

WELSH ATHLETICS LIMITED

Report of the Directors and

Financial Statements

for the Year Ended 31 March 2020

O'Brien & Partners
Chartered Accountants
& Statutory Auditors
Highdale House
7 Centre Court
Treforest Industrial Estate
Pontypridd
Rhondda Cynon Taff
CF37 5YR

WELSH ATHLETICS LIMITED

Contents of the Financial Statements for the Year Ended 31 March 2020

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	3
Income Statement	5
Balance Sheet	6
Notes to the Financial Statements	7
Detailed Income and Expenditure Account	11

WELSH ATHLETICS LIMITED

**Company Information
for the Year Ended 31 March 2020**

DIRECTORS:	S M Alvey N Lewis D S Perks B J Plain A Thomas N Everitt H A Adams T C Overton
SECRETARY:	J Williams
REGISTERED OFFICE:	Cardiff International Sports Stadium Leckwith Road Leckwith Cardiff CF11 8AZ
REGISTERED NUMBER:	06179841 (England and Wales)
AUDITORS:	O'Brien & Partners Chartered Accountants & Statutory Auditors Highdale House 7 Centre Court Treforest Industrial Estate Pontypridd Rhondda Cynon Taff CF37 5YR

WELSH ATHLETICS LIMITED

**Report of the Directors
for the Year Ended 31 March 2020**

The directors present their report with the financial statements of the company for the year ended 31 March 2020.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2019 to the date of this report.

S M Alvey
N Lewis
B J Plain

Other changes in directors holding office are as follows:

R Odunaiya - resigned 19 January 2020
D S Perks - appointed 1 April 2019
A Thomas - appointed 10 June 2019
N Everitt - appointed 10 June 2019

H A Adams and T C Overton were appointed as directors after 31 March 2020 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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), 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 of the surplus or deficit 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 accounting estimates that are reasonable and prudent;
- 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 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, O'Brien & Partners, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

.....
N Everitt - Director

Date:

Report of the Independent Auditors to the Members of Welsh Athletics Limited

Opinion

We have audited the financial statements of Welsh Athletics Limited (the 'company') for the year ended 31 March 2020 which comprise the Income Statement, Balance Sheet and Notes to the Financial Statements, 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 company's affairs as at 31 March 2020 and of its deficit 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 company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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

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

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

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has 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 company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

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

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

Report of the Independent Auditors to the Members of Welsh Athletics Limited

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 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 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 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 a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

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 a Report of the Auditors 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.

Gareth Francis FCCA (Senior Statutory Auditor)
for and on behalf of O'Brien & Partners
Chartered Accountants
& Statutory Auditors
Highdale House
7 Centre Court
Treforest Industrial Estate
Pontypridd
Rhondda Cynon Taff
CF37 5YR

Date:

WELSH ATHLETICS LIMITED

**Income Statement
for the Year Ended 31 March 2020**

	Notes	31.3.20 £	31.3.19 £
TURNOVER		1,782,552	1,815,388
Administrative expenses		1,823,704	1,779,831
		(41,152)	35,557
Other operating income		(22,278)	9,351
OPERATING (DEFICIT)/SURPLUS and (DEFICIT)/SURPLUS BEFORE TAXATION		(63,430)	44,908
Tax on (deficit)/surplus		-	-
(DEFICIT)/SURPLUS FOR THE FINANCIAL YEAR		(63,430)	44,908

The notes form part of these financial statements

WELSH ATHLETICS LIMITED (REGISTERED NUMBER: 06179841)

**Balance Sheet
31 March 2020**

	Notes	31.3.20 £	£	31.3.19 £	£
FIXED ASSETS					
Intangible assets	5		16,769		22,358
Tangible assets	6		44,520		69,002
Investments	7		312,073		334,351
			<u>373,362</u>		<u>425,711</u>
CURRENT ASSETS					
Stocks		20,692		32,509	
Debtors	8	82,874		140,949	
Cash at bank and in hand		236,450		69,084	
		<u>340,016</u>		<u>242,542</u>	
CREDITORS					
Amounts falling due within one year	9	462,163		353,608	
			<u>(122,147)</u>		<u>(111,066)</u>
NET CURRENT LIABILITIES					
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>251,215</u>		<u>314,645</u>
RESERVES					
Income and expenditure account			<u>251,215</u>		<u>314,645</u>
			<u>251,215</u>		<u>314,645</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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

.....
D S Perks - Director

WELSH ATHLETICS LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2020

1. STATUTORY INFORMATION

Welsh Athletics Limited is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover includes income received from Grants, Membership fees and Events. Turnover is recognised when:

1. Entitlement to the grant is confirmed;
2. Membership and services fees are accounted for in the year to which they relate.
3. An event has occurred in the financial year.

Unspent grants are shown in the balance sheet as deferred income which is included in other creditors.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Website is being amortised evenly over its estimated useful life of five years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% - 33% on cost
Fixtures and fittings	- 10% - 33.33% on cost

Investments

Investments in shares are included at fair value.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to surplus or deficit on a straight line basis over the period of the lease.

WELSH ATHLETICS LIMITED

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Going concern

The company has made losses this year of £63,430 (2019 - profit of £44,908) and has net current liabilities of £122,147 (2019: £111,066).

The company meets its working capital requirements through the provision of grants and registration fees to provide a support structure and opportunities to take part in sporting competitions across Wales. The Directors consider there are sufficient funding streams in place for the company to be classed as a going concern.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 37 (2019 - 35).

Included within the wages costs of the company is a total of £45,686 (2019 - £39,902) which relates to the amounts paid to the key management personnel.

4. OPERATING (DEFICIT)/SURPLUS

The operating deficit (2019 - operating surplus) is stated after charging:

	31.3.20	31.3.19
	£	£
Depreciation - owned assets	31,130	29,662
Website amortisation	5,589	5,590
	<u>36,719</u>	<u>35,252</u>

5. INTANGIBLE FIXED ASSETS

COST

At 1 April 2019
and 31 March 2020

Website
£

42,713

AMORTISATION

At 1 April 2019
Amortisation for year

20,355

5,589

At 31 March 2020

25,944

NET BOOK VALUE

At 31 March 2020

16,769

At 31 March 2019

22,358

WELSH ATHLETICS LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2020**

6. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 April 2019	69,164	106,179	175,343
Additions	3,483	3,165	6,648
	<hr/>	<hr/>	<hr/>
At 31 March 2020	72,647	109,344	181,991
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 April 2019	39,080	67,261	106,341
Charge for year	16,652	14,478	31,130
	<hr/>	<hr/>	<hr/>
At 31 March 2020	55,732	81,739	137,471
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 March 2020	<u>16,915</u>	<u>27,605</u>	<u>44,520</u>
At 31 March 2019	<u>30,084</u>	<u>38,918</u>	<u>69,002</u>

7. FIXED ASSET INVESTMENTS

	Other investments £
COST OR VALUATION	
At 1 April 2019	334,351
Revaluations	(22,278)
	<hr/>
At 31 March 2020	312,073
	<hr/>
NET BOOK VALUE	
At 31 March 2020	<u>312,073</u>
At 31 March 2019	<u>334,351</u>

Cost or valuation at 31 March 2020 is represented by:

	Other investments £
Valuation in 2019	334,351
Valuation in 2020	(22,278)
	<hr/>
	312,073
	<hr/>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20 £	31.3.19 £
Trade debtors	19,536	73,980
Other debtors	63,338	66,969
	<hr/>	<hr/>
	<u>82,874</u>	<u>140,949</u>

WELSH ATHLETICS LIMITED

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20	31.3.19
	£	£
Trade creditors	82,524	74,530
Taxation and social security	31,940	26,522
Other creditors	347,699	252,556
	<u>462,163</u>	<u>353,608</u>

Included within other creditors is an amount relating to deferred income of £275,247 (2019: £173,375).

This years amount includes £200,000 of monies received from Sports Wales which has not yet been spent. The company has ring fenced these monies which are planned to be spent in the current financial year, in line with the Sport Wales funding agreement.

Other deferred income includes grants from other bodies of £45,294 and self generating income of £29,954.

10. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.3.20	31.3.19
	£	£
Within one year	<u>3,343</u>	<u>7,292</u>

11. RELATED PARTY DISCLOSURES

Welsh Athletics Limited is a director of Run 4 Wales Limited.

During the year Welsh Athletics Limited sold services to the value of £89,752 (2019 - £72,972) and made purchases to the value of £11,435 (2019 - £27,308) to Run 4 Wales Limited.

At the balance sheet date Run 4 Wales Limited owed the company £261 (2019 - £31,604) and this is shown in trade debtors. They were also owed £NIL (2019 - £11,435) by Run 4 Wales Limited which is shown in creditors.

All transactions noted above were at arms length.

12. LIMITED BY GUARANTEE

The company is limited by guarantee and accordingly does not have share capital.

Every member of the company undertakes to contribute such amounts as may be required not exceeding £1, to the assets of the company in the event of it being wound up while he or she is a member, or within one year after, he or she ceases to be a member.

WELSH ATHLETICS LIMITED

**Detailed Income and Expenditure Account
for the Year Ended 31 March 2020**

	31.3.20		31.3.19	
	£	£	£	£
Turnover				
Sport Wales grant	1,137,218		1,225,756	
UKA grant	133,375		82,063	
Membership and services	269,046		249,561	
Club development	5,718		9,322	
Education	96,816		95,126	
Domestic events	84,224		85,733	
International competition	3,435		760	
Other income	22,905		24,665	
Administration	29,815		4,402	
Donations received	-		38,000	
	-	1,782,552	-	1,815,388
Other income				
Fair value adjustment on shares		(22,278)		9,351
		-		9,351
		1,760,274		1,824,739
Expenditure				
Wages	812,858		822,313	
Social security	81,034		79,095	
Pensions	45,247		45,737	
Other staff expenses	84,909		75,869	
Motor expenses	3,017		6,435	
Physiotherapist costs	20,726		21,267	
Administration	115,530		87,891	
Membership and services	36,481		28,933	
Club development & grassroots	64,002		82,174	
Education	50,064		52,193	
Domestic events	161,774		123,120	
Run Wales	55,137		30,956	
Athlete support	59,372		28,766	
Coaching programme	99,503		106,348	
International prep & training	33,298		45,559	
International competition	100,752		143,175	
	-	1,823,704	-	1,779,831
NET (DEFICIT)/SURPLUS		(63,430)		44,908

This page does not form part of the statutory financial statements