of the Scheme was carried out as at 1 October 2007.

The standard monthly contributions made to the Scheme by the group were 41.7% of pensionable earnings up to October 2005 and they were then increased to a fixed amount of £138,333 per month plus 30.5% of salaries. A new contribution statement came into force at the beginning of 2008 and standard monthly contributions are now 28.6% of pensionable salary. In total, contributions payable to the Scheme were £269,000 (2008 – £258,000).

The group has adopted FRS 17 "Retirement Benefits". The figures below have been based on full actuarial valuations as at 1 October 2008, updated to 31 December 2009 by an independent professional actuary.

The liabilities of the Scheme at 31 December 2009 were calculated on the following bases as required under FRS 17:

Assumptions	2009	2008	2007	2006	2005
Discount rate	5.80%	6.00%	5.50%	5.00%	4.70%
Rate of increase in salaries	3.60%	3.00%	4.00%	3.25%	4.00%
Inflation assumption	3.60%	3.00%	3.50%	3.25%	3.00%

Rate of increase in pensions payment are determined by the scheme rules – being the lower of RPI and 5% on pension entitlements earned up to 30 June 2005, and the lower of rpi and 2.5% thereafter.

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19. Pensions (continued)

The fair value of the assets and present value of the liabilities in the Scheme on an FRS 17 basis, along with the expected rate of return as at each balance sheet date were

Asset	Long term rate of return expected	2009 £'000	Long term rate of return expected	2008 £'000	Long term rate of return expected	2007 £'000
Equities	7.00%	6,291	7.00%	5,005	7.00%	6,872
Bonds	5.00%	6,819	5.25%	7,037	5.25%	7,410
Property	5.50%	42	5.50%	40	5.50%	60
Cash	4.50%	1,034	4.50%	1,195	5.25%	597
Total fair value of assets		14,186		13,277		14,939
Present value of scheme liabilities		(14,191)		(12,876)		(14,369)
(Deficit)/surplus in the scheme		(5)		401		570

The balance sheet position for the Scheme as calculated under FRS 17 as at 31 December 2009 is as follows

	2009 £'000	2008 £'000	2007 £'000
Fair value of assets	14,186	13,277	14,939
Present value of the Scheme liabilities	(14,191)	(12,876)	(14,369)
Surplus/(deficit) in the Scheme	(5)	401	570
Related deferred tax asset at 30%	-	-	-
Net surplus/(deficit) in the Scheme	(5)	401	570
Balance sheet position	(5)	-	-

The surplus in scheme in prior years was not recognised in the balance sheet. In the opinion of the directors, there was not sufficient certainty that any economic benefit would be derived from the surplus. As no surplus was recognised in the balance sheet, no deferred tax liability was accounted for. In 2009, a deferred tax asset has not been recognised in respect of the pension deficit as in the opinion of the directors, it is not possible to conclude that it is more likely than not that any deferred tax asset will be recovered.

Analysis of the amount charged to operating profit under FRS 17	2009 £'000	2008 £'000
Current service cost	(215)	(319)
Total operating charge	(215)	(319)

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19. Pensions (continued)

Analysis of the amount credited/(charged) to interest under FRS 17

	2009 £'000	2008 £'000
Expected return on pension scheme assets	786	883
Interest on pension scheme liabilities	(769)	(780)
Net interest receivable	17	103

Analysis of the actuarial gain recognised in statement of total recognised gains and losses (STRGL) under FRS 17

	2009 £'000	2008 £'000
Actual return less expected return on pension scheme assets	194	(2,104)
Experience gains and losses arising on the scheme liabilities	343	498
Changes in assumptions underlying the present value of the scheme liabilities	(1,014)	1,395
Actuarial (loss)/gain	(477)	(211)
Net movement in STRGL	(477)	(211)

Movement in surplus/(deficit) during the year

	2009 £'000	2008 £'000
Surplus/(deficit) in scheme at beginning of the year	401	570
Movement in the year		
Current service cost	(215)	(319)
Contributions paid	269	258
Net interest receivable	17	103
Actuarial (loss)/gain	(477)	(211)
Surplus in scheme at end of the year	(5)	401
Surplus in scheme not recognised	-	(401)
Balance sheet position at the end of the year	(5)	-

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19. Pensions (continued)

FRS 17 – history of experience gains and losses

	2009		2008		2007		2006		2005	
	% of scheme assets/ liabilities	£'000	% of scheme assets/ liabilities	£'000	% of scheme assets/ liabilities	£'000	% of scheme assets/ liabilities	£'000	% of scheme assets/ liabilities	£'000
Difference between expected and actual return on scheme assets	1	194	16	(2,104)	1.2	184	0.1	17	7	810
Experience gains and losses on scheme liabilities	2	343	4	498	0.6	85	6	912	2	313
Total amount recognised in statement of total recognised gains and losses (before deferred tax)	3	(477)	2	(211)	6	836	13	1,898	23	(4,207)

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20. Related party transactions

The directors have identified a number of cricketing organisations for which payments and receipts by the Group represent a significant transaction

- 1 The eighteen first class counties, MCC, the Minor Counties Cricket Association ("MCCA"), the Minor County Clubs and Cricket Boards have charged the ECB amounts totalling £40,770,015 (2008 - £38,602,483), in respect of fees for the provision of ground facilities and cricketers for matches under the control of ECB, and amounts payable under the terms of memorandums of understanding, licence fees and other commercial agreements. As at 31 December 2009 the ECB owed these parties £408,600 (2008 - £519,320) of unpaid fees. Such charges and fees include amounts in relation to the staging of international and domestic matches. The ECB has received income in relation to these matches of £18,143,000 (2008 - £13,240,000). As at 31 December 2009 the ECB was owed £613,500 (2008 - £337,000) from these parties. In addition the EWCT paid grants totalling £4,866,641 (2008 - £5,441,908) to County Cricket Boards.
- 2 ECB has loans of £18,426,500 (2008 - £20,338,000) in aggregate due from the eighteen first class counties, Cricket Ireland and the Professional Cricketers' Association. Interest is charged on the loans at varying rates ranging from zero and base rate.
- 3 The directors have identified Cambridge University Cricket Club, Irish Cricket Union, Koninklijke Cricket Bond, Danish Cricket Association, Oxford University Cricket Club, Professional Cricketers' Association, Scottish Cricket Union & Loughborough University Cricket Club as also being related and to which ECB has made payments. During the period, amounts totalling £919,204 (2008 - £894,095) were paid to these organisations. As at 31 December 2009 no amounts were owing (2008 - nil owing).
- 4 ECB paid £223,395 (2008 - £223,395) of commercial rent to MCC in respect of the leasehold property. As at 31 December 2009 no amounts were owing (2008 - nil owing).
- 5 ECB paid premiums of £1,391,250 (2008 - £1,312,500) to Reigndel Limited, an insurance company beneficially owned by the eighteen first class counties, MCC and the MCCA. Claims received during the year from Reigndel Limited amounted to £2,206,273 (2008 - £5,500,000). As at 31 December the ECB was owed £2,206,273 from Reigndel Limited (2008 - £500,000).
- 6 The group made donations amounting to £4,500,000 (2008 - £1,000,000) to the Cricket Foundation during the year. Income of £735,000 (2008 - £736,000) was received by the group from the Cricket Foundation by way of a grant in respect of development activities. As at 31 December 2009 the ECB was owed £nil (2008 - £nil).

21. Liability of members

England and Wales Cricket Board Limited is a company limited by guarantee and has no share capital. Each member has guaranteed to contribute a sum not exceeding £10 for payment of the company's debts and liabilities should the company be wound up. There were 41 members as at 31 December 2008 and 31 December 2009.