

SPORT TAEKWONDO UK LIMITED
(A Company Limited by Guarantee)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2012

Registered Number: 04489466 (England and Wales)

SPORT TAEKWONDO UK LIMITED

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SPORT TAEKWONDO UK LIMITED

COMPANY INFORMATION

DIRECTORS

J Beard (Chairman)
G Hall
M Hope
S Peters
A Tranter

AUDITORS

Sephton & Company LLP
Marston House
5 Elmdon Lane
Marston Green
Solihull
B37 7DL

REGISTERED OFFICE

The East Manchester Academy
60 Grey Mare Lane
East Manchester
M11 3DS

**REGISTRATION NUMBER
OF INCORPORATION**

04489466 (England and Wales)

SOLICITORS

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

SPORT TAEKWONDO UK LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2012

The directors present their report and financial statements for the year ended 31 March 2012.

PRINCIPAL ACTIVITIES

The principal activities of the company during the period were to improve the performance of Great Britain's (GB) elite athletes together with developing junior and cadet athletes. This includes the preparation of GB teams to compete in European, World and Olympic Games through UK and overseas based training. Junior and Cadet Team development was facilitated by UK based training in preparation of major international completions.

Sport Taekwondo UK Ltd also provides the exposure for UK and International athletes to competitions based in the UK via the provision of the BTCB National Championships and the British International Open Championships.

BUSINESS REVIEW

The directors are pleased to report that the company has again increased its net asset position in the year to 31 March 2012. However, whilst the directors will aim to generate small surpluses over the coming years in order to build reserves to an acceptable level, this will be challenging in the year to 31 March 2013 as we incur substantial costs in lead up to the Olympic Games.

GOING CONCERN

At 31 March 2012, the balance sheet shows an accumulated surplus of £31,171. The directors are very mindful of the balance sheet position, and continue to monitor closely the cash flow forecasts and the projections for the current year, which currently indicate that the company will retain a surplus as at 31 March 2013. On this basis, the directors are satisfied that the accounts for Sport Taekwondo UK Limited should be prepared on a going concern basis.

DIRECTORS

The directors who served during the year were as follows:

J Beard
G Hall
M Hope
S Peters
A Tranter

SPORT TAEKWONDO UK LIMITED

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2012

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 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the 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.

AUDIT INFORMATION AND 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.

The directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

A resolution to re-appoint Sephton & Company LLP as auditors will be presented to the members at the Annual General Meeting in accordance with Section 485(2) of the Companies Act 2006.

BY ORDER OF THE BOARD

.....

G Hall - Director

Date: 6 September 2012

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
SPORT TAEKWONDO UK LIMITED**

We have audited the financial statements of Sport Taekwondo UK Limited for the year ended 31 March 2012 which comprise the Income and Expenditure Account, the Balance Sheet and 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 Standards (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 auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 2, 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 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 company's affairs as at 31 March 2012 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 Report of the Directors 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, or
- the directors were not entitled to prepare the financial statements and the Report of the Directors in accordance with the small companies regime.

**Darren Carter (Senior Statutory Auditor)
for and on behalf of Sephton & Company LLP,
Chartered Certified Accountants, Registered Auditors**

**Marston House
5 Elmdon Lane
Marston Green
Solihull
West Midlands
B37 7DL**

Date

SPORT TAEKWONDO UK LIMITED
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2012

	Notes	2012 £	2011 £
INCOME			
Grants and other income received and attributable to expenditure charged in the year		1,754,314	1,464,606
TOTAL OPERATING INCOME		<u>1,754,314</u>	<u>1,464,606</u>
Administrative expenses		(1,728,088)	(1,421,721)
OPERATING SURPLUS	2	<u>26,226</u>	<u>42,885</u>
Interest receivable and similar income	3	<u>61</u>	<u>44</u>
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		26,287	42,929
Taxation	4	-	-
SURPLUS ON ORDINARY ACTIVITIES AFTER TAXATION		<u><u>£26,287</u></u>	<u><u>£42,929</u></u>

All transactions during the year are derived from continuing activities.

There were no other recognised gains and losses other than those included in the income and expenditure account.

The notes on pages 6 to 8 form part of these financial statements.

SPORT TAEKWONDO UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2012

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards and the accounting policies set out below.

Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention.

Income

This comprises grants, donations and sponsorship.

Deferred grants

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

Tangible fixed assets and depreciation

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

Gym refurbishment - straight line over three years

Operating leases

Rentals payable under operating leases are charged against the income and expenditure account on a straight line basis over the lease term.

2. OPERATING SURPLUS	2012	2011
	£	£
This is stated after charging:		
- Auditors' remuneration	2,472	2,400
- Other services – taxation and payroll	1,118	708
- Depreciation of tangible fixed assets:		
- owned by the company	49,045	48,929
	<u> </u>	<u> </u>
3. INTEREST RECEIVABLE AND SIMILAR INCOME		
Bank interest	61	44
	<u> </u>	<u> </u>

4. CORPORATION TAX

As a company limited by guarantee, any trading surplus is for the benefit of the members and therefore not chargeable to corporation tax.

SPORT TAEKWONDO UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 31 MARCH 2012

5. OPERATING LEASE COMMITMENTS	2012	2011
	£	£
The following operating lease payments are committed to be paid within one year:		
Expiring:		
Between one and five years	15,606	15,282
In more than five years	28,104	-
	<u>£43,710</u>	<u>£15,282</u>
	<u><u>£43,710</u></u>	<u><u>£15,282</u></u>
 6. DIRECTORS REMUNERATION		
Aggregate emoluments	£132,253	£104,188
	<u>£132,253</u>	<u>£104,188</u>
	<u><u>£132,253</u></u>	<u><u>£104,188</u></u>
 7. TANGIBLE FIXED ASSETS		
	Gym	Total
	Refurbishment	£
	£	£
Cost		
At 1 April 2011	148,386	148,386
Additions	-	-
	<u>148,386</u>	<u>148,386</u>
At 31 March 2012	148,386	148,386
	<u>148,386</u>	<u>148,386</u>
Depreciation		
At 1 April 2011	48,929	48,929
Charge for the year	49,045	49,045
	<u>97,974</u>	<u>97,974</u>
At 31 March 2012	97,974	97,974
	<u>97,974</u>	<u>97,974</u>
Net book value		
At 31 March 2012	50,412	50,412
	<u>50,412</u>	<u>50,412</u>
At 31 March 2011	£99,457	£99,457
	<u>£99,457</u>	<u>£99,457</u>
	<u><u>£99,457</u></u>	<u><u>£99,457</u></u>
 8. DEBTORS: amounts falling due within one year	2012	2011
	£	£
Trade debtors	2,940	10,701
Other debtors	121,742	51,897
	<u>£124,682</u>	<u>£62,598</u>
	<u><u>£124,682</u></u>	<u><u>£62,598</u></u>
 9. CREDITORS: amounts falling due within one year	2012	2011
	£	£
Trade creditors	34,830	84,394
Taxation and social security	-	-
Other creditors	386,724	259,365
	<u>£421,554</u>	<u>£343,759</u>
	<u><u>£421,554</u></u>	<u><u>£343,759</u></u>

SPORT TAEKWONDO UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 31 MARCH 2012

10. RESERVES	Income and Expenditure Account £
Balance as at 1 April 2011	4,884
Surplus for year	26,287
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Balance as at 31 March 2012	£31,171
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11. LIABILITY OF MEMBERS

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 2012 was five (2011: five).

12. RELATED PARTY TRANSACTIONS

During the year Sport Taekwondo UK Limited traded on a normal commercial basis with Build Assist (UK) Limited, a company which Mr A Tranter was also a director and shareholder.
The total expenditure incurred during the year was £6,300.