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FORM AR27

Trade Union and Labour Relations (Consolidation) Act 1992

ANNUAL RETURN FOR AN EMPLOYERS' ASSOCIATION

Name of Employers' Association:

Year ended:

List No:

Head or Main Office:

Website address (if available)

Has the address changed during the year to which the return relates? Yes No (Tick as appropriate)

General Secretary:

Contact name for queries regarding the completion of this return:

Telephone Number:

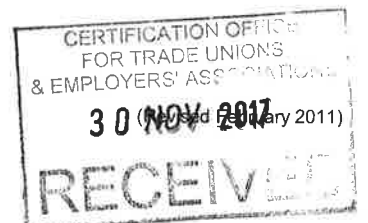
e-mail:

PLEASE FOLLOW THE GUIDANCE NOTES IN THE COMPLETION OF THIS RETURN.
Any difficulties or problems in the completion of this return should be directed to the Certification Office as below or by telephone to: 020 7210 3734

The address to which returns and other documents should be sent are:

For Employers' Associations based in England and Wales:
Certification Office for Trade Unions and Employers' Associations
Lower Ground Floor, Fleetbank House, 2-6 Salisbury Square, London, EC4Y 8JX

For Employers' Associations based in Scotland:
Certification Office for Trade Unions and Employers' Associations
Melrose House, 69a George Street, Edinburgh EH2 2JG



Bacta OFFICERS IN POST as at 30th June 2017

General Secretary	J White
President	G Stergides
Vice President	J Miller
Honorary General Treasurer	C Haley
Chairman Division 1	J Miller
Chairman Division 2	G Woods
Chairman Division 3	E Speed
Chairman Division 4	D Harding



RETURN OF MEMBERS

(see note 9)

NUMBER OF MEMBERS AT THE END OF THE YEAR				
Great Britain	Northern Ireland	Irish Republic	Elsewhere Abroad (including Channel Islands)	TOTALS
491	7	0	0	498

OFFICERS IN POST

(see note 10)

Please attach as an annexe to this form a complete list of all officers in post at the end of the year to which this form relates, with the title of each persons office.

CHANGE OF OFFICERS

Please complete the following to record any changes of officers during the twelve months covered by this return.

Title of Office	Name of Officer ceasing to hold office	Name of Officer Appointed	Date of Change
President	J Frost		15 th March 2017
President		G Stergides	15 th March 2017
Vice President	G Stergides		15 th March 2017
Vice President		J Miller	15 th March 2017
Chairman Division 1	J Martin		8 th March 2017
Chairman Division 1		J Miller	8 th March 2017
Chairman Division 2	C Baker		8 th March 2017
Chairman Division 2		G Woods	8 th March 2017
Chairman Division 3	M Kravis		8 th March 2017
Chairman Division 3		E Speed	8 th March 2017

REVENUE ACCOUNT/GENERAL FUND

(see notes 11 to 16)

Previous Year		£	£
	INCOME		
549,654	From Members Subscriptions, levies, etc	594,650	
238,125	Investment income Interest and dividends (gross)	229,018	
1,943	Bank interest (gross)	1,397	
51,457	Management charges to Group Company	51,957	
-	Income from shares in Group Company	-	
	Profit on disposal of Investments/release of Property revaluation	-	
841,179		877,022	
	Other income Rents receivable	-	
10,007	Miscellaneous receipts - Training	8,245	
11,789	ADIPS	10,913	
-	Convention	-	
-	Royalty	-	
6,264	Other	12,170	
28,060		31,328	
869,239	TOTAL INCOME		908,350
	EXPENDITURE		
	Administrative expenses		
701,490	Remuneration and expenses of staff	778,543	
86,419	Occupancy costs	115,713	
45,715	Printing, Stationery, Post & Telephones	32,101	
44,761	Legal and Professional fees	68,622	
364,061	Market Research	144,705	
68,059	Miscellaneous –PR	183,661	
27,251	Maintenance	42,305	
24,546	General	25,674	
1,362,302		1,391,324	
3,343	Other charges Bank charges	4,257	
11,078	Depreciation	21,460	
118,804	Sums written off	(656)	
43,095	Affiliation fees	42,181	
72,185	(Gain)/Loss on Sale of Investments	(84,989)	
13,546	Meeting fees	7,276	
87,204	Travel Expenses	82,715	
42,838	Miscellaneous –Interest on Loan	36,065	
56,276	Investment Management fees	58,222	
448,369		166,531	
(19,219)	Taxation	128,768	
1,791,452			1,686,623
(922,213)			(778,273)
16,602,707			15,680,494
15,680,494			14,902,221

ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

ACCOUNT 2		Fund Account	
Name of account:		£	£
Income	From members Investment income Other income (specify)		
		Total Income	
Expenditure	Administrative expenses Other expenditure (specify)		
		Total Expenditure	
		Surplus (Deficit) for the year	
		Amount of fund at beginning of year	
		Amount of fund at the end of year (as Balance Sheet)	

ACCOUNT 3		Fund Account	
Name of account:		£	£
Income	From members Investment income Other income (specify)		
		Total Income	
Expenditure	Administrative expenses Other expenditure (specify)		
		Total Expenditure	
		Surplus (Deficit) for the year	
		Amount of fund at beginning of year	
		Amount of fund at the end of year (as Balance Sheet)	

ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

ACCOUNT 4		Fund Account	
Name of account:		£	£
Income	From members Investment income Other income (specify)		
		Total Income	
Expenditure	Administrative expenses Other expenditure (specify)		
		Total Expenditure	
		Surplus (Deficit) for the year	
		Amount of fund at beginning of year	
		Amount of fund at the end of year (as Balance Sheet)	

ACCOUNT 5		Fund Account	
Name of account:		£	£
Income	From members Investment income Other income (specify)		
		Total Income	
Expenditure	Administrative expenses Other expenditure (specify)		
		Total Expenditure	
		Surplus (Deficit) for the year	
		Amount of fund at beginning of year	
		Amount of fund at the end of year (as Balance Sheet)	

ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

ACCOUNT 6		Fund Account	
Name of account:		£	£
Income	From members		
	Investment income		
	Other income (specify)		
	Total Income		
Expenditure	Administrative expenses		
	Other expenditure (specify)		
	Total Expenditure		
Surplus (Deficit) for the year			
Amount of fund at beginning of year			
Amount of fund at the end of year (as Balance Sheet)			

ACCOUNT 7		Fund Account	
Name of account:		£	£
Income	From members		
	Investment income		
	Other income (specify)		
Total Income			
Expenditure	Administrative expenses		
	Other expenditure (specify)		
	Total Expenditure		
Surplus (Deficit) for the year			
Amount of fund at beginning of year			
Amount of fund at the end of year (as Balance Sheet)			

BALANCE SHEET AS AT 30 June 2017

(see notes 19 and 20)

Previous Year		£	£
40,931	Fixed Assets (as at page 11)		53,782
	Investments (as per analysis on page 13)		
75	Quoted (Market value £)	75	
24,146,744	Unquoted	25,081,316	
			25,081,391
24,187,750	Total Investments		25,135,173
	Other Assets		
162,750	Sundry debtors	308,206	
841,293	Cash at bank and in hand	608,413	
-	Stocks of goods	-	
-	Others (specify)	-	
1,004,043	Total other assets		916,619
25,191,793	TOTAL ASSETS		26,051,792
15,680,494	Revenue Account Balance	14,902,221	
-	Revaluation Reserve – Property	-	
1,422,708	Revaluation Reserve - Investments	2,336,866	17,239,087
	Liabilities		
7,495,156	Loans	7,940,434	
-	Bank overdraft	-	
19,530	Tax payable	16,612	
42,564	Sundry creditors	75,330	
304,014	Accrued expenses	363,431	
220,212	Deferred Tax	371,052	
7,115	Other liabilities	45,846	8,812,705
25,191,793	TOTAL LIABILITIES		26,051,792
25,191,793	TOTAL ASSETS		26,051,792

FIXED ASSETS ACCOUNT

(see note 21)

	Land & Buildings	Fixtures & Fittings	Motor Vehicles & Equipment	Total
	£	£	£	£
COST OR VALUATION				
At start of period		64,034	0	64,034
Additions during period	-	5,811	28,500	34,311
Less: Disposals during period		-	-	-
Less: DEPRECIATION:	-	(37,445)	(7,118)	(44,563)
Total to end of period	-	32,400	21,382	53,782
 BOOK AMOUNT at end of period				
Freehold				
Leasehold (50 or more years unexpired)				
Leasehold (less than 50 years unexpired)				
AS BALANCE SHEET	-	32,400	21,382	53,782

ANALYSIS OF INVESTMENTS

(see note 22)

		Other Funds £
QUOTED	British Government & British Government Guaranteed Securities £250 3.5% War Loan Stock.	75
	British Municipal and County Securities	
	Other quoted securities (to be specified)	
	TOTAL QUOTED (as Balance Sheet)	75
	*Market Value of Quoted Investments	245
UNQUOTED	British Government Securities	
	British Municipal and County Securities	
	Mortgages	
	Other unquoted securities (to be specified)	
	Investments in subsidiary holdings	14,599,002
	Investment in Preference Shares ATE Ltd	1,000
	Funds under Management –At Market valuation	10,481,314
TOTAL UNQUOTED (as Balance Sheet)	25,081,391	
*Market Value of Unquoted Investments	10,481,314	

* Market value of investments to be stated where these are different from the figures quoted in the balance sheet

ANALYSIS OF INVESTMENT INCOME (CONTROLLING INTERESTS)

(see notes 23 to 25)

Does the association, or any constituent part of the association, have a controlling interest in any limited company?		YES√	NO
If YES name the relevant companies:			
COMPANY NAME BACTA Limited European Amusement & Gaming Expo Ltd BACTA Self-Exclusion Services Limited	COMPANY REGISTRATION NUMBER (if not registered in England & Wales, state where registered) 05324554 06880155 10012887		
INCORPORATED EMPLOYERS' ASSOCIATIONS			
Are the shares which are controlled by the association registered in the association's name		YES	NO
If NO, please state the names of the persons in whom the shares controlled by the association are registered.			
COMPANY NAME	NAMES OF SHAREHOLDERS		
UNINCORPORATED EMPLOYERS ASSOCIATIONS			
Are the shares which are controlled by the association registered in the names of the association's trustees?		YES√	NO
If NO, state the names of the persons in whom the shares controlled by the association are registered.			
COMPANY NAME	NAMES OF SHAREHOLDERS		

SUMMARY SHEET

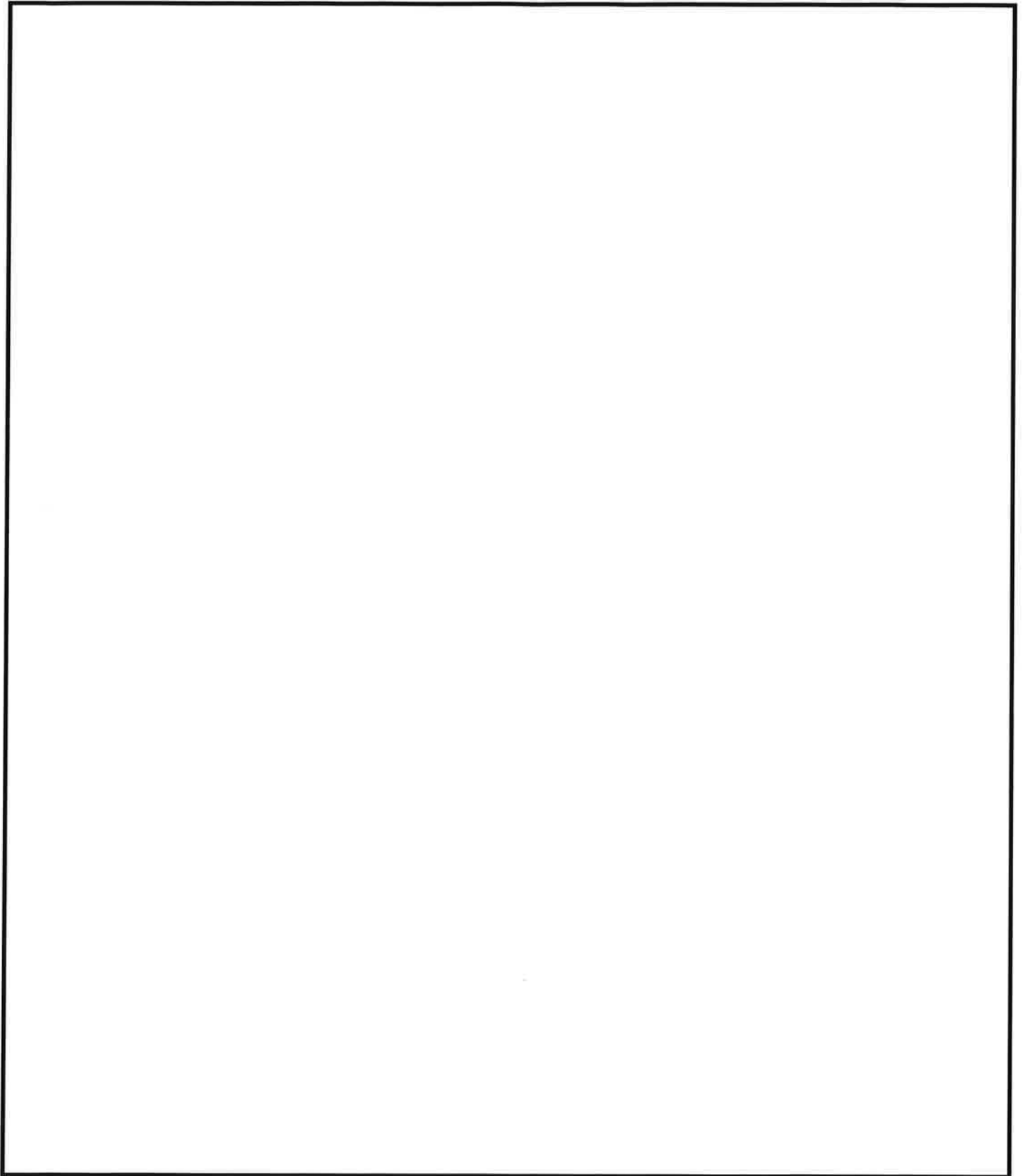
(see notes 26 to 35)

	All funds except Political Funds £	Political Funds £	Total Funds £
INCOME			
From Members	594,650		594,650
From Investments	229,018		229,018
Other Income (including increases by revaluation of assets)	84,682		998,840
Total Income	908,350		1,822,508
EXPENDITURE (including decreases by revaluation of assets)	1,686,623		1,686,623
Total Expenditure	1,686,623		1,686,623
Funds at beginning of year (including reserves)	17,103,202		17,103,202
Funds at end of year (including reserves)	17,239,087		17,239,087
ASSETS			
Fixed Assets			53,782
Investment Assets			25,081,391
Other Assets			916,619
		Total Assets	26,051,792
LIABILITIES		Total Liabilities	8,812,705
NET ASSETS (Total Assets less Total Liabilities)			17,239,087

NOTES TO THE ACCOUNTS

(see note 36)

All notes to the accounts must be entered on or attached to this part of the return.

A large, empty rectangular box with a black border, intended for the user to enter or attach notes to the accounts. The box occupies most of the page below the instructions.

BACTA

Notes to the Financial Statements

For the year ended 30 June 2017

1 Accounting Policies

Association information

BACTA is a trade association registered under the Trade Union and Labour Relations (Consolidation) Act 1992 and is registered in England and Wales. The registered office is 29-30 Ely Place, London, EC1N 6TD.

Accounting Convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies' regime.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

These financial statements for the year ended 30 June 2017 are the first financial statements of BACTA prepared in accordance with Section 1A of FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 July 2015. The effects of the transition to FRS 102 on the reported financial position and financial performance for the previous period are described in Note 12.

Turnover

Turnover represents subscriptions and training receivables for services provided by BACTA.

Funds Under Management

Funds Under Management, within Fixed asset investments, are included in the financial statements at market value.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Financial Instruments

Basic financial instruments are measured at amortised cost. The company has no other financial instruments or basic financial instruments measured at fair value.

Depreciation and diminution in value of fixed assets

Tangible fixed assets are written off over their estimated useful economic lives at the following annual rates:

Motor vehicles	33% per annum straight line
Fixtures and fittings	20% per annum straight line
Computer equipment	33% per annum straight line

The carrying values of tangible fixed assets are reviewed for impairment when events or circumstances indicate the carrying value may not be recoverable.

BACTA
Notes to the Financial Statements
For the year ended 30 June 2017

1 Accounting Policies (Continued)

Subscriptions

Subscriptions are accounted for on the accruals basis.

Other Income

All other income is accounted for on the accruals basis.

Pension contributions

The Association makes contributions to the personal pension schemes of employees, whose assets are maintained separately from the Association.

Group accounts

The financial statements present information about the Association as an individual undertaking and not about its group. The Association and its subsidiary undertakings comprise a small-sized group. The Association has therefore taken advantage of the exemptions provided by section 398 of the Companies Act 2006 not to prepare group accounts.

Statement of cash flows

The Association has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is the size of a small company.

Operating lease rentals

Costs under operating leases are charged to the Income and Expenditure Account in the year to which they relate.

Deferred Tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

- Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.
- Deferred tax assets are recognised only to the extent that the Management Committee consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

BACTA
Notes to the Financial Statements
For the year ended 30 June 2017 (Continued)

2 Taxation

	30 June 2017 £	30 June 2016 £
Analysis of credit for the period		
<i>Current tax:</i>		
United Kingdom Corporation Tax	-	-
Group Relief recoverable	(22,072)	(10,266)
Adjustments in respect of prior years	<u>-</u>	<u>-</u>
Total current tax	(22,072)	(10,266)
<i>Deferred tax:</i>		
Revaluation of listed investments	<u>150,840</u>	<u>(8,953)</u>
Taxation credit for period	<u>128,768</u>	<u>(19,219)</u>

Taxation losses of £110,360 (2016: £51,331) with a corporation tax effect of £22,072 (2016: £10,266) have been surrendered to two subsidiary companies (2016: one subsidiary company) at a cost of 20p per pound (2016: 20p) of surrendered loss.

3 Employees

The average monthly number of persons employed by the association during the year was:

	2017 Number	2016 Number
Total	<u>14</u>	<u>15</u>

BACTA
Notes to the Financial Statements
For the year ended 30 June 2017 (Continued)

4 Tangible Fixed Assets

	Fixtures, Fittings and Computer Equipment £	Motor Vehicles £	Fixed Assets Total £
Cost:			
At 1 July 2016	64,034	24,545	88,579
Additions	5,811	28,500	34,311
Disposals	-	(24,545)	(24,545)
At 30 June 2017	<u>69,845</u>	<u>28,500</u>	<u>98,345</u>
Depreciation:			
At 1 July 2016	23,103	24,545	47,648
Disposals	-	(24,545)	(24,545)
Charge for the year	14,342	7,118	21,460
At 30 June 2017	<u>37,445</u>	<u>7,118</u>	<u>44,563</u>
Net book value:			
At 30 June 2017	<u>32,400</u>	<u>21,382</u>	<u>53,782</u>
At 30 June 2016	<u>40,931</u>	<u>-</u>	<u>40,931</u>

BACTA
Notes to the Financial Statements
For the year ended 30 June 2017 (Continued)

5 Fixed asset investments

	30 June 2017 £	30 June 2016 £
£250 3.5% War loan stock		
Cost	75	75
Market value as at 30 June 2017 was £245 (2016: £245)		
 Funds Under Management		
Market value as at 30 June 2017	10,481,314	9,546,742
 Investment in subsidiary undertaking, BACTA Ltd	14,599,001	14,599,001
Investment in subsidiary undertaking, European Amusement & Gaming Expo Ltd	1	1
Investment in Preference Shares, ATE Ltd	<u>1,000</u>	<u>1,000</u>
 Total investments at book value	<u>25,081,391</u>	<u>24,146,819</u>

The Investment Committee has ring fenced £10 million to be retained on a long-term basis to ensure the ongoing viability of BACTA.

BACTA holds 49% of the preference share capital of ATE (Amusement Trades Exhibitions Limited) with an estimated market value of £1,000.

Note 13 includes details of the subsidiary undertakings BACTA Limited and European Amusement & Gaming Expo Ltd.

BACTA
Notes to the Financial Statements
For the year ended 30 June 2017 (Continued)

6 Debtors

	30 June 2017 £	30 June 2016 £
Due within one year:		
Trade debtors	37,164	25,807
Other debtors	68,571	32,863
VAT	25,359	19,945
Prepayments and accrued income	60,387	73,869
Bacta Self-Exculsion Services Ltd	30,334	-
European Amusement & Gaming Expo Ltd (Note 12)	86,391	10,266
	<u>308,206</u>	<u>162,750</u>

7 Creditors: Amounts falling due within one year

	30 June 2017 £	30 June 2016 £
Building bonds	1,000	1,000
Trade creditors	75,330	42,564
Other taxes and social security	16,612	19,530
Others Creditors, accruals and deferred income	363,431	304,014
Bacta Self-Exculsion Services Ltd	34,496	-
BACTA Charitable Trust (Note 13)	10,350	6,115
BACTA Limited (Note 11)	7,940,434	7,495,156
	<u>8,441,653</u>	<u>7,868,379</u>

8 Financial Commitments

At 30 June 2017 the company was committed to making the following minimum payments under non-cancellable operating leases:

	30 June 2017 £	30 June 2016 £
Operating leases which expire:		
Under one year	85,620	85,620
Between two and five years	210,483	296,103
	<u>296,103</u>	<u>296,103</u>

BACTA
Notes to the Financial Statements
For the year ended 30 June 2017 (Continued)

9 Subsidiary undertakings

BACTA Limited

The entire share capital of BACTA Limited a company registered in England & Wales, of 14,599,001 ordinary shares of £1, is held in trust on behalf of BACTA.

The following transactions took place between BACTA and BACTA Ltd during the period 1 July 2016 and 30 June 2017:

* £36,065 charged on the outstanding loan from BACTA Ltd to BACTA.

* Group relief granted from BACTA to BACTA Ltd at a cost to BACTA Ltd of £8,295 (2016: £ Nil).

The total amount owed by BACTA to BACTA Ltd at 30 June 2017 was £7,940,434 (2016: £7,495,156).

The audited financial statements for the period ended 30 June 2017 of BACTA Limited include:

	30 June 2017
Aggregate of share capital and reserves	£ 17,614,512
Profit after tax for the period to 30 June 2017	<u>336,442</u>

BACTA
Notes to the Financial Statements
For the year ended 30 June 2017 (Continued)

10 Subsidiary undertakings (continued)

European Amusement & Gaming Expo Ltd

The entire share capital of European Amusement and Gaming Expo Ltd (EAG Ltd), a company registered in England and Wales, of 1 ordinary share of £1 is held by Trustees on behalf of BACTA. EAG Ltd was incorporated on the 17 April 2009 and was set up to organise commercial trade exhibitions within the area of expertise of BACTA.

The following transactions took place between the BACTA and EAG Ltd during the period 1 July 2016 and 30 June 2017:

- * Management fee of £51,957 (2016 - £51,457) to cover the costs of staff time and office space.
- * Facilities supplied (and billed) at the January exposition of £33,144 (2016: £25,600).
- * Group relief granted from BACTA to EAG Ltd at a cost to EAG Ltd of £13,777 (2016: £10,266).

The total amount owed by EAG Ltd to BACTA at 30 June 2017 was £86,391 (2016: £10,266).

The audited financial statements for the period ended 30 June 2017 of EAG include:

	30 June 2017 £
Aggregate of share capital and reserves	<u>312,257</u>
Profit after tax for the period to 30 June 2017	<u>55,978</u>

11 Related parties

BACTA Charitable Trust is considered to be a related party of BACTA as they share administrative staff and management and a number of BACTA Officers are also Trustees of BACTA Charitable Trust. At 30 June 2017 the Association owed the Trust £10,350 (2016: £6,115).

12 Adoption of FRS102

Recognition of deferred tax on revaluation of investments

Under FRS 102 the deferred tax liability arising from the revaluation of investments has to be recognised. Under previous UK GAAP, the investments were recognised at fair value but there was no requirement to recognise the associated deferred tax liability unless there was a binding commitment to sell. This adjustment has created a deferred tax provision of £229,165 at 1 July 2015. At 30 June 2016, the deferred tax liability was £220,212, with £8,953 having been recognised as a credit in the profit and loss account.

Reclassification of long-term creditors

Under FRS 102 creditor balances can only be disclosed as non-current if there is a contractual right to defer payment of the balance for at least 12 months after the balance sheet date. The balance with BACTA Limited will not be repaid within 12 months, which is why it was disclosed as a long-term under previous UK GAAP. Because, however, there is no contractual right of deferral, the current and prior year balances have been reclassified as current liabilities.

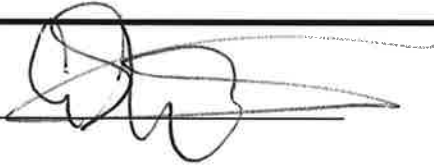
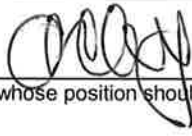
ACCOUNTING POLICIES

(see notes 37 and 38)

SIGNATURES TO THE ANNUAL RETURN

(see notes 39 and 40)

including the accounts and balance sheet contained in the return.

Presidents's Signature: 	Treasurer's Signature:  <small>(or other official whose position should be stated)</small>
Name: Gabino Stergides	Name: Chris Haley
Date: 23/11/2017	Date: 23/11/2017

CHECK LIST

(see note 41)

(please tick as appropriate)

IS THE RETURN OF OFFICERS ATTACHED? (see Page 3)	YES		NO	
HAS THE RETURN OF CHANGE OF OFFICERS BEEN COMPLETED? (see Page 3)	YES		NO	
HAS THE RETURN BEEN SIGNED? (see Note 38)	YES		NO	
HAS THE AUDITOR'S REPORT BEEN COMPLETED (see Note 39)	YES		NO	
IS A RULE BOOK ENCLOSED? (see Note 40)	YES		NO	
HAS THE SUMMARY SHEET BEEN COMPLETED (see Notes 6 and 25 to 34)	YES		NO	

AUDITOR'S REPORT

(see notes 42 to 47)

made in accordance with section 36 of the Trade Union and Labour Relations (Consolidation) Act 1992.

1. In the opinion of the auditors or auditor do the accounts they have audited and which are contained in this return give a true and fair view of the matters to which they relate?
(See section 36(1) and (2) of the 1992 Act and notes 43 and 44)

YES NO

If "No" please explain below.

2. Have the auditors or auditor carried out such investigations in the preparation of their audit report as will enable them to form an opinion as to:
- whether the trade union has kept proper accounting records in accordance with section 28 of the 1992 Act;
 - whether it has maintained a satisfactory system of control over its transactions in accordance with the requirements of that section; and
 - whether the accounts to which the report relates agree with the accounting records?
- (See section 36(3) of the 1992 Act, set out in note 43)

YES NO

If "No" please explain below.

3. Are the auditors or auditor of the opinion that the union has complied with section 28 of the 1992 Act and has:
- kept proper accounting records with respect to its transactions and its assets and liabilities; and
 - established and maintained a satisfactory system of control of its accounting records, its cash holding and all its receipts and remittances.
- (See section 36(4) of the 1992 Act set out in note 43)

YES NO

If "No" please explain below.

4. Please set out a copy of the report made by the auditors or auditor to the union on the accounts to which this AR27 relates. The report is to set out the basis upon which the audit has been conducted and/or such other statement as the auditor considers appropriate. Such a statement may be provided as a separate document.
(See note 45)

AUDITOR'S REPORT (continued)

Signature(s) of auditor or auditors:

Name(s):

Profession(s) or Calling(s):

Address(es):

*See
Attached*

Date:

Contact name and telephone number:

Neil FINLAYSON
0207 5664000

N.B. When notes to the accounts are referred to in the auditor's report a copy of those notes must accompany this return.

BACTA

Independent Auditors' Report to the Members of BACTA

Opinion

We have audited the financial statements of BACTA for the year ended 30 June 2017 which comprise the Income and Expenditure Account, the Statement of Changes in Equity, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Association's affairs as at 30 June 2017 and of its net income for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

This report is made solely to the Association's members, as a body. Our audit work has been undertaken for no purpose other than to draw to the attention of the Association's members those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the Association and Association's members as a body, for our work, for this report, or for the opinions we have formed

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 Auditor's Responsibilities for the audit of 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 General Treasurer's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- 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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. 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.

BACTA

Independent Auditors' Report to the Members of BACTA

Responsibilities of General Treasurer

As explained more fully in the Statement of the Responsibilities of the General Treasurer, the General Treasurer is 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 is 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 General Treasurer is 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 General Treasurer either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

V.S.T. LK LCP

Kingston Smith LLP
Chartered Accountants and Registered Auditors

Devonshire House
60 Goswell Road
London EC1M 7AD

Date: 30/11/2017