

REGISTERED NUMBER: 04489466 (England and Wales)

SPORT TAEKWONDO UK LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

Sephton & Company LLP
Chartered Certified Accountants
Statutory Auditors
Marston House
5 Elmdon Lane
Marston Green
Solihull
West Midlands
B37 7DL

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FOR THE YEAR ENDED 31 MARCH 2018**

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SPORT TAEKWONDO UK LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2018

DIRECTORS:

G K Hall
Mrs S J Sutcliffe
Dr M P Loosemore
J Newton
M W C Archibald
M P Mckenzie

REGISTERED OFFICE:

National Taekwondo Centre
Ten Acres Sports Complex
Ten Acres Lane
Manchester
Lancashire
M40 2SP

REGISTERED NUMBER:

04489466 (England and Wales)

AUDITORS:

Sephton & Company LLP
Chartered Certified Accountants
Statutory Auditors
Marston House
5 Elmdon Lane
Marston Green
Solihull
West Midlands
B37 7DL

SOLICITORS:

Moorehead James LLP
Kildare House
3 Dorset Rise
London
EC4Y 8EN

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2018**

The directors present their report with the financial statements of the company for the year ended 31 March 2018.

PRINCIPAL ACTIVITY

The principal activities of the company in the year under review was that of the running of the elite athlete world class performance programme (Olympic and Paralympic), hosting major international World Taekwondo events, delivering the talent development programmes, and managing the international relations strategy.

REVIEW OF BUSINESS

With the continued support of our major funders, UK Sport and Sport England, and sponsors, income for the year ended 31 March 2018 increased by £156,440 to £2,650,342. Expenditure increased to £2,642,221 resulting in a retained surplus for the year £8,166 (2017: Deficit £16,014). During 2018, GB Taekwondo was awarded additional funding for both the Para-Taekwondo world class programme and also for a 'Medal Support Plan' for a karate athlete.

The unrestricted retained reserves at 31 March 2018 were £53,213 (2017: £45,047). The directors continue to be mindful of the need to increase reserves to an appropriate level for an organisation with income and expenditure exceeding £2m per annum, and the need to continue to invest in the programmes to ensure that medals at future major championships are obtained.

Performances at Major Championships

Since the date of the last accounts our Olympic and Paralympic National Lottery funded athletes have competed in 3 major competitions:

2017 World Taekwondo World Championships Muju (5 medals - UK Sport target exceeded)

2018 European Championships Kazan (7 medals - UK Sport target exceeded)

2018 Para Taekwondo European Championships Plovdiv (1 medal - UK Sport target met)

We remain confident that we are on track to meet our Tokyo 2020 targets and are looking for strong performances in 2019, notably at the World Taekwondo Championships in Manchester 2019.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2017 to the date of this report.

G K Hall

Mrs S J Sutcliffe

Other changes in directors holding office are as follows:

J R Beard - resigned 30 June 2017

S P Flynn - resigned 31 May 2017

M C Abberley - resigned 15 December 2017

Dr M P Loosemore - appointed 1 April 2017

J Newton - appointed 1 July 2017

M W C Archibald - appointed 1 November 2017

M P McKenzie was appointed as a director after 31 March 2018 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). 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;

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2018**

STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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.

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:



M W C Archibald - Director

26 September 2018

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SPORT TAEKWONDO UK LIMITED

Opinion

We have audited the financial statements of Sport Taekwondo UK Limited (the 'company') for the year ended 31 March 2018 which comprise the Income Statement, Balance Sheet, Cash Flow Statement and Notes to the Cash Flow Statement, 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 2018 and of its surplus 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 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, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the 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 SPORT TAEKWONDO UK LIMITED

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on pages two and three, 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.

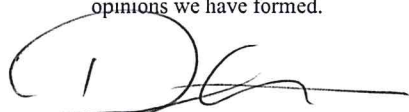
Auditors' responsibilities for the audit of the financial statements

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.



Darren Paul Carter (Senior Statutory Auditor)
for and on behalf of Sephton & Company LLP
Chartered Certified Accountants
Statutory Auditors
Marston House
5 Elmdon Lane
Marston Green
Solihull
West Midlands
B37 7DL

Date: 26/9/2018

SPORT TAEKWONDO UK LIMITED (REGISTERED NUMBER: 04489466)

**INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2018**

	Notes	31/3/18 £	31/3/17 £
INCOME		2,650,342	2,493,902
Administrative expenses		<u>2,642,221</u>	<u>2,510,239</u>
OPERATING SURPLUS/(DEFICIT)	4	8,121	(16,337)
Interest receivable and similar income		<u>45</u>	<u>323</u>
SURPLUS/(DEFICIT) BEFORE TAXATION		8,166	(16,014)
Tax on surplus/(deficit)		<u>-</u>	<u>-</u>
SURPLUS/(DEFICIT) FOR THE FINANCIAL YEAR		<u><u>8,166</u></u>	<u><u>(16,014)</u></u>

The notes form part of these financial statements

SPORT TAEKWONDO UK LIMITED (REGISTERED NUMBER: 04489466)

**BALANCE SHEET
31 MARCH 2018**

	Notes	31/3/18 £	31/3/17 £
CURRENT ASSETS			
Debtors	5	195,895	97,182
Cash at bank and in hand		61,285	104,053
		<u>257,180</u>	<u>201,235</u>
CREDITORS			
Amounts falling due within one year	6	203,967	156,188
		<u>203,967</u>	<u>156,188</u>
NET CURRENT ASSETS		<u>53,213</u>	<u>45,047</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>53,213</u>	<u>45,047</u>
RESERVES			
Income and expenditure account		53,213	45,047
		<u>53,213</u>	<u>45,047</u>
MEMBERS' FUNDS		<u>53,213</u>	<u>45,047</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 26 September 2018 and were signed on its behalf by:



M W C Archibald - Director



J Newton - Director

The notes form part of these financial statements

SPORT TAEKWONDO UK LIMITED (REGISTERED NUMBER: 04489466)

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2018**

	Notes	31/3/18 £	31/3/17 £
Cash flows from operating activities			
Cash generated from operations	1	(42,813)	(88,431)
Net cash from operating activities		<u>(42,813)</u>	<u>(88,431)</u>
Cash flows from investing activities			
Interest received		45	323
Net cash from investing activities		<u>45</u>	<u>323</u>
Decrease in cash and cash equivalents		<u>(42,768)</u>	<u>(88,108)</u>
Cash and cash equivalents at beginning of year	2	104,053	192,161
Cash and cash equivalents at end of year	2	<u><u>61,285</u></u>	<u><u>104,053</u></u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2018**

1. RECONCILIATION OF SURPLUS/(DEFICIT) BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	31/3/18	31/3/17
	£	£
Surplus/(deficit) before taxation	8,166	(16,014)
Finance income	(45)	(323)
	<u>8,121</u>	<u>(16,337)</u>
(Increase)/decrease in trade and other debtors	(98,713)	9,326
Increase/(decrease) in trade and other creditors	47,779	(81,420)
	<u>47,779</u>	<u>(81,420)</u>
Cash generated from operations	<u>(42,813)</u>	<u>(88,431)</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 March 2018

	31/3/18	1/4/17
	£	£
Cash and cash equivalents	61,285	104,053
	<u>61,285</u>	<u>104,053</u>

Year ended 31 March 2017

	31/3/17	1/4/16
	£	£
Cash and cash equivalents	104,053	192,161
	<u>104,053</u>	<u>192,161</u>

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

1. STATUTORY INFORMATION

Sport Taekwondo UK 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 the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared under the historical cost convention.

Income

Income represents net invoiced sales in respect of grants, donations and sponsorship, excluding value added tax.

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.

Deferred grants

Grants are credited to income in order to match expenditure in the year to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 27 (2017 - 23).

4. OPERATING SURPLUS/(DEFICIT)

The operating surplus (2017 - operating deficit) is stated after charging:

	31/3/18	31/3/17
	£	£
Auditors' remuneration	4,800	4,200
Auditors' remuneration for non audit work	1,953	1,950
	<u>6,753</u>	<u>6,150</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/3/18	31/3/17
	£	£
Trade debtors	39,499	14,621
Other debtors	156,396	82,561
	<u>195,895</u>	<u>97,182</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/3/18	31/3/17
	£	£
Trade creditors	62,448	32,556
Other creditors	141,519	123,632
	<u>203,967</u>	<u>156,188</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

7. LEASING AGREEMENTS

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

	31/3/18	31/3/17
	£	£
Within one year	47,441	-
Between one and five years	189,764	-
In more than five years	1,644,621	-
	<u>1,881,826</u>	<u>-</u>

8. RELATED PARTY DISCLOSURES**British Taekwondo Control Board (WTF) Limited**

A company in which M C Abberley is a director.

Contributions amounting to £3,115 (2017 - £5,000) was received during the year and contributions amounting to £1,253 (2017 - £2,988) were paid during the year.

Amount due from related party at the balance sheet date was £3,000 (2017 - £nil).

Taekwondo Events Limited

A company in which S P Flynn is a director.

Contributions amounting to £99,098 (2017 - £8,972) was received during the year and contributions amounting to £33,270 (2017 - £nil) were paid during the year.

Amount due from related party at the balance sheet date was £27,014 (2017 - £9,511).

9. LIMITED BY GUARANTEE

Every qualifying member of the Sport Taekwondo UK Limited undertakes to contribute to the assets of the Sport Taekwondo UK Limited, in the event of the same being wound up while they are a member or within one year after they cease to be a member, for payment of the debts and liabilities of the Sport Taekwondo UK Limited contracted before they cease to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors among themselves, such amount as may be required not exceeding £1. The number of these members at 31 March 2018 was five (2017 : five).

