

ENGLISH CHESS FEDERATION
(a company limited by guarantee)
INDEX TO THE FINANCIAL STATEMENTS
YEAR FROM 1 MAY 2011 TO 30 APRIL 2012

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ENGLISH CHESS FEDERATION
(A company limited by guarantee)
YEAR ENDED 30 APRIL 2012

COMPANY INFORMATION

Registered Office	The Watch Oak Chain Lane Battle East Sussex TN33 0YD
Incorporated	In England & Wales A Company limited by Guarantee
Company Number	5293039
Directors	R J Edwards (President) M J Gunn (Non-Executive Chairman) C J Mattos (Finance) A R Holowczak (Home Chess) D K Openshaw (International) P Ehr (Junior Chess & Education) S D Hewitt (Non-Executive) J T J Rudd (Non-Executive)
Secretary	J A Philpott
Bankers	NatWest Bank Havelock Road Hastings East Sussex TN34 1BW
Auditors	Goatcher Chandler Chartered Accountants & Registered Auditor 10 Overcliffe Gravesend Kent DA11 0EF

**ENGLISH CHESS FEDERATION
(A company limited by guarantee)
YEAR ENDED 30 APRIL 2012**

DIRECTORS' REPORT

The directors present herewith the accounts for the year from 1st May 2011 to 30th April 2012.

Principal Activities

The principal activities of the company are to encourage the study and practice of chess in England, to maintain the British Chess Championships, and to promote national and international chess tournaments in England.

Directors

The following served as directors during the period:

C J de Mooi
A P Farthing
P W Purland (to 15 October 2011)
S Reuben (to 15 October 2011)
J T J Rudd
J Wickham
L H Cooper
A N Raoof
G A Caller
M J Gunn
T W Woolgar (from 15 October 2011)
P C Ehr (from 15 October 2011)

Alternate Directors

A R Holowczak – alternate for A N Raoof
N D Short – alternate for C J de Mooi (from 31 August 2011)
D Welch – alternate for P W Purland (to 15 October 2011)
T W Woolgar – alternate for S Reuben (from 17 August 2011 to 15 October 2011)

Changes to Directors since the end of the period

C J de Mooi resigned on 8 September 2012 and N D Short automatically ceased to be his alternate on that date.

L H Cooper resigned on 15 September 2012 and was replaced by S D Hewitt who had since 2 June 2012 been his alternate.

R J Edwards, C J Mattos and A R Holowczak were elected as directors at the Annual General Meeting on 13 October 2012. A P Farthing, G A Caller, A N Raoof, J Wickham and T W Woolgar ceased to be directors at the conclusion of that meeting.

D K Openshaw was appointed as a director on 20 November 2012.

**ENGLISH CHESS FEDERATION
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Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 year. In preparing those 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 a 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 which 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 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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Small company exemptions

The directors have taken advantage of the exemptions conferred by Part 15 of the Companies Act 2006 and have done so on the grounds that in their opinion the company is entitled to the exemptions as a small company.

Auditors

The auditors, Goatcher Chandler, were reappointed as auditors at the Annual General Meeting on 13 October 2012.

By order of the board

J A Philpott
Company Secretary
12 January 2013

**ENGLISH CHESS FEDERATION
(A company limited by guarantee)
YEAR ENDED 30 APRIL 2012**

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE
ENGLISH CHESS FEDERATION**

We have audited the financial statements of the English Chess Federation for the year ended 30 April 2012 on pages 7 to 11. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective April 2008).

This report is made solely to the company's members, as a body, in accordance with sections 495 and 496 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 auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any one 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 the directors and auditors

As described on page 4, the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 2006. We also report to you whether, in our opinion, the Directors' Report is inconsistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information required by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

**ENGLISH CHESS FEDERATION
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YEAR ENDED 30 APRIL 2012**

Opinion

In our opinion:-

- the financial statements give a true and fair view of the state of the company's affairs as at 30th April 2012, and of its deficit for the year then ended;
- the financial statements have been prepared in accordance with United Kingdom generally accepted accounting practice
- the financial statements have been properly prepared in accordance with the Companies Act 2006; and
- the information given in the Directors' Report is consistent with the financial statements.

**Clifford Chandler (Senior Statutory Auditor) for and on behalf of
Goatcher Chandler
Chartered Accountants
Registered Auditor
10 Overcliffe
Gravesend
Kent
DA11 0EF**

January 2013

ENGLISH CHESS FEDERATION
(A company limited by guarantee)
YEAR ENDED 30 APRIL 2012

PROFIT AND LOSS ACCOUNT

		2011-12 £	2010-11 £
Turnover	2	295,933	267,567
Expenditure		<u>302,475</u> (6,542)	<u>268,877</u> (1,310)
Bank interest received		3	2
Gross Deficit on ordinary activities		<u>(6,539)</u>	<u>(1,308)</u>
Balance brought forward		(14,655)	(13,347)
Balance carried forward		<u><u>(21,194)</u></u>	<u><u>(14,655)</u></u>

ENGLISH CHESS FEDERATION
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BALANCE SHEET

		2011-12	2010-11
		£	£
Fixed Assets	3	3,885	3,057
Stock	4	1,389	9,932
Debtors	5	71,896	40,230
Cash at Bank and in Hand		123,637	85,297
Current Assets		<u>196,922</u>	<u>135,459</u>
Creditors falling due within 1 year	6	(183,011)	(114,181)
Net Current Assets		<u>13,911</u>	<u>21,278</u>
Net Assets		<u>17,796</u>	<u>24,335</u>
<u>Represented by:</u>			
Profit and loss account (see page 7)		(21,194)	(14,655)
Reserves	7	38,990	38,990
		<u>17,796</u>	<u>24,335</u>

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

These financial statements were approved by the board of directors on and signed on its behalf by:

12 January 2013

Chris Mattos
 Director

ENGLISH CHESS FEDERATION
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NOTES TO THE FINANCIAL STATEMENTS

1. Accounting Policies

The following accounting policies have been used consistently in dealing with items which are considered significant in relation to the company's financial statements and there have been no material changes during the period.

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

Turnover - Turnover represents the sales of services, subscriptions and grants received excluding value added tax. Turnover is recognised in the accounting period to which it relates. Turnover related to specific events and the expenditure related to that event is recognised in the financial year in which the final day of that event falls.

Expenditure - Expenditure represents the directly attributable costs of providing goods and services.

Stocks - Stocks are valued at the lower of cost or net realisable value, after making allowance for obsolete and slow moving items. The write-off of slow moving and obsolete stock is recognised as expenditure and is disclosed in Note 2 on page 10.

Recognition of fixed assets - Non-current assets are initially recognised at the purchase price plus all directly attributable costs of bringing the asset into service.

Depreciation on fixed assets - Depreciation is provided on a straight line basis in order to write off each asset over its estimated useful life as follows:-

- Computer Equipment 5 years
- Office Equipment 3 years
- Chess Equipment 5-10 years

Assets acquired from the British Chess Federation were fully depreciated at the start of the financial year. No value is recognised in the accounts for these assets.

Events that have not yet commenced or have not been completed - Entry fees and other payments received are recognised at the point that the event is completed. Where cash has been received for an event that had not commenced or has not been finished at year end, this is recognised as a liability to the ECF and is included as accrued income. Likewise, where payments have been made for an event that has not commenced or is not complete at year-end this is recognised as an asset to the ECF and is included as a prepayment.

Subscriptions - Members' subscriptions are credited when received and a provision has been made in the accounts for subscriptions paid in advance for future years and for the cost of services to be supplied after the Balance sheet date until the subscriptions expire.

Operating Leases - Payments made under operating leases are charged to expenditure in equal amounts in accordance with the terms of the lease. Amounts owing under operating leases due in 2012-13 are disclosed in Note 8 on page 11.

ENGLISH CHESS FEDERATION
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NOTES TO THE FINANCIAL STATEMENTS

	2011-12	2010-11
	£	£
2. Operating Profit		
Operating profit is stated after crediting:		
Bank interest	3	2
and after charging		
Auditors' Remuneration	1,575	1,500
Depreciation	2,495	1,652
Impairments	-	5,055
Stock write-offs	8,543	-
3. Fixed Assets		
Cost		
Brought forward	14,307	18,580
Additions during period	3,323	2,045
Impairments	-	(6,318)
Total	<u>17,630</u>	<u>14,307</u>
Depreciation		
Brought forward	11,250	10,861
Charged in year	2,495	1,652
Impairments	-	(1,263)
Total	<u>13,745</u>	<u>11,250</u>
Net Book Value	<u>3,885</u>	<u>3,057</u>
4. Stock		
Trophies	-	44
Certificate of Merit stock	1,389	1,561
Other stock	-	8,327
Total	<u>1,389</u>	<u>9,932</u>
5. Debtors		
Unfinished events	50,562	21,501
Other prepayments	3,854	7,980
Other debtors	17,480	10,749
Total	<u>71,896</u>	<u>40,230</u>

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NOTES TO THE FINANCIAL STATEMENTS

	2011-12	2010-11
	£	£
6. Creditors		
Creditors and accrued expenses	13,586	11,000
Creditors - English Championship prize	18,000	20,000
Subscriptions received in advance	19,261	18,777
Unfinished events	82,176	16,299
VAT	9,988	8,105
Loan from John Robinson Trust	20,000	20,000
Loan from Chess Centre Limited	20,000	20,000
Total	183,011	114,181

7. Reserves		
Legacies fund	35,578	35,578
Alexander Prize Fund	1,330	1,330
General Fund transferred from BCF	2,082	2,082
Total	38,990	38,990

8. Operating Leases

The ECF has two non-land operating leases

Expiring:

Within one year	966	966
Within two to five years	5,500	6,949
Over five years	-	-

9. Honoraria

During the year the English Chess Federation made payments to the following non-staff members.

R J Haddrell
H Grist

All payments were made for services provided to the English Chess Federation.

10. Directors Interests

The Directors are all officers of the British Chess Federation (an unincorporated body) and most hold offices in various regional and county chess associations.

ENGLISH CHESS FEDERATION
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SUMMARY MANAGEMENT INFORMATION (UNAUDITED)

	2011-12	2010-11
	£	£
Income		
A. General Funding	6,149	45,694
B. Management Services	6,690	6,676
C. Direct Members	60,853	51,564
D. Game Fee	56,179	52,545
E. Home Chess	3,332	1,843
F. Junior Chess	64,642	46,175
G. Women's Chess	21	-
H. International Chess	21,484	1,811
I. British Championships	70,416	51,711
K. Grading	4,642	6,425
Certificate of Excellence	779	1,836
Master Points	110	74
Certificate of Merit	639	1,215
	<hr/>	<hr/>
	295,936	267,569
Expenditure		
A. General Funding	-	-
B. Management Services	93,545	107,773
C. Direct Members	1,581	3,506
D. Game Fee	-	-
E. Home Chess	3,082	2,075
F. Junior Chess	72,314	50,843
G. Women's Chess	773	2,242
H. International Chess	41,400	21,696
I. British Championships	64,842	47,680
J. Marketing	522	150
K. Grading	13,342	16,492
Certificate of Excellence	1,269	1,238
Chess for Schools	-	5,823
Certificate of Merit	62	8,159
Loan Interest	1,200	1,200
Obsolete stock - written off	8,543	-
	<hr/>	<hr/>
	302,475	268,877

ENGLISH CHESS FEDERATION
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DETAILED MANAGEMENT INFORMATION (UNAUDITED)

	2011-12	2010-11
	£	£
A: General Funding		
PIF income	10,000	7
Donations	1,146	685
Interest	3	2
Government grant income	(5,000)	45,000
Net Income	6,149	45,694
B: Management Services		
<u>Income</u>		
Sales of books & equipment	-	420
Insurance services commission	1,675	1,685
Yearbook	2,902	3,189
Sundry	2,113	1,382
	<u>6,690</u>	<u>6,676</u>
<u>Expenditure</u>		
Salaries and NIC - office staff	57,937	65,987
Printing and stationery	1,499	2,233
Photocopying	345	302
Credit card charges	1,626	1,532
Bank charges	2,253	1,732
Insurance	1,895	3,346
Depreciation	2,495	1,652
Audit fee	1,575	1,500
Telecommunications	1,250	2,135
Postage	3,418	3,543
Internet and website	975	1,196
Rent & rates	7,175	7,494
Office equipment maintenance & rental	2,655	2,341
Corporation tax	436	1,179
President's expenses	1,377	1,839
Board & Council expenses	2,017	2,325
Sundry	1,897	3,890
Yearbook	2,720	3,547
	<u>93,545</u>	<u>107,773</u>
Net Expenditure	(86,855)	(101,097)

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DETAILED MANAGEMENT INFORMATION (UNAUDITED)

	2011/12	2010-11
	£	£
C: Direct Members		
<u>Income</u>		
Direct members' subscriptions	43,376	37,395
Membership Organisations	16,204	13,922
Direct Members' sundry income	1,273	247
	<u>60,853</u>	<u>51,564</u>
Expenditure	1,581	3,506
	<u>59,272</u>	<u>48,058</u>
D: Game Fee		
<u>Income</u>		
League	37,421	39,221
Congress	10,968	9,038
Junior	3,150	3,566
Non-territorial affiliates	435	325
Prior year	2,539	195
Intra-club	1,666	190
	<u>56,179</u>	<u>52,545</u>
E: Home Chess		
<u>Income</u>		
National Club Championships	673	369
County Championships	1,578	1,280
Other	1,081	194
	<u>3,332</u>	<u>1,843</u>
<u>Expenditure</u>		
National Club Championships	832	650
County Championships	1,292	1,227
Other	958	198
	<u>3,082</u>	<u>2,075</u>
Net Income	<u>250</u>	<u>(232)</u>

ENGLISH CHESS FEDERATION
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DETAILED MANAGEMENT INFORMATION (UNAUDITED)

	2011-12	2010-11
	£	£
F: Junior Chess		
<u>Income</u>		
World Youth	33,897	18,837
European Youth	18,030	12,155
World Junior	-	3,810
Other International Tournaments	2,800	1,973
Glorney, Gilbert, Stokes & Robinson	5,557	3,090
National Schools	3,866	3,728
Other Income	492	2,582
	<u>64,642</u>	<u>46,175</u>
<u>Expenditure</u>		
World Youth	35,780	14,712
European Youth	21,914	14,396
World Junior	-	9,269
Other International Tournaments	3,726	3,529
Glorney, Gilbert, Stokes & Robinson	5,610	3,330
National Schools	3,864	3,799
Other	1,420	1,808
	<u>72,314</u>	<u>50,843</u>
Net Income/(Expenditure)	<u>(7,672)</u>	<u>(4,668)</u>
G: Women's Chess		
<u>Income</u>		
Sundry	21	-
<u>Expenditure</u>		
International matches	200	1,942
National Girls' championship	369	-
Sundry	204	300
	<u>773</u>	<u>2,242</u>
Net Expenditure	<u>(752)</u>	<u>(2,242)</u>

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DETAILED MANAGEMENT INFORMATION (UNAUDITED)

	2011-12	2010-11
	£	£
H. International Chess		
<u>Income</u>		
European Team Championship/Olympiad	10,500	1,206
European Seniors	9,034	-
European Individual	1,950	350
Other income	-	255
	<u>21,484</u>	<u>1,811</u>
<u>Expenditure</u>		
European Team Championship/Olympiad	29,732	19,380
European Seniors	8,538	-
European Individual	2,480	1,089
Grants to individuals	650	500
Other expenditure	-	727
	<u>41,400</u>	<u>21,696</u>
Net Expenditure	<u>(19,916)</u>	<u>(19,885)</u>
I. British Championships		
<u>Income</u>		
Entry fees	33,243	33,622
Donations	8,233	1,391
Sponsorship	13,000	-
John Robinson funds	12,000	12,250
English Championship prize	2,000	2,000
Other	1,940	2,448
	<u>70,416</u>	<u>51,711</u>
<u>Expenditure</u>		
Prizes	32,086	28,427
Conditions	12,600	-
Control team	7,971	12,025
Presentation and commentary	2,200	1,870
Venue	3,346	-
Other	6,639	5,358
	<u>64,842</u>	<u>47,680</u>
Net Income	<u>5,574</u>	<u>4,031</u>

Note – the above figures exclude any sponsorship/donations paid directly to players.

ENGLISH CHESS FEDERATION
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DETAILED MANAGEMENT INFORMATION (UNAUDITED)

	2011-12	2010-11
	£	£
J. Marketing		
Awards	322	150
Other	200	-
Net Expenditure	(522)	(150)
K. Grading		
<u>Income</u>		
Sale of Grading Lists	589	1,338
FIDE-related receipts	3,956	4,849
Sundry income	97	238
	<u>4,642</u>	<u>6,425</u>
<u>Expenditure</u>		
Grading Administrator	6,660	6,483
Printing Grading Lists	343	1,074
FIDE-related costs	5,179	8,247
International Rating Officer	650	600
Sundry expenditure	510	88
	<u>13,342</u>	<u>16,492</u>
Net Expenditure	(8,700)	(10,067)