

**COMMONWEALTH GAMES ENGLAND**

**(A company limited by guarantee)**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2014**

**COMMONWEALTH GAMES ENGLAND**  
(A company limited by guarantee)

**COMPANY INFORMATION**

**Directors**

Sir A W Foster - Chairman  
Dame K Holmes - President  
A D Paker - Chief Executive  
K H Atkinson  
S P Ball  
B Choudhrie  
A Kinnear  
Dr H A McInnes  
D P J Ross  
J E Ryan  
M R Thomas

**Company secretary** A D Paker

**Registered number** 01616941

**Registered office** 307-308 High Holborn  
London  
WC1V 7LL

**Independent auditor** BDO LLP  
Regent House  
Clinton Avenue  
Nottingham  
NG5 1AZ

**Bankers** Lloyds Bank plc  
83 Cannon Street  
London  
EC4N 8DL

**COMMONWEALTH GAMES ENGLAND**  
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**COMMONWEALTH GAMES ENGLAND**  
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**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2014**

The directors present their report and the financial statements for the year ended 31 March 2014.

**Principal activities**

The principal activities of the company are:

- to maintain the affiliation of England to the Commonwealth Games Federation;
- to encourage interest in the Commonwealth Games throughout England, to ensure that England is worthily represented at the Commonwealth Games and that proper arrangements are made for the organisation of the Commonwealth Games whenever they are awarded to England by the Commonwealth Games Federation;
- to prepare and manage teams for the Commonwealth Games;
- to prepare and manage teams for the Commonwealth Youth Games;
- to raise money by public appeals, sponsorship or otherwise, and to apply the same, together with all other funds and property of the company, in the furtherance of any of the company's objects and to hold and invest all monies not applied for such purposes as the company may from time to time direct.

**Results**

The surplus for the year, after taxation, amounted to £748,138 (2013 - £697,698).

**Directors**

The directors who served during the year were:

Sir A W Foster - Chairman  
Dame K Holmes - President  
A D Paker - Chief Executive  
K H Atkinson  
S P Ball (appointed 2 April 2013)  
B Choudhrie  
A Kinnear  
Dr H A McInnes  
D Robinson OBE (resigned 12 December 2013)  
D P J Ross  
J E Ryan  
M R Thomas

**Qualifying third party indemnity provisions**

Qualifying third party indemnity provision made by the company is in force for the benefit of the directors.

**COMMONWEALTH GAMES ENGLAND**  
(A company limited by guarantee)

**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2014**

**Directors' responsibilities statement**

The directors are responsible for preparing the directors' 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 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 judgments and 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.

**Provision of information to auditor**

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

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

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



**A D Paker**  
Secretary

Date: 31/7/14.

**COMMONWEALTH GAMES ENGLAND**  
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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF COMMONWEALTH GAMES ENGLAND**

We have audited the financial statements of Commonwealth Games England for the year ended 31 March 2014 which comprise the primary statements such as the income and expenditure account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 auditor's 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 auditor**

As explained more fully in the statement of directors' responsibilities, 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 and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2014 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; 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.

**COMMONWEALTH GAMES ENGLAND**  
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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF COMMONWEALTH GAMES ENGLAND**

**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; or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report.

BDO LLP

**Roger Merchant** (senior statutory auditor)  
for and on behalf of BDO LLP, statutory auditor  
Nottingham  
United Kingdom

13/8/14

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

**COMMONWEALTH GAMES ENGLAND**  
(A company limited by guarantee)

**INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2014**

|   | Note | 2014<br>£        | 2013<br>£        |
|---|------|------------------|------------------|
| <b>INCOME</b>   |      | <b>1,984,839</b> | <b>1,534,765</b> |
| Administrative expenses and games costs               |      | (1,498,293)      | (615,073)        |
| Exceptional item                                      |      | -                | (273,508)        |
| Administrative expenses and games costs               |      | (1,498,293)      | (888,581)        |
| <b>OPERATING SURPLUS</b>                              | 2    | <b>486,546</b>   | <b>646,184</b>   |
| Income from other fixed asset investments             |      | 73,691           | 52,741           |
| Surplus/(deficit) on disposal of investments          |      | 190,086          | (19,871)         |
| Interest receivable and similar income                |      | 309              | -                |
| Provision against investments released                |      | -                | 19,919           |
| <b>SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |      | <b>750,632</b>   | <b>698,973</b>   |
| Tax on surplus on ordinary activities                 | 5    | (2,494)          | (1,275)          |
| <b>SURPLUS FOR THE FINANCIAL YEAR</b>                 | 12   | <b>748,138</b>   | <b>697,698</b>   |

The notes on pages 7 to 12 form part of these financial statements.



**COMMONWEALTH GAMES ENGLAND**  
(A company limited by guarantee)

**BALANCE SHEET**  
**AS AT 31 MARCH 2014**

|  | Note | £       | 2014<br>£               | £                | 2013<br>£               |
|--|------|---------|-------------------------|------------------|-------------------------|
| <b>FIXED ASSETS</b>  |      |         |                         |                  |                         |
| Tangible assets  | 6    |         | 47,392                  |                  | 50,965                  |
| Investments  | 7    |         | 2,601,573               |                  | 2,621,737               |
|  |      |         | <u>2,648,965</u>        |                  | <u>2,672,702</u>        |
| <b>CURRENT ASSETS</b>  |      |         |                         |                  |                         |
| Debtors  | 8    | 570,088 |                         | 252,456          |                         |
| Cash at bank   |      | 580,878 |                         | 264,658          |                         |
|  |      |         | <u>1,150,966</u>        | <u>517,114</u>   |                         |
| <b>CREDITORS:</b> amounts falling due within one year          | 9    |         | <u>(989,912)</u>        | <u>(781,939)</u> |                         |
| <b>NET CURRENT ASSETS/(LIABILITIES)</b>                        |      |         | <u>161,054</u>          |                  | <u>(264,825)</u>        |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>                   |      |         | <u>2,810,019</u>        |                  | <u>2,407,877</u>        |
| <b>CREDITORS:</b> amounts falling due after more than one year | 10   |         | <u>-</u>                | <u>(345,996)</u> |                         |
| <b>NET ASSETS</b>  |      |         | <u><u>2,810,019</u></u> |                  | <u><u>2,061,881</u></u> |
| <b>CAPITAL AND RESERVES</b>                                    |      |         |                         |                  |                         |
| Income and expenditure account                                 | 12   |         | <u>2,810,019</u>        |                  | <u>2,061,881</u>        |
|  |      |         | <u><u>2,810,019</u></u> |                  | <u><u>2,061,881</u></u> |

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

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

Andrew Foster  
31/7/14

**Sir A W Foster - Chairman**  
Date:

The notes on pages 7 to 12 form part of these financial statements.

COMPANY REGISTERED NUMBER: 01616941

**COMMONWEALTH GAMES ENGLAND**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2014**

**1. ACCOUNTING POLICIES**

**1.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**1.2 Grant income**

Revenue grants are recognised in the income and expenditure account on a time apportioned basis when the company has become entitled to the income.

**1.3 Sponsorship and other income**

Sponsorship and other income is recognised on a time apportioned basis when the company has become entitled to the income in accordance with terms included in each contract.

**1.4 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

|  |   |                      |
|--|---|----------------------|
| Fixtures, fittings & office<br>equipment | - | 20-30% straight line |
|--|---|----------------------|

**1.5 Investments**

Investments held as fixed assets are shown at cost less provision for impairment.

Investment income is recognised on an accruals basis.

**1.6 Pensions**

The company makes contributions to employees personal pension plans after they have completed one year's service or in accordance with the terms of their respective contracts of employment.

**1.7 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the income and expenditure account.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

**2. OPERATING SURPLUS**

The operating surplus is stated after charging:

|  | <b>2014</b>   | <b>2013</b>   |
|--|---------------|---------------|
|  | £             | £             |
| Depreciation of tangible fixed assets: |               |               |
| - owned by the company                 | 17,697        | 10,079        |
| Auditor's remuneration                 | 4,400         | 4,200         |
| Pension costs                          | 11,018        | 6,965         |
|  | <b>17,697</b> | <b>10,079</b> |

**3. DIRECTORS' REMUNERATION**

|                        | <b>2014</b>    | <b>2013</b>    |
|------------------------|----------------|----------------|
|                        | £              | £              |
| Aggregate remuneration | 108,618        | 106,195        |
|                        | <b>108,618</b> | <b>106,195</b> |

During the year retirement benefits were accruing to 1 director (2013 - 1) in respect of defined contribution pension schemes.

**4. EXCEPTIONAL ITEM**

|                                  | <b>2014</b> | <b>2013</b>    |
|----------------------------------|-------------|----------------|
|                                  | £           | £              |
| Repayment of Spend to Save grant | -           | 273,508        |
|                                  | <b>-</b>    | <b>273,508</b> |

During a prior year, the company was awarded core funding from Sport England for the period to 31 March 2015. One of the conditions of that award was the repayment of a Spend to Save lottery grant received in earlier years amounting to £273,508. By accepting the award from Sport England the company has established an obligation to comply with the conditions of funding and, consequently, a liability for repayment of the Spend to Save grant is included in these accounts. The repayment was to be made in three instalments of which two have now been made. The final amount is due to be paid in July 2014. Due to the quantum and one-off nature of this transaction the directors considered it appropriate to disclose this as an exceptional item.

**COMMONWEALTH GAMES ENGLAND**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

**5. TAXATION**

|   | 2014         | 2013         |
|---|--------------|--------------|
|   | £            | £            |
| <b>Analysis of tax charge in the year</b>   |              |              |
| UK corporation tax charge on taxable income | 2,500        | 1,300        |
| Adjustments in respect of prior periods     | (6)          | (25)         |
|   | <b>2,494</b> | <b>1,275</b> |
|   | <b>2,494</b> | <b>1,275</b> |

**Factors affecting tax charge for the year**

The company is liable to corporation tax on investment income and chargeable capital gains.

**6. TANGIBLE FIXED ASSETS**

|                       | <b>Fixtures,<br/>fittings &amp;<br/>office<br/>equipment</b> |
|-----------------------|--|
|                       | £  |
| <b>Cost</b>           |  |
| At 1 April 2013       | 67,769   |
| Additions             | 14,124   |
| Disposals             | (794)  |
| At 31 March 2014      | <b>81,099</b>  |
| <b>Depreciation</b>   |  |
| At 1 April 2013       | 16,804   |
| Charge for the year   | 17,697   |
| On disposals          | (794)  |
| At 31 March 2014      | <b>33,707</b>  |
| <b>Net book value</b> |  |
| At 31 March 2014      | <b>47,392</b>  |
|                       | <b>47,392</b>  |
| At 31 March 2013      | <b>50,965</b>  |

**COMMONWEALTH GAMES ENGLAND**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

**7. FIXED ASSET INVESTMENTS**

|                                      | <b>Listed<br/>investments<br/>£</b> |
|--------------------------------------|-------------------------------------|
| <b>Cost</b>                          |                                     |
| At 1 April 2013                      | 2,623,349                           |
| Additions                            | 361,023                             |
| Disposals                            | (350,882)                           |
| Net movement in cash held by brokers | (30,305)                            |
|                                      | 2,603,185                           |
| <b>Impairment</b>                    |                                     |
| At 1 April 2013 and 31 March 2014    | 1,612                               |
|                                      | 2,601,573                           |
|                                      | 2,601,573                           |
| At 31 March 2014                     | 2,601,573                           |
| At 31 March 2013                     | 2,621,737                           |
| <b>Listed investments</b>            |                                     |

The market value of the listed investments at 31 March 2014 was £3,045,266 (2013 - £3,136,090).

Investment cost carried forward includes £63,773 (2013 - £94,078) of cash held with the broker. This arises from a combination of monies advanced for new investments not yet invested and from disposal proceeds not yet re-invested.

**8. DEBTORS**

|                | <b>2014<br/>£</b> | <b>2013<br/>£</b> |
|----------------|-------------------|-------------------|
| Trade debtors  | 199,446           | 66,994            |
| Accrued income | -                 | 154,540           |
| Other debtors  | 370,642           | 30,922            |
|                | 570,088           | 252,456           |
|                | 570,088           | 252,456           |

**COMMONWEALTH GAMES ENGLAND**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2014**

**9. CREDITORS:**

**Amounts falling due within one year**

|                                    | 2014    | 2013    |
|------------------------------------|---------|---------|
|                                    | £       | £       |
| Trade creditors                    | 98,094  | 49,779  |
| Corporation tax                    | 2,500   | 1,300   |
| Other taxation and social security | -       | 30,371  |
| Grant repayment                    | 91,169  | 91,169  |
| Deferred income                    | 763,665 | 593,760 |
| Other creditors                    | 34,484  | 15,560  |
|                                    | 989,912 | 781,939 |
|                                    | 989,912 | 781,939 |

**10. CREDITORS:**

**Amounts falling due after more than one year**

|                 | 2014 | 2013    |
|-----------------|------|---------|
|                 | £    | £       |
| Grant repayment | -    | 91,169  |
| Deferred income | -    | 254,827 |
|                 | -    | 345,996 |
|                 | -    | 345,996 |

**11. COMPANY STATUS**

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

**12. RESERVES**

|                                | Income and<br>Expenditure<br>account<br>£ |
|--------------------------------|---|
| At 1 April 2013                | 2,061,881                                 |
| Surplus for the financial year | 748,138                                   |
|                                | 2,810,019                                 |
| At 31 March 2014               | 2,810,019                                 |

**COMMONWEALTH GAMES ENGLAND**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2014**

**13. OPERATING LEASE COMMITMENTS**

At 31 March 2014 the company had annual commitments under non-cancellable operating leases as follows:

|                       | 2014<br>£     | 2013<br>£     |
|-----------------------|---------------|---------------|
| <b>Expiry date:</b>   |               |               |
| Between 2 and 5 years | <u>23,978</u> | <u>23,978</u> |

**14. RELATED PARTY TRANSACTIONS**

The company has entered into a sponsorship agreement valued at £400,000 over a four year period to December 2014 with National Express Group PLC, an entity in which Sir Andrew Foster (Chairman) is also a director. During the year ended 31 March 2014, £NIL (2013 - £150,000) of the above amount was invoiced by the company.

Income is being released to the income and expenditure account on a straight line basis over the term of the agreement. £99,000 has been released during the current year (2013 - £99,000), leaving an amount of £74,125 (2013 - £173,125) in deferred income to be allocated over the remaining contract period.

