

# Form AR27

## Trade Union and Labour Relations (Consolidation) Act 1992

### Annual Return for an Employers' Association

Name of Employers' Association:

BACTA

Year ended:

30th June 2021

List No:

092E

Head or Main Office:

29-30 Ely Place

London

Postcode EC1N 6TD

Website address (if available)

bacta.org.uk

Has the address changed during the year to which the return relates?

Yes

No

**X**

('X' in appropriate box)

General Secretary:

John Spencer White

Contact name for queries regarding the completion of this return:

Robert Gibb

Telephone Number:

020 7730 6444

E-mail:

robert.gibb@bacta.org.uk

#### 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: 0330 1093602

You should sent the annual return to the following address stating the name of the union in subject:

For Employers' Associations based in England and Wales: [returns@certoffice.org](mailto:returns@certoffice.org)

For Employers' Associations based in Scotland: [ymw@tcyoung.co.uk](mailto:ymw@tcyoung.co.uk)

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## 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
485	7			492

## Change of Officers

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

Position held	Name of Officer ceasing to hold office	Name of Officer appointed	Date of Change
President	J. Miller	G. Wood	17 March 2021
Vice President	G. Wood	T. Sutton	17 March 2021
Chairman Division 1	T. Sutton	J. Cullis	17 March 2021
Chairman Division 2	G. Wood	P. Davies	17 March 2021
Chairman Division 3	N. Finch	S. Ambrose	17 March 2021
Chairman Division 4	Q. Scott	A. Boulton	17 March 2021



## Revenue Account / General Fund

(see notes 11 to 16)

Previous Year			£	£
	<b>Income</b>			
837,128	From Members	Subscriptions, levies, etc	713,702	713,702
	Investment income	Interest and dividends (gross)		
338		Bank interest (gross)	25	25
		Other (specify)		
322,653		Interest and dividends (gross)	113,272	113,272
105,004		Management Charges to Group	25,000	25,000
		<b>Total Investment Income</b>	<b>138,297</b>	<b>138,297</b>
	<b>Other Income</b>			
		Rents received		
		Insurance commission		
		Consultancy fees		
		Publications/Seminars		
		Miscellaneous receipts (specify)		
6,800		Training	160	160
9,381		ADIPS	7,758	7,758
6,518		Other income	15,275	15,275
		<b>Total of other income</b>		<b>23,193</b>
		<b>Total income</b>		<b>875,192</b>
	<b>Interfund Transfers IN</b>			
	<b>Expenditure</b>			
756,400	Administrative expenses	Remuneration and expenses of staff	577,110	577,110
101,620		Occupancy costs	134,781	134,781
16,645		Printing, Stationery, Post	14,799	14,799
		Telephones		
47,848		Legal and Professional fees	57,335	57,335
		Miscellaneous (specify)		
41,181		Market Research	22,000	22,000
203,664		PR	191,826	191,826
31,848		Maintenance	40,281	40,281
25,845		General	-13,923	-13,923
		<b>Total of Admin expenses</b>		<b>1,024,209</b>
	<b>Other Charges</b>			
4,195		Bank charges	3,452	3,452
10,874		Depreciation	24,772	24,772
30,886		Sums written off	17,940	17,940
41,581		Affiliation fees	33,518	33,518
22,000		Donations	-5,226	-5,226
3,486		Conference and meeting fees		
30,968		Expenses	5,447	5,447
		Miscellaneous (specify)		
90,502		(Gain)/Loss on Sale of Investments and Fixed Assets	-121,628	-121,628
59,749		Interest on Loan	24,729	24,729
93,692		Investment Management Fees	59,191	59,191
		<b>Total of other charges</b>		<b>42,195</b>
-3,183		Taxation	222,455	222,455
		<b>Total expenditure</b>		<b>1,288,859</b>
	<b>Interfund Transfers OUT</b>			
		Surplus/Deficit for year		-413,667
		Amount of fund at beginning of year		15,030,647
		Amount of fund at end of year		14,616,980

**Accounts other than Revenue Account/General Fund**  
(see notes 17 to 18)

Account 2		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other Income (specify)		
	<b>Total Income</b>		
	<b>Interfund Transfers IN</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	<b>Interfund Transfers OUT</b>		
		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:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
	<b>Interfund Transfers IN</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	<b>Interfund Transfers OUT</b>		
		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 Revenue Account/General Fund**  
(see notes 17 to 18)

Account 4		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
	<b>Interfund Transfers IN</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	<b>Interfund Transfers OUT</b>		
			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:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
	<b>Interfund Transfers IN</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	<b>Interfund Transfers OUT</b>		
			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 Revenue Account/General Fund**  
(see notes 17 to 18)

Account 6		Fund Account	
Name of account:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
	<b>Interfund Transfers IN</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	<b>Interfund Transfers OUT</b>		
		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:		£	£
<b>Income</b>	From members		
	Investment income		
	Other income (specify)		
	<b>Total Income</b>		
	<b>Interfund Transfers IN</b>		
<b>Expenditure</b>	Administrative expenses		
	Other expenditure (specify)		
	<b>Total Expenditure</b>		
	<b>Interfund Transfers OUT</b>		
		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 2021 ]**

(see notes 19 and 20)

Previous Year		£	£
10,886	<b>Fixed Assets</b> (as at Page 8)	75,394	75,394
	<b>Investments</b> (as per analysis on page 9)		
75	Quoted (Market value £ 250 ) as at Page 9		75
25,295,976	Unquoted (Market value £ ) as at Page 9		26,287,496
	<b>Total Investments</b>	26,287,571	26,287,571
	<b>Other Assets</b>		
402,468	Sundry debtors	530,876	530,876
162,437	Cash at bank and in hand	322,455	322,455
	Stocks of goods		
	Others (specify)		
	<b>Total of other assets</b>	853,331	853,331
	<b>Total Assets</b>		27,216,296
15,030,647	Revenue Account/ General Fund	14,616,980	
2,086,580	Revaluation Reserve	3,304,953	#
	<b>Liabilities</b>		#
8,067,478	Loans	8,251,488	
18,874	Tax payable	16,599	
64,471	Sundry creditors	114,856	
364,540	Accrued expenses	371,216	
238,252	Deferred tax	539,204	
1,000	Other liabilities	1,000	
	<b>Total Liabilities</b>		9,294,363
	<b>Total Assets</b>		27,216,296

## Fixed Assets account

(see note 21)

	Land and Buildings	Fixtures & Fittings	Motor Vehicles & Equipment	Total £
<b>Cost or Valuation</b>				
At start of period		10,886		10,886
Additions during period		89,280		89,280
Less: Disposals				
Less: Depreciation		-24,772		-24,772
Total to end of period		75,394		75,394
<b>Book Amount</b> at end of period		75,394		75,394
Freehold				
Leasehold (50 or more years unexpired)				
Leasehold (less than 50 years unexpired)				
<b>Total of Fixed Assets</b>		75,394		75,394

# Analysis of Investments

(see note 22)

Quoted		Other Funds
	British Government & British Government Guaranteed Securities 3.5% War loan stock	75
	British Municipal and County Securities	
	Other quoted securities (to be specified)	
	<b>Total Quoted (as Balance Sheet)</b>	<b>75</b>
	<b>Market Value of Quoted Investments</b>	<b>250</b>
<b>Unquoted</b>	British Government Securities	
	British Municipal and County Securities	
	Mortgages	
	Other unquoted investments (to be specified)	
	Investments in subsidiary holdings	14,599,002
	Funds under Management –At Market valuation	11,688,494
	<b>Total Unquoted (as Balance Sheet)</b>	<b>26,287,496</b>
	<b>Market Value of Unquoted Investments</b>	

\* 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 note 23)

Does the association, or any constituent part of the association, have a controlling interest in any limited company?

Yes	<b>X</b>	No	
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If Yes name the relevant companies:

Company name	Company registration number (if not registered in England & Wales, state where registered)
BACTA Limited	5324554
European Amusement & Gaming Expo Ltd	6880155
BACTA Self-Exclusion Services Limited	10012887

### Incorporated Employers' Associations

Are the shares which are controlled by the association registered in the association's name

Yes		No	
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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	<b>X</b>	No	
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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 24 to 33)

	All Funds	Total Funds
		£
<b>Income</b>		
From Members	713,702	713,702
From Investments	138,297	138,297
Other Income (including increases by revaluation of assets)	23,193	23,193
<b>Total Income</b>	<b>2,093,565</b>	<b>2,093,565</b>
<b>Expenditure</b> (including decreases by revaluation of assets)		
<b>Total Expenditure</b>	<b>1,288,859</b>	<b>1,288,859</b>
<b>Funds at beginning of year</b> (including reserves)	17,117,227	17,117,227
<b>Funds at end of year</b> (including reserves)	17,921,933	17,921,933
<b>ASSETS</b>		
Fixed Assets		75,394
Investment Assets		26,287,571
Other Assets		853,331
<b>Total Assets</b>		<b>27,216,296</b>
<b>Liabilities</b>		
<b>Total Liabilities</b>		<b>9,294,363</b>
<b>Net Assets (Total Assets less Total Liabilities)</b>		<b>17,921,933</b>

## Summary Sheet

(see notes 24 to 33)

		All Funds	Total Funds
		£	£
<b>Income</b>			
	From Members		
	From Investments		
	Other Income (including increases by revaluation of assets)		
	<b>Total Income</b>		
<b>Expenditure</b> (including decreases by revaluation of assets)			
	<b>Total Expenditure</b>		
	<b>Funds at beginning of year</b> (including reserves)		
	<b>Funds at end of year</b> (including reserves)		
<b>ASSETS</b>			
	Fixed Assets		
	Investment Assets		
	Other Assets		
	<b>Total Assets</b>		
<b>Liabilities</b>			
	<b>Total Liabilities</b>		
<b>Net Assets (Total Assets less Total Liabilities)</b>			

**Notes to the accounts**

(see note 34)

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

A large, empty rectangular box with a thin black border, occupying most of the page. It is intended for the user to enter their notes to the accounts.

# Accounting policies


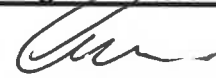
(see notes 35 & 36)

## Signatures to the annual return

(see notes 37 and 38)

Including the accounts and balance sheet contained in the return.

Please copy and paste your electronic signature here

Secretary's Signature:  <hr/> Name: John White <hr/> Date: 10 <sup>th</sup> FEBRUARY 2022	Chairman's Signature:  (or other official whose position should be stated) <hr/> Name: Greg Wood (President) <hr/> Date: 10 <sup>th</sup> Feb 2022.
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## Checklist

(see note 39)

(please enter 'X' as appropriate)

Is the return of officers attached? (see Page 2)	Yes		No	
Has the list of officers been completed? (see Page 2A)	Yes		No	
Has the return been signed? (see Note 37)	Yes		No	
Has the auditor's report been completed? (see Note 41)	Yes		No	
Is the rule book enclosed? (see Note 39)	Yes		No	
Has the summary sheet been completed? (see Notes 6 and 24 to 33)	Yes		No	



## Checklist for auditor's report

(see notes 41 to 44)

The checklist below is for guidance. A report is still required either set out overleaf or by way of an attached auditor's report that covers the 1992 Act requirements.

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)

Please explain in your report overleaf or attached.

2. Are the auditors or auditor of the opinion that the union has complied with section 28 of the 1992 Act and has:

- a. kept proper accounting records with respect to its transactions and its assets and liabilities; and
- b. 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)

Please explain in your report overleaf or attached.

3. Your auditors or auditor must include in their report the following wording:

**In our opinion the financial statements:**

- give a true and fair view of the matters to which they relate to.
- have been prepared in accordance with the requirements of the sections 28, 32 and 36 of the Trade Union and Labour Relations (consolidation) Act 1992.

## Auditor's report (continued)

Signature(s) of auditor or auditors:	Moore Kingston Smith LLP	
Name(s):	Moore Kingston Smith LLP	
Profession(s) or Calling(s):	Auditors	
Address(es)	Devonshire House 60 Goswell Road London EC1M 7AD	
Date:	10 March 2022	
Contact name for enquiries and telephone number:	Neil Finlayson 020 7566 4000	

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**

**ACCOUNTS**

**FOR THE YEAR ENDED**

**30 JUNE 2021**

# **BACTA**

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## **BACTA Administrative Details**

### **MANAGEMENT COMMITTEE**

G Wood	President	Appointed	17 March 2021
J. Miller	President	Resigned	17 March 2021
T. Sutton	Vice President	Appointed	17 March 2021
G Wood	Vice President	Resigned	17 March 2021
C. Haley	Honorary General Treasurer		
J. Cullis	Chairman Division 1	Appointed	17 March 2021
T. Sutton	Chairman Division 1	Resigned	17 March 2021
P. Davies	Chairman Division 2	Appointed	17 March 2021
G Wood	Chairman Division 2	Resigned	17 March 2021
S. Ambrose	Chairman Division 3	Appointed	17 March 2021
N. Finch	Chairman Division 3	Resigned	17 March 2021
A. Boulton	Chairman Division 4	Appointed	17 March 2021
Q. Scott	Chairman Division 4	Resigned	17 March 2021

### **INVESTMENT COMMITTEE**

G. Stergides	
J. Miller	
C. Haley	Chairman of Investment Committee
T. Batstone	
J. Thomas	
J. Frost	
S. Hawkins	
D. Petrie	
J. White	

### **TRUSTEES**

J. Thomas  
T. Batstone  
J. Frost

### **SECRETARIAT**

J. White                      Chief Executive

### **REGISTERED OFFICE**

29 - 30 Ely Place  
London  
EC1N 6TD

### **AUDITORS**

Moore Kingston Smith LLP  
Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

**BACTA**  
**Report of the Management Committee**

The members of the Management Committee submit their report and the accounts for the year ended 30 June 2021.

The British Amusement Catering Trades Association is referred to as BACTA.

**Principal Activity**

BACTA is a trade association registered under the Trade Union and Labour Relations (Consolidation) Act 1992. It represents the interest of Britain's "Pay to Play" leisure machines industry.

**Results**

The net loss for the year after dividends, gain on investment disposals and deferred tax charges was £413,667 (2020: £321,979). The loss includes an interest charge of £32,194 (2020: £59,749) on a loan from a subsidiary, BACTA Limited.

**Risk Assessment by the Management Committee**

The major risk to which the Association is exposed is the reduction in subscription income, although no major reduction is anticipated. The Management Committee also consider that the funds generated from invested funds and rental income are sufficient to ensure the ongoing viability of the Association.

The Committee have considered the impact of the coronavirus pandemic on the association. Whilst the pandemic has had a major effect on the leisure industry, it has not had a damaging effect on the association's members' ability to pay their subscriptions. Consequently the committee deem the association to be a going concern.

**Review of the Year**

A review of the year by the President is provided to Members separately and this report should be read in conjunction therewith.

**Management Committee**

The members who served on the Management Committee during the year are shown on Page 1.

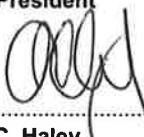
**Investment Committee**

The members who served on the Investment Committee during the year are shown on Page 1. The Investment Committee is authorised to make investment decisions on behalf of BACTA to ensure that sufficient income and capital growth are achieved.

**By Order of the Committee**

  
.....  
**G. Wood**  
**President**

Date: 25/11/2021.

  
.....  
**C. Haley**  
**Honorary General Treasurer**

Date: 25-11-21

## **BACTA**

### **Statement of the responsibilities of the General Treasurer**

Under the rules of the Association it is the responsibility of the General Treasurer to make provision for the regular preparation of annual accounts. Those accounts are intended to give a true and fair view of the state of affairs of the Association and of the surplus or deficit for the year. In order for the accounts to show a true and fair view, it is necessary for the General Treasurer in conjunction with the National Council, to be satisfied that they:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Association will continue operations.

The General Treasurer is responsible for keeping adequate accounting records that are sufficient to show and explain the Association's transactions and disclose with reasonable accuracy at any time the financial position of the Association. The General Treasurer is also responsible for safeguarding the assets of the Association and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **Statement of disclosure to auditors**

So far as the General Treasurer at the date of approving this report is aware, there is no relevant audit information of which the Association's auditors are unaware. Additionally, the General Treasurer has taken all the necessary steps that ought to have taken as General Treasurer in order to make themselves aware of all relevant audit information and to establish that the Association's auditors are aware of that information.

# **BACTA**

## **Independent Auditors' Report to the Members of BACTA**

### **Opinion**

We have audited the financial statements of BACTA for the year ended 30 June 2021 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 2021 and of its net income for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

### **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
- the General Treasurer has 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 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**

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we required for our audit.

### **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 association'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 association 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 these financial statements.

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 involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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.

## **BACTA**

### **Independent Auditors' Report to the Members of BACTA**

- 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.

#### **Scope and use of this report**

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.

*Moore Kingston Smith LLP*

Moore Kingston Smith LLP  
Chartered Accountants and Registered Auditors

Date: 28.02.2022

Devonshire House  
60 Goswell Road  
London EC1M 7AD

**BACTA**  
**Income and Expenditure Account**  
**For the year ended 30 June 2021**

	<b>30 June 2021 £</b>	<b>30 June 2020 £</b>
<b>Turnover</b>		
Subscriptions	713,702	837,128
Bank deposit interest	25	338
Training income	160	6,800
Sundry income	23,033	15,899
Management charge receivable	<u>25,000</u>	<u>105,004</u>
	761,920	965,169
<b>Administrative expenses</b>		
Salaries and wages including Employer's NI	530,766	640,273
Pension contributions	27,463	33,055
Other staff costs	18,881	83,072
Rent payable	85,198	55,729
Public relations, membership marketing and support	191,826	203,664
Delegates and meeting expenses	-	3,486
Telephone and postage	9,615	10,546
Stationery	5,184	6,099
Travelling and entertaining expenses	5,447	30,968
Rates, heating and lighting	42,877	40,802
Insurance	9,360	8,145
Repairs and renewals	6,706	5,089
Bank charges	3,452	4,195
Interest charges on loan from subsidiary undertaking	24,729	59,749
Legal and professional fees	28,395	26,180
Investment management fees	59,191	93,692
Subscriptions payable	33,518	41,581
Leasing and equipment maintenance	904	3,366
Computer maintenance and software	39,377	28,482
General expenses	(23,283)	17,700
Audit and accountancy fees	28,940	21,668
Market research	22,000	41,181
Depreciation - equipment and fittings	24,772	10,874
Donations	(5,226)	22,000
Bad debts	<u>17,940</u>	<u>30,886</u>
	<u>1,188,032</u>	<u>1,522,482</u>
<b>Net operating expenditure</b>	<u>(426,112)</u>	<u>(557,313)</u>

**BACTA**  
**Income and Expenditure Account**  
**For the year ended 30 June 2021**

	<b>30 June 2021 £</b>	<b>30 June 2020 £</b>
<b>Net operating expenditure</b>	(426,112)	(557,313)
<b>Income from investments</b>		
Dividend receivable from funds under management	113,272	172,653
Dividend receivable from related entities	-	150,000
(Loss)/Profit on disposal of investments	<u>121,628</u>	<u>(90,502)</u>
	<u>234,900</u>	<u>232,151</u>
<b>Profit on ordinary activities before taxation</b>	(191,212)	(325,162)
Taxation (charge)/credit (Note 2)	<u>(222,455)</u>	<u>3,183</u>
<b>Total comprehensive income for the year</b>	<u><u>(413,667)</u></u>	<u><u>(321,979)</u></u>

All amounts relate to continuing activities.

**BACTA**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2021**

	Profit and Loss Reserve £	Revaluation Reserve £	Total £
<b>Balance at 30 June 2019</b>	15,352,626	1,847,991	17,200,617
<b>Period ended 30 June 2020:</b>			
Profit for the year	(321,979)	-	(321,979)
Revaluation in year	-	238,589	238,589
<b>Balance at 30 June 2020</b>	<u>15,030,647</u>	<u>2,086,580</u>	<u>17,117,227</u>
<b>Period ended 30 June 2021:</b>			
Profit for the year	(413,667)	-	(413,667)
Revaluation in year	-	1,218,373	1,218,373
<b>Balance at 30 June 2021</b>	<u>14,616,980</u>	<u>3,304,953</u>	<u>17,921,933</u>

**BACTA**  
**Balance Sheet**  
**As at 30 June 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	4	75,394	10,886
Investments	5	<u>26,287,571</u>	<u>25,296,051</u>
		<u>26,362,965</u>	<u>25,306,937</u>
<b>Current assets</b>			
Debtors	6	530,876	402,468
Cash at bank and in hand		<u>322,455</u>	<u>162,437</u>
		853,331	564,905
<b>Creditors</b>			
Amounts falling due within one year	7	<u>8,755,159</u>	<u>8,516,363</u>
<b>Net current assets / (liabilities)</b>		(7,901,828)	(7,951,458)
Provision for liabilities and charges:			
Deferred taxation		<u>539,204</u>	<u>238,252</u>
<b>Net assets</b>		<u>17,921,933</u>	<u>17,117,227</u>
<b>Represented by:</b>			
General Fund		14,616,980	15,030,647
Revaluation Reserve		<u>3,304,953</u>	<u>2,086,580</u>
		<u>17,921,933</u>	<u>17,117,227</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

.....  
**G. Wood**  
President



.....  
**C. Haley**  
Honorary General Treasurer

Date: 25-11-21

The annexed notes form part of these financial statements

**BACTA**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2021**

**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 Section 1A of 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'

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.

**Going concern**

The financial statements are prepared on a going concern basis which assumes that the company will continue in operational existence for a period of at least twelve months from the date of their approval by the Committee. The Committee has considered the impact of the coronavirus pandemic on the association, and has reviewed the forecasts prepared by management for this period. Whilst the pandemic has had a major effect on the leisure industry, it has not had a damaging effect on the association's members' ability to pay their subscriptions. Taking this and the strength of the company's net asset position into account, the committee consider the association to be a going concern and have continued to adopt the going concern basis.

**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:

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 2021**

**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 2021**

**2 Taxation**

	<b>30 June 2021</b>	<b>30 June 2020</b>
	£	£
Analysis of credit for the period		
<i>Current tax:</i>		
United Kingdom Corporation Tax	-	-
Group Relief recoverable	78,496	73,183
Adjustments in respect of prior years	-	-
	<u>78,496</u>	<u>73,183</u>
Total current tax	78,496	73,183
<i>Deferred tax:</i>		
Revaluation of listed investments	<u>(300,951)</u>	<u>(70,000)</u>
Taxation (charge)/credit for period	<u>(222,455)</u>	<u>3,183</u>

Taxation losses of £413,136 (2020: £385,173) with a corporation tax effect of £78,496 (2020: £73,183) have been surrendered to one subsidiary company (2020: one subsidiary company) at a cost of 19p per pound (2020: 19p) of surrendered loss.

**3 Employees**

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

	<b>2021 Number</b>	<b>2020 Number</b>
Total	<u>10</u>	<u>10</u>

**BACTA**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2021**

**4 Tangible Fixed Assets**

	<b>Fixtures, Fittings and Computer Equipment £</b>	<b>Fixed Assets Total £</b>
Cost:		
At 1 July 2020	82,049	82,049
Additions	89,280	89,280
Disposals	-	-
At 30 June 2021	<u>171,329</u>	<u>171,329</u>
Depreciation:		
At 1 July 2020	71,163	71,163
Charge for the year	24,772	24,772
Disposals	-	-
At 30 June 2021	<u>95,935</u>	<u>95,935</u>
Net book value:		
At 30 June 2021	<u>75,394</u>	<u>75,394</u>
At 30 June 2020	<u>10,886</u>	<u>10,886</u>

**BACTA**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2021**

5 Fixed asset investments	30 June 2021 £	30 June 2020 £
£250 3.5% War loan stock		
Cost	75	75
Market value as at 30 June 2021 was £250 (2020: £250)		
 Funds Under Management		
Market value as at 30 June	11,688,494	10,696,974
 Investment in subsidiary undertaking, BACTA Ltd	14,599,001	14,599,001
Investment in subsidiary undertaking, European Amusement & Gaming Expo Ltd	1	1
 Total investments at book value	<u>26,287,571</u>	<u>25,296,051</u>

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

Prior to June 2020, BACTA held 49% of the preference share capital of ATE (Amusement Trades Exhibitions Limited) with an estimated market value of £1,000.

Note 9 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 2021**

**6 Debtors**

	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>£</b>	<b>£</b>
<b>Due within one year:</b>		
Trade debtors	236,930	128,858
Other debtors	41,860	24,444
VAT	23,184	8,208
Prepayments and accrued income	74,437	68,034
Bacta Self-Exclusion Services Ltd (Note 9)	35,659	25,733
European Amusement & Gaming Expo Ltd (Note 9)	118,806	147,191
	<u>530,876</u>	<u>402,468</u>

**7 Creditors: Amounts falling due within one year**

	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>£</b>	<b>£</b>
Building bonds	1,000	1,000
Trade creditors	114,856	64,471
Other taxes and social security	16,599	18,874
Others Creditors, accruals and deferred income	371,216	364,540
BACTA Charitable Trust (Note 9)	100	-
BACTA Limited (Note 9)	8,251,388	8,067,478
	<u>8,755,159</u>	<u>8,516,363</u>

**8 Financial Commitments**

At 30 June 2021 the company was committed to making the following minimum payments under non-cancellable operating leases, which falls due as:

	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>£</b>	<b>£</b>
Under one year	-	39,243
Between two and five years	-	-
	<u>-</u>	<u>-</u>

**BACTA**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2021**

**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 2020 and 30 June 2021:

- \* £32,194 charged on the outstanding loan from BACTA Ltd to BACTA. (2020: £59,749)
- \* Group relief granted from BACTA to BACTA Ltd at a cost to BACTA Ltd of £78,496 (2020: £73,183).
- \* Management fee of £25,000 (2020 - £25,000) to cover the costs of staff time and office space.

The total amount owed by BACTA to BACTA Ltd at 30 June 2021 was £8,251,388 (2020: £8,067,478).

The audited financial statements for the period ended 30 June 2021 of BACTA Limited include:

	<b>30 June 2021</b>
Aggregate of share capital and reserves	£ 19,368,786
Profit after tax for the period to 30 June 2021	<u>317,610</u>

**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 BACTA and EAG Ltd during the period 1 July 2020 and 30 June 2021:

- \* Management fee of £80,004 (2020 - £80,004) to cover the costs of staff time and office space.

The total amount owed by EAG Ltd to BACTA at 30 June 2021 was £118,806 (2020: £147,191).

The audited financial statements for the period ended 30 June 2021 of EAG Ltd include:

	<b>30 June 2021</b>
Aggregate of share capital and reserves	£ (49,957)
Loss after tax for the period to 30 June 2021	<u>186,331</u>

**BACTA**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2021**

**9 Subsidiary undertakings (continued)**

**BACTA Self-Exclusion Services Limited**

The entire share capital of BACTA Self-Exclusion Services Limited (BACTA SE Ltd), a company registered in England and Wales, of 1 ordinary share of £1 is held by Trustees on behalf of BACTA.

BACTA SE Ltd was incorporated on the 18 February 2016 and was set up to provide access to a self-exclusion database.

The following transactions took place between BACTA and BACTA SE Ltd during the period 1 July 2020 and 30 June 2021:

\* Group relief granted from BACTA to BACTA SE Ltd at a cost to BACTA SE Ltd of £nil (2020: £nil).

The total amount owed by BACTA SE Ltd to BACTA at 30 June 2021 was £35,659 (2020: £25,733).

The audited financial statements for the period ended 30 June 2021 of BACTA SE Ltd include:

	<b>30 June 2021 £</b>
Aggregate of share capital and reserves	<u>(41,728)</u>
Loss after tax for the period to 30 June 2021	<u>3,848</u>

**BACTA Charitable Trust**

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 2021 the Association owed the Trust £100 (2020: £nil).