

# **BRITISH CHESS FEDERATION**

**Annual Report and Financial Statements**

**Year Ended 31 August 2022**

Watson Associates (Professional Services) Limited  
Chartered Accountants

**BRITISH CHESS FEDERATION**  
**Financial Statements**  
**For the Year Ended 31 August 2022**  
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**BRITISH CHESS FEDERATION**  
**Financial Statements**  
**For the Year Ended 31 August 2022**

**ORGANISATION INFORMATION**

<b>DIRECTORS:</b>	D R C Lawson M Truran D Eustace A Holowczak M Pein D R Thomas J Clissold J L Denning S V Woodhouse C Fegan A G Elwin
<b>TRUSTEES:</b>	R Edwards I Keen
<b>BANKERS:</b>	NatWest Bank Havelock Road Hastings East Sussex TN34 1GW
<b>INVESTMENT MANAGERS:</b>	Smith & Williamson Investment Management 25 Moorgate London EC2R 6AY
<b>INDEPENDENT EXAMINERS:</b>	Watson Associates (Professional Services) Limited 30-34 North Street Hailsham East Sussex BN27 1DW

# **BRITISH CHESS FEDERATION**

## **Financial Statements For the Year Ended 31 August 2022**

### **REPORT OF THE MANAGEMENT BOARD**

The British Chess Federation is an unincorporated body governed by its constitution adopted in 1904 (as amended 12 January 2013)

#### **1. THE MANAGEMENT BOARD**

Under the BCF Constitution, the Management Board comprises the Directors and Secretary of the English Chess Federation for the time being.

For the period covered by these accounts, the Management Board therefore comprised:

D R C Lawson  
M Truran  
D Eustace  
A Holowczak  
M Pein  
D R Thomas  
J Clissold  
J L Denning  
S V Woodhouse  
C Fegan  
A G Elwin

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**2. MANAGEMENT BOARD'S RESPONSIBILITIES STATEMENT**

The Management Board is responsible for preparing the Report of the Management Board and the financial statements in accordance with applicable law and regulations.

The Management Board is responsible for keeping adequate accounting records sufficient to show and explain the Federation's transactions and for preparing financial statements for each financial year which show a true and fair view of the state of affairs of the Federation at the year end and of the surplus or deficit for the period under review. The Management Board is also responsible for safeguarding the assets of the Federation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing the financial statements the Management Board is required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any materials 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 Federation will continue to exist.

**3. APPROVAL OF THE ACCOUNTS ON BEHALF OF THE MANAGEMENT BOARD**

These financial statements were approved by the Management Board on .....  
and were signed on its behalf by:-

Adam Ashton  
Finance Director

# **BRITISH CHESS FEDERATION**

## **Financial Statements For the Year Ended 31 August 2022**

### **INDEPENDENT EXAMINER'S REPORT TO THE MANAGEMENT BOARD OF THE BRITISH CHESS FEDERATION**

In accordance with your instructions and in order to assist you fulfil your duties under the Federation's constitution, we have reviewed, without carrying out an audit, the annexed financial statements of the British Chess Federation for the year ended 31 August 2021 as set out on pages 6 to 11 which consist of an income and expenditure account, a balance sheet and related notes.

The accounts have been prepared on the accounting basis set out on page 8.

The accounts are not intended to achieve full compliance with the provisions of UK Generally Accepted Accounting principles.

We have carried out this engagement in accordance with technical guidance issued by the Association of Chartered Certified Accountants. As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/rulebook>.

Our work has been undertaken solely so that we might review the accounts that we have been engaged to review, report to you that we have done so, and state those matters that we have agreed to state to you in this 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 Management Board for our work or for this report.

#### **Respective responsibilities of Management Board and examiner**

The Federation's Management Board is responsible for the preparation of the financial statements. The Management Board considers that an audit is not required for this year and that an independent examination is needed.

#### **Basis of independent examiner's report**

An examination includes a review of the accounting records kept by the Federation and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from the Management Board concerning any such matters. The procedures undertaken do not provide all of the evidence that would be required in an audit and, consequently no opinion is given as to whether the accounts present a 'true and fair view', and the report is limited to those matters set out in the statement below.

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**INDEPENDENT EXAMINER'S REPORT TO THE MANAGEMENT BOARD OF THE BRITISH CHESS  
FEDERATION**

(...Continued)

**Independent examiner's statement**

In connection with our examination, no matter has come to our attention:

(1) which gives reasonable cause to believe that in any material respect the requirements:

- to keep adequate accounting records; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements

have not been met; or

(2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

We can confirm that no matters need to be brought to the attention of the Management Board.

***Watson Associates (Professional Services) Limited***

Chartered Accountants  
30 – 34 North Street  
Hailsham  
East Sussex  
BN27 1DW

Date: .....

# BRITISH CHESS FEDERATION

## Financial Statements For the Year Ended 31 August 2022

### INCOME AND EXPENDITURE ACCOUNT

	2022	2021
	£	£
<b><u>Income</u></b>		
PIF 1 Dividends	482	505
PIF 1 Gross interest	183	357
PIF 2 (Robinson) Dividends	1,126	824
PIF 2 (Robinson) Gross interest	-	-
Donations	713	-
Realised gains	10,180	5,178
Bank interest	2	-
	<hr/> 12,686	<hr/> 6,864
<b><u>Expenditure</u></b>		
PIF brokers fees	-	1,305
Accountancy	388	1,050
Independent examiners fee	899	1,050
Other expenditure	132,202	49
	<hr/> 133,489	<hr/> 3,454
Surplus for the year before tax	<hr/> (120,803)	<hr/> 3,410
Corporation tax - current year charge	-	-
Corporation tax interest	(9)	-
<b>Surplus / (Deficit) for the year</b>	<hr/> (120,812)	<hr/> 3,410

The attached notes form part of these financial statements.



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**BALANCE SHEET**

	Notes	£	2022 £	£	2021 £
<b>Fixed Assets</b>					
PIF 1 investments	4		-		41,020
PIF 2 investments	5		-		67,969
<b>Current Assets</b>					
Debtors	6	1,130		1,130	
Cash at bank		2,037		1,320	
Cash held by investment managers		370		12,707	
		3,537		15,157	
<b>Creditors</b>					
Amounts falling due within one year	7	7,375		7,171	
<b>Net Current Assets / (Liabilities)</b>			-3,838		7,986
<b>Total Assets Less Current Liabilities</b>			-3,838		116,975
<b>Reserves</b>					
Permanent Invested Fund 1	8		122		41,020
Permanent Invested Fund 2	8		248		67,969
			370		108,989
General fund	8		3,838		7,986
			4,208		116,975

The financial statements were approved by the Management Board on .....  
and were signed on its behalf by:

Adam Ashton  
Finance Director

# BRITISH CHESS FEDERATION

## Financial Statements For the Year Ended 31 August 2022

### NOTES TO THE FINANCIAL STATEMENTS

#### 1. Principal Accounting Policies

##### **Accounting convention**

The British Chess Federation is an unincorporated body and the accounts are prepared in accordance with current recommended accounting practices. The financial statements have been prepared under the historical cost convention.

##### **Income**

Income represents interest, dividends and royalties received.

##### **Investments**

Investments held as fixed assets are stated in the balance sheet at cost. The mid-market value at the balance sheet date is shown in the notes.

#### 2. Permanent Invested Fund

The investments in the Permanent Invested Fund (PIF) are held by trustees under a deed dated 1929 which is perpetuated by supplementary deeds every 21 years whereby the income is paid to the Federation and the trustees may make distributions of capital in exceptional circumstances of urgent need provided the money is for the benefit of "the objects" of the Federation, but only on the authority of a resolution of Council.

#### 3. John Robinson

A separate fund was established out of the legacy from the late John Robinson that was paid to the BCF. The trustees manage the fund in order to be able to provide funding towards the British Chess Championships each year.

BRITISH CHESS FEDERATION

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. Permanent Invested Fund 1.

<u>Investments</u>	<u>At Cost</u> £	<u>Market</u> <u>Value</u> £	<u>Net</u> <u>Income</u> £
	<u>0</u>	<u>0</u>	<u>0</u>
Cash held by investment managers	122		
(Market value 31 August 2022)	<u>122</u>	<u>0</u>	<u>0</u>

5. Permanent Invested Fund 2.

<u>Investments</u>	<u>At Cost</u> £	<u>Market</u> <u>Value</u> £	<u>Net</u> <u>Income</u> £
	<u>0</u>	<u>0</u>	<u>0</u>
Cash held by investment managers	248		
(Market value 31 August 2022)	<u>248</u>	<u>0</u>	<u>0</u>

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**6. Debtors**

	2022 £	2021 £
Debtors	<u>1,130</u>	<u>1,130</u>

**7. Creditors: Amounts Falling Due Within One Year**

	2022 £	2021 £
Amount owed to English Chess Federation	5,275	875
Accruals	2,100	6,245
Taxation	<u>-</u>	<u>51</u>
	<u>7,375</u>	<u>7,171</u>

**8. Movements in reserves**

	PIF 1	PIF 2	General	Total
Balance at 1 September 2021	41,020	67,969	7,985	116,974
Additions in the year (at cost)	10,552	6,057	(16,609)	-
Disposals in the year (at value )	(58,385)	(77,393)	135,778	-
Realised gains	6,813	3,367	(10,180)	-
Surplus/(Loss) for the year			(120,812)	(120,812)
Other adjustments				-
	<u>-</u>	<u>-</u>	<u>3,838</u>	<u>3,838</u>
Balance at 31 August 2022	<u>-</u>	<u>-</u>	<u>3,838</u>	<u>3,838</u>