

TENNIS WALES LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2018

COMPANY NO: 05760866



TENNIS WALES LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2018

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TENNIS WALES LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2018

DIRECTORS: R J Bernard
S Clarke
A Brown
E A Parry
M J Buck
M C Dunn
L Scott
M Lewis
B Cawte
S D Johnson
N P O'Doherty
M J Jones

SECRETARY: D Clarke

REGISTERED OFFICE: No 2 Francis House
Drake Walk
Waterfront 2000
Cardiff
CF10 4AN

REGISTERED NUMBER: 05760866 (England and Wales)

AUDITORS: Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

BANKERS: Barclays Bank Plc
121 Queen Street
CARDIFF
CF10 2BJ

SOLICITORS: Dolmans Solicitors
One Kingsway
CARDIFF
CF10 3DS

TENNIS WALES LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2018

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

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of growing the game of tennis in Wales via coaching, competitions and community participation initiatives.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2018 to the date of this report.

R J Bernard
S Clarke
A Brown
E A Parry
M J Buck
M C Dunn

Other changes in directors holding office are as follows:

P J Drew - resigned 1 September 2018
W M Clarke - resigned 28 April 2018
V Broadbent - resigned 28 April 2018
C C Bowley - resigned 12 March 2018
L Scott - appointed 28 April 2018
M Lewis - appointed 28 April 2018
B Cawte - appointed 28 April 2018
S D Johnson - appointed 24 October 2018
N P O'Doherty - appointed 24 October 2018
M J Jones - appointed 24 October 2018

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;
- 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.

TENNIS WALES LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2018

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:


.....
R J Bernard - Director

Date: 4 April 2019

Opinion

We have audited the financial statements of Tennis Wales Limited (the 'company') for the year ended 31 December 2018 which comprise the Profit and loss account, 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 December 2018 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.

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 TENNIS WALES 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.

Julia Mortimer (Senior Statutory Auditor)
for and on behalf of Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

5 April 2019

TENNIS WALES LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2018

	Notes	2018 £	2017 £
TURNOVER		885,685	951,029
Administrative expenses		<u>(884,726)</u>	<u>(973,037)</u>
OPERATING SURPLUS/(DEFICIT)		959	(22,008)
Interest receivable and similar income		<u>941</u>	<u>649</u>
SURPLUS/(DEFICIT) BEFORE TAXATION		1,900	(21,359)
Tax on surplus/(deficit)		<u>(3,007)</u>	<u>(1,505)</u>
DEFICIT FOR THE FINANCIAL YEAR		<u><u>(1,107)</u></u>	<u><u>(22,864)</u></u>

The notes form part of these financial statements


TENNIS WALES LIMITED (REGISTERED NUMBER: 05760866)

BALANCE SHEET
31 DECEMBER 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	4	32,654	47,800
CURRENT ASSETS			
Debtors	5	50,776	110,589
Cash at bank and in hand		460,100	325,242
		510,876	435,831
CREDITORS			
Amounts falling due within one year	6	(256,876)	(195,770)
NET CURRENT ASSETS		254,000	240,061
TOTAL ASSETS LESS CURRENT LIABILITIES		286,654	287,861
RESERVES			
Designated reserves	7	7,602	7,702
Income and expenditure account	7	279,052	280,159
		286,654	287,861

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 for issue by the Board of Directors on 4 April 2019 and were signed on its behalf by:


R J Bernard - Director

The notes form part of these financial statements

1. **STATUTORY INFORMATION**

Tennis Wales 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.

Each member is liable for a maximum of £1 in the event of the company being wound up.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

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.

There have been no material departures from Financial Reporting Standard 102 1A.

Going concern

The company receives significant grant funding from the LTA. This funding is applied for each year and has been successfully negotiated for 2019. The directors consider the going concern basis adopted for these financial statements to be appropriate, in light of the strong cash and reserves position of the company, as well as the legitimate expectation of continued LTA support.

Turnover

Turnover represents income receivable in the year in respect of grant funding, affiliation fees, sponsorship, sale of tickets and player contributions to tournaments, training and other events, excluding value added tax.

Tangible fixed assets

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

Leasehold property	- Over the period of the lease
Fixtures, fittings and equipment	- 15% on cost
Motor vehicles	- 25% reducing balance
Office equipment	- 25% on cost

Fixed assets are initially recorded at cost.

Taxation

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.

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.

Operating lease commitments

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in administrative expenses.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand.

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

2. ACCOUNTING POLICIES - continued

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2017 - 10).

4. TANGIBLE FIXED ASSETS

	Leasehold property £	Fixtures, fittings and equipment £	Motor vehicles £	Office equipment £	Totals £
COST					
At 1 January 2018	121,927	25,752	26,525	3,332	177,536
Additions	-	287	-	266	553
Disposals	-	-	(26,525)	-	(26,525)
At 31 December 2018	121,927	26,039	-	3,598	151,564
DEPRECIATION					
At 1 January 2018	94,406	10,172	22,288	2,870	129,736
Charge for year	8,056	3,214	-	192	11,462
Eliminated on disposal	-	-	(22,288)	-	(22,288)
At 31 December 2018	102,462	13,386	-	3,062	118,910
NET BOOK VALUE					
At 31 December 2018	19,465	12,653	-	536	32,654
At 31 December 2017	27,521	15,580	4,237	462	47,800

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Other debtors	5,190	9
VAT recoverable	-	533
Prepayments	18,409	6,563
Accrued income	27,177	103,484
	<u>50,776</u>	<u>110,589</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	42,083	31,407
Corporation tax	2,979	1,477
Social security and other taxes	5,901	8,272
VAT	1,498	-
Other creditors	-	216
Deferred income	191,341	126,666
Accruals	13,074	27,732
	<u>256,876</u>	<u>195,770</u>

Included within deferred income above is £91,946 (2017: £79,105) of deferred income from Sport Wales.

TENNIS WALES LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018		2017	
	£	£	£	£
Turnover				
LTA grants	286,500		344,430	
Sport Wales grants	258,995		264,135	
Tennis Foundation grants	34,705		41,721	
Donations, sponsorship and recharges	211,491		193,938	
Affiliation and registration	38,783		37,551	
Special projects	5,921		9,904	
Coaches	-		7,020	
Player programmes	12,221		20,397	
South Wales committee events	25,622		21,204	
North Wales committee events	5,879		7,059	
Competitions	5,568		3,670	
		885,685		951,029
Other income				
Deposit account interest		941		649
		886,626		951,678
Expenditure				
Directors' salaries	42,270		55,000	
Directors' social security	3,802		6,528	
Directors' pension contributions	3,775		5,500	
Staffing costs	296,531		282,583	
Other staff related costs	50,666		47,461	
Pensions	22,138		22,314	
Administration	75,060		77,255	
Elite Strategy - high performance	58,677		100,205	
Elite Strategy - talent development	36,944		34,778	
Coaches	-		17,785	
Competition	6,862		1,957	
Commission and recharged expenditure	87,613		85,918	
Community participation	95,761		118,284	
South Wales committee events	45,563		51,039	
North Wales committee events	33,464		40,657	
Communications and marketing	23,597		21,559	
Auditors' remuneration	3,076		2,834	
Bad debts	2,484		1,380	
Profit/loss on sale of tangible fixed assets	(3,557)		-	
		884,726		973,037
NET SURPLUS/(DEFICIT)		<u>1,900</u>		<u>(21,359)</u>

This page does not form part of the statutory financial statements