

REGISTERED COMPANY NUMBER: 02039817 (England and Wales)  
REGISTERED CHARITY NUMBER: 1048705

**LONDON YOUTH GAMES FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)  
REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018**



Cox Costello & Horne  
Chartered Accountants and Statutory Auditors  
4th & 5th Floor  
14-15 Lower Grosvenor Place  
London  
SW1W 0EX

**LONDON YOUTH GAMES FOUNDATION**

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FOR THE YEAR ENDED 31 AUGUST 2018**

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**LONDON YOUTH GAMES FOUNDATION**

**REFERENCE AND ADMINISTRATIVE DETAILS  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**TRUSTEES**

Ms J Aitken (Director)  
Mr S J Burnside (Director)  
Mr M K Campbell (Director)  
Mr S H Fitzgerald (Director)  
Cllr C J L Hayes (Director)  
Cllr M Hope (Director)  
Ms K Rothery (Director)  
Cllr A R Till (Director)  
Mr M C Worsley (Director)

**COMPANY SECRETARY**

Kerry Secretarial Services Ltd

**REGISTERED OFFICE**

C/O Cox Costello & Home  
4th & 5th Floor  
14-15 Lower Grosvenor Place  
London  
SW1W 0EX

**REGISTERED COMPANY NUMBER**

02039817 (England and Wales)

**REGISTERED CHARITY NUMBER**

1048705

**AUDITORS**

Cox Costello & Home  
Chartered Accountants and Statutory Auditors  
4th & 5th Floor  
14-15 Lower Grosvenor Place  
London  
SW1W 0EX

**BANKERS**

Barclays Bank PLC  
54 High Street  
Ruislip  
Middlesex  
HA4 7AT

**SOLICITORS**

Wilsons Solicitors LLP  
Steylings House  
Summerlock Approach  
Salisbury  
Wiltshire  
SP2 7RJ

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 AUGUST 2018**

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2018. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's memorandum and articles of association and the Charities Act 2011.

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

As a charity, we have a clear strategic objective, developed in line with the Charity Commission's guidance on public benefit:

"Inspire and enable every young Londoner to find their best."

Rates of inactivity in London among young people in particular are far too high and growing. 42% of boys and 44% of girls in London do less than 30 minutes of physical activity per day. These rates are even higher in certain socio economic, disabled and ethnic minority groupings. We believe that a significant part of any young person achieving their full potential is being healthy and physically active.

In terms of helping a young person to develop into their best selves, regular participation in sport and physical activity can do far more than just simply delivering health benefits. According to Public Health England, healthier pupils in school are likely to achieve better academically, and working to support and enable each other's participation through volunteering gives young people vital life skills and experience. Finally, just as its diversity is one of the things that makes London great, it can also bring challenges in terms of understanding and tolerance - sport can do an incredible amount to bring young people from different communities together. In a society which is seeing increasing challenges brought by fragmentation of different elements of communities, the power of sport to increase integration is vital.

We aim to use our programmes and our interaction with young people across the whole of London to encourage them to work with each other as part of a team, no matter what community or background they are from. We enable and empower young people to support each other as they develop themselves by challenging themselves constantly to do better, be better and feel better. We do this by:

- providing a varied and high quality competition programme across 35 different sports to enable more young people to take part and be more physically active;
- supporting a framework and team structure which enables young people from all communities and backgrounds to join together as part of their borough team, representing their local community and building bridges that can span across London;
- enabling young people from all London boroughs to learn new skills and gain valuable experience, while also supporting their peers to compete, through an engaging and rewarding volunteer programme;
- working with partners to improve the capacity and skills of the sport workforce in London; and
- developing innovative new programmes and formats which will reach and engage even more young people to participate in sport and physical activity, particularly those who are currently less active.

In determining our strategic approach as a charity, and in overseeing delivery of our activity in line with this strategic approach, the trustees have taken into account the Charity Commission's guidance on public benefit. All of our charitable activities focus on producing a clearly identifiable benefit for young people across London. We seek to ensure that our participants reflect the diversity of London's population, particularly in relation to gender, race and disability. All of our activities are free to access and many of our participants are from areas of high social deprivation in London.

**Public benefit**

The Trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission. In reviewing our aims, objectives and planning future activities, the Trustees have taken into account the Charity Commission's general guidance on public benefit. The Trustees ensure that activities undertaken are always in line with the charitable objectives and aims of the Charity.

**Grantmaking**

The charity is not primarily a grant making charity, although limited grants are made to organisations which inspire young people to compete and volunteer in sport. Grants are approved at the discretion of the trustees.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**ACHIEVEMENT AND PERFORMANCE**

**Review of the year**

The Foundation's activities are conducted in a cycle in line with its financial year, which reflects the school year, from the 1st September to the 31st August.

We want to see as many young people in London as possible fulfilling their potential through taking part in our programmes, whether as a participant, volunteer, official or coach. We run competitions for schools (i.e. the best school team in the borough represents the borough at London Finals) and "open" (i.e. borough teams can be made up of any young person as long as they live or go to school in that borough). In 2018, across both these competition types, over 125,000 young people, from all 33 London boroughs, took part in nearly one hundred different competitions. We hosted nearly 50 event days - at venues ranging from Lord's to the National Tennis Centre, from Crystal Palace to the Olympic Park - covering 35 different sports, providing high quality Finals (and final round qualifiers in some sports) experiences for the young people taking part.

This was only possible through the continued hard work and dedication of our volunteers - of which there were 3,841 who took part during the year - and the borough networks with which we work so closely.

To recognise the amazing performances from all teams, we have several different aggregate competitions/trophies awarded to boroughs. Foremost of these is our Jubilee Trophy for the best borough across the open competitions. In 2018, these were won by:

- Jubilee Trophy - Bromley
- Inner London Trophy - Hackney
- School Games Trophy - Haringey
- Para-Games Trophy - Hackney
- Regatta Trophy - Richmond
- Respect the Games Trophy - Hillingdon
- Most Improved Borough - Lewisham

The Respect the Games Trophy was a new award in 2018. As part of our efforts to make the Games as open, inclusive and supportive as possible, we are encouraging participants to take part in the right spirit. We worked with 'Just Like Us' during Schools Diversity Week in particular to help raise awareness of the importance of inclusivity in sport, and at our competitions and events in particular. At each event that we run, we ask each team taking part to nominate individuals or teams from other boroughs who demonstrate the following behaviours/characteristics:

- Fairness
- Ambition
- Inclusion
- Respect

This encourages and enables participants to recognise the behaviours in other young people from across London which bring us together as a city, and to see those behaviours being acknowledged and rewarded. After each competition, the team or individual with the most nominations was awarded a Respect the Games Award certificate to mark the achievement and, across all competitions over the year, individuals and teams from Hillingdon won these awards the most times.

While our primary focus is on the Games competitions themselves, we also try and expand the experience of the Games as widely as we are able through our Festivals programme - in 2018, we had over 800 young people take part in our Festivals. The largest element of this is our FanFest programme, which involves inviting primary schools to bring pupils down to our Finals events, to take part in fun activities, and to experience and be inspired by the Games to take part more. For the first time this year, we had a FanFest day specifically targeted at those young people with disabilities, which was a real success and will hopefully grow as a standard part of our calendar. We also put on a specific day, in partnership with the City of Westminster, called "London Girls", which was a stand-alone day for young girls from local schools who had never taken part in the Games and who were more likely to be less active. Feedback from participants and their teachers was very strong and we hope to expand out this approach in the future.

**Operational Improvement**

In 2018, we faced the significant challenge of support for our competition management platform being discontinued at the end of the year. This, along with the fact that the platform we were using had no capability to engage digitally and directly with participants, parents, coaches, etc., meant that we needed to develop a new solution.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**ACHIEVEMENT AND PERFORMANCE**

**Review of the year**

With the support of investment from London Sport, and working in partnership with British Universities and Colleges Sport (BUCS), a considerable amount of effort was put in over the year to build a new competition and participant relationship management platform. We worked with a company called Playwaze to take their existing sport platform, and increase its capability and scope significantly in order to make it suitable for our purposes. This platform will enable us to engage directly with our customers in the ways in which they now expect, and it will enable us to provide them with a more immersive and relevant experience of the Games.

**Sponsorship and Future Development**

We are incredibly lucky to have continued financial support from the London boroughs and from the National Lottery, through Sport England, for which we are very grateful. However, the scale of the Games and the quality of experience for participants, volunteers, spectators and everyone else involved cannot be maintained without also receiving support from other sources as well. In particular, this year, we were very grateful to Tate & Lyle for their support, and to their staff for their incredible volunteering at events in the Summer. We were also lucky to receive support from GLL in relation to the use of the venues, such as Crystal Palace, which they manage, and from Molten and Findel for their donation of high quality equipment to use in our competitions.

During the year, we were also working hard to identify other potential supporters for the Games and our ambition for what we can achieve in London. We are very pleased that we have now secured a new primary sponsor for the Games, which will be announced during the 2019 Games Year. There is an enormous amount of work going on behind the scenes to realise the huge potential of this partnership in terms of the impact it can have on sport for young people in London. We are very excited about what can be achieved and look forward to working with other partners across London to make sure that we maximise the impact through complementing each other's efforts.

We are currently unable to say much more here about how the specifics of this new partnership will work, but we will be sharing plans with boroughs as soon as we are able and we will be publishing a new strategic plan during 2019 which will detail how this partnership will enable us to increase our impact upon the lives of young people in London.

**FINANCIAL REVIEW**

**Investment policy and objectives**

Under the Articles of Association, the Foundation has the power to invest monies which are not immediately required for its purposes, in or upon such investments or property as may be thought fit. At the present time the trustees' policy is to maintain all such monies in liquid cash form, on deposits earning a market rate of interest. The trustees consider that this is the most appropriate form of investment in the current climate, given the operational context and considering the amount.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**FINANCIAL REVIEW**

**Financial review**

The charity's results and financial position for the year are reflected in the attached financial statements.

The accounts as set out cover the period September 2017 to August 2018. This is the first full year since we changed our accounting year so that it now better reflects our operational and funding reality, which is based around the school year. This will allow us both to budget and report more clearly against our cycle of delivery.

**Financial controls**

The trustees consider the charity's financial controls are appropriate and in keeping with other, similar sized charities. The Board fully considers the management accounts of the Foundation at every meeting and ensures that there are appropriate internal controls around budget setting and expenditure against it.

**Income streams**

The majority of the charity's funding for this Games Year derived from two main sources: membership fees from individual London boroughs; and the National Lottery, through its distributor Sport England.

**Reserves policy**

Given the cyclical nature of our delivery, reserves are needed in order primarily to ensure that at no point would we start to deliver on a Games year programme and then not be able to complete that year's competition for some reason. They are also necessary potentially to cover gaps in between securing particular income streams.

We continually look at our reserves policy in the context of the risk profile of our major funding streams. In this light, our aim has been to get to the point where we retain sufficient unrestricted reserves to ensure that we can meet our delivery needs, as well as our fiduciary obligations, for a full Games Year of operation if significant levels of funding were withdrawn.

In previous years, we made larger than normal additions to our reserves precisely because we knew we our partnership with Balfour Beatty was coming to an end. Alongside this, we have been seeking various alternative funding streams to replace the money that Balfour Beatty contributed. As noted above, we have now secured an exciting new partner for the 2019 Games Year and beyond. However, the gap between these partnerships did mean that we had to make a planned draw down on our reserves in 2018 of just under £130K.

The trustees keep the financial situation under constant review, balancing the likelihood of additional funding, the Foundation's ability to control its cost base over the current delivery year and from one year to the next, and the overall reserves position of the Foundation. Given, in particular, the committed nature of the Foundation's funding from Sport England and the Boroughs, and its ability to make decisions to fit the scope of the programme to the level of its income at the start of each Games Year, the trustees judge that maintaining the level of delivery through a draw down on reserves was reasonable. Prior to securing a new primary sponsor for 2019, the trustees had ensured that there were plans in place to deliver the best possible programme of events absolutely within the reduced funding envelope which was secure, i.e. to ensure that the 2019 Games Year was run at budget neutral or better.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**FUTURE DEVELOPMENTS**

2017 was the 40th Anniversary of the London Youth Games and, in the 2018 Games Year, we expect the one and a half millionth participant to take part in the Games. The Games have also been the starting blocks for large numbers of Olympians, Paralympians and major event winners, like Mo Farah, Bradley Wiggins, Christine Ohuruogu, Rio Ferdinand, David Weir and Sophie Bray. We want to protect the Games for future generations but we also realise that we need to use our position as the only pan-London sports delivery organisation for young people to do more to combat the growing tendency towards inactivity and, in particular, the health problems that leads to.

Our aim is to enable as many young Londoners as possible to get the benefit of taking part in high quality and inspiring programmes of competition and personal challenge. With this in mind, we have worked with our networks to do a full review of the Games programme to make sure it is still relevant and appropriate. On the back of this, for 2018, we are looking at how we can use various methods (e.g. standard capping and greater use of splitting draws into 'trophy' and 'plate' style structures) to try and ensure that those we know have access to high quality competition week in, week out, are not the ones taking part in our most mainstream/high numbers sports. Where the Games play a particular role in a sport's performance landscape in London, e.g. weightlifting or fencing, then we will continue to cater for that, but we will also look at introducing a lower level of competition in that sport, to encourage participation at all levels.

We will continue to look to develop the approach we have adopted with SchoolsRun in other areas of sport or physical activity. We want to use the networks we have, and our position at the centre of youth sport in London to work with National Governing Bodies of Sport and other deliverers, to find innovative ways of encouraging young people to challenge themselves to achieve more. This is about young people defining their own success and being encouraged to reach for it, rather than being defined by what others think.

On volunteering, on the back of the recognition at the London Sport Awards of the quality of our volunteering programme, we are working with England Athletics to see how our training model can help them nationally. We are also looking forward to supporting the London Marathon as they launch The Big Half in 2018, providing another high profile opportunity for our young volunteers from across London to gain valuable experience at a large scale, professionally run event.

We are also investing in our capability to improve our offering to young people in London and our capacity to understand them as customers better. We are working with London Sport and British Universities and Colleges Sport to develop a new competition management and customer relationship management IT platform. This will not only enable us to improve the participant experience for both those taking part in the Games and volunteers, but it will also enable us gradually to be able to provide longitudinal participation data for young people in London, across the school/community fence. This will be invaluable for understanding how young people consume sport and physical activity opportunities in the capital and beyond.

We do not want to stand still as a charity. We will continue to improve and deliver the Games programme but we will also look to build innovative and exciting new partnerships with organisations with similar values and objectives, in order to get more young people in London to achieve their full potential.



**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Company structure**

The London Youth Games Foundation is a charitable company limited by guarantee and not having a share capital, as defined by the Companies Act 2006, established under a Memorandum and Articles of Association and incorporated on 22 July 1986. The Memorandum and Articles of Association have been amended by special resolution on 4 July 1995 and, most recently, 19 October 2005.

The Foundation registered as a charity on 16 August 1995.

**Membership of the company**

Provisions governing membership of the Foundation are set out in the Articles of Association. The members are London boroughs and the City of London, and the independent trustees.

Every member undertakes to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

**Financial statements**

The audited financial statements comply with the Charities Statement of Recommended Practice - Accounting and Reporting by Charities FRS 102 effective January 2015, the Charities Act 2011, the Companies Act (2006) and the Charities (Accounts and Reports) Regulations 2008. The trustees' report and financial statements are submitted to the Charity Commission following approval by the membership at the AGM.

**Indemnity insurance**

Under the terms of the Articles of Association the trustees shall be indemnified out of the assets of the charity against any liability incurred by him/her in defending any proceedings in which judgement is given in their favour. To mitigate any potential costs arising from such proceedings, the charity has obtained the necessary indemnity insurance.

**Trustees and board**

Trustees for the Foundation for the purposes of the Charities Act 2011, who are also the Directors of the company for the purposes of the Companies Act 2006, are appointed at the annual general meeting of the members and fall into two categories: half the board is made up of independent trustees and half of member representatives. Member representative trustees are appointed by a majority decision of the London Borough Authorities present at any general meeting at which the appointment of London Borough trustees is considered, whether due to retirement, expiry of term of office or disqualification. Independent trustees are appointed by resolution of the board of trustees.

All trustees serve for a term of four years, upon expiry of which they are eligible for reappointment. New trustees are briefed by the chairman and the chief executive as to their duties and obligations as part of an informal induction process.

The board of the Foundation is led by the chair, Mark Campbell, and is responsible for setting the strategic direction of the Foundation and for oversight of delivery against it. It is also responsible for ensuring there is an effective governance regime in place for the organisation as a whole.

The trustees who held office during the financial year 2017-18 were:

Mark Campbell  
Marc Hope  
Karen Rothery  
Martyn Worsley  
Stuart Burnside  
Stephen Fitzgerald

Chris Hayes  
Joanna Aitken  
Alan Till

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Risk management**

The Foundation has a strong process for the identification and management of major threats and opportunities to the organisation's ongoing success and financial health, overseen by the Board. Currently, the key risks to the organisation are either ongoing operational/delivery risks, for example around safeguarding of young people or ensuring the appropriate quality of events; or financial, for example around securing the necessary ongoing funding to enable the Games to continue.

The Foundation's greatest risk is around its ongoing financial sustainability and hence the trustees have put in place increased oversight through it being rigorously analysed and discussed at every board meeting with 'ad hoc' meetings of the Board conducted via telephone conference call as needed. The management of operational delivery risks, around ensuring a safe environment for young people who take part at all LYG events, has also been improved through rigorous risk assessment of every event and venue. This led to, for example, significantly increased security arrangements in place at Summer Finals as a response to the terrorist attacks in London which had taken place in the preceding months. The Foundation continues to work with professional consultants, venue management and the emergency services as appropriate to make sure that our events are as safe as possible for the young people taking part.

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of London Youth Games Foundation for the purposes of company law) are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

**AUDITORS**

The auditors, Cox Costello & Horne, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 25/04/19 and signed on its behalf by:



Mr M K Campbell - Trustee

## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF LONDON YOUTH GAMES FOUNDATION

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### Opinion

We have audited the financial statements of London Youth Games Foundation (the 'charitable company') for the year ended 31 August 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable 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.

### Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our report of the independent auditors thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the report of the trustees, which includes the directors' report prepared for company law purposes, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the report of the trustees has been prepared in accordance with applicable legal requirements.

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

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the report of the trustees.

## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF LONDON YOUTH GAMES FOUNDATION

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees' were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the report of trustees and from the requirement to prepare a strategic report.

### Responsibilities of trustees


As explained more fully in the trustees' responsibilities statement the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees 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 trustees are responsible for assessing the charitable 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 trustees either intend to liquidate the charitable 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our report of the independent auditors.



Michael F Cox FCA (Senior Statutory Auditor)  
for and on behalf of Cox Costello & Horne  
Chartered Accountants and Statutory Auditors  
4th & 5th Floor  
14-15 Lower Grosvenor Place  
London  
SW1W 0EX

Date: 25/04/19

### Note:

The maintenance and integrity of the London Youth Games Foundation website is the responsibility of the trustees; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

**LONDON YOUTH GAMES FOUNDATION**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 AUGUST 2018**

			<b>Year Ended 31.8.18 Total funds £</b>	<b>Period 1.4.16 to 31.8.17 Total funds £</b>
	<b>Notes</b>	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	
<b>INCOME AND ENDOWMENTS FROM</b>				
<b>Charitable activities</b>	<b>4</b>			
London Youth Games		-	371,000	459,970
Other trading activities	2	-	300,684	881,495
Investment income	3	353	-	159
<b>Total</b>		<b>353</b>	<b>671,684</b>	<b>1,341,624</b>
<b>EXPENDITURE ON</b>				
<b>Charitable activities</b>	<b>5</b>			
London Youth Games		-	800,967	1,365,148
<b>NET INCOME/(EXPENDITURE)</b>		<b>353</b>	<b>(129,283)</b>	<b>(23,524)</b>
<b>RECONCILIATION OF FUNDS</b>				
<b>Total funds brought forward</b>		<b>71,604</b>	<b>298,660</b>	<b>393,788</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>71,957</b>	<b>169,377</b>	<b>370,264</b>

The notes form part of these financial statements

**LONDON YOUTH GAMES FOUNDATION (REGISTERED NUMBER: 02039817)**

**BALANCE SHEET  
AT 31 AUGUST 2018**

	Notes	31.8.18 £	31.8.17 £
<b>FIXED ASSETS</b>			
Tangible assets	12	-	335
Investments	13	1	1
		<u>1</u>	<u>336</u>
<b>CURRENT ASSETS</b>			
Stocks	14	-	27,848
Debtors	15	220,567	74,865
Cash at bank		83,438	421,465
		<u>304,005</u>	<u>524,178</u>
<b>CREDITORS</b>			
Amounts falling due within one year	16	(15,672)	(154,250)
		<u>288,333</u>	<u>369,928</u>
<b>NET CURRENT ASSETS</b>			
		<u>288,334</u>	<u>370,264</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>288,334</u>	<u>370,264</u>
<b>PROVISIONS FOR LIABILITIES</b>	18	(47,000)	-
		<u>241,334</u>	<u>370,264</u>
<b>NET ASSETS</b>			
		<u>241,334</u>	<u>370,264</u>
<b>FUNDS</b>	20		
Unrestricted funds		71,957	71,604
Restricted funds		169,377	298,660
		<u>241,334</u>	<u>370,264</u>
<b>TOTAL FUNDS</b>			
		<u>241,334</u>	<u>370,264</u>

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

The financial statements were approved by the Board of Trustees on 25/04/19 and were signed on its behalf by:



Mr M K Campbell -Trustee

**LONDON YOUTH GAMES FOUNDATION**

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 AUGUST 2018**

		<b>Year Ended 31.8.18 £</b>	<b>Period 1.4.16 to 31.8.17 £</b>
<b>Cash flows from operating activities:</b>			
Cash generated from operations	24	<u>(338,380)</u>	<u>(101,233)</u>
<b>Net cash provided by (used in) operating activities</b>		<u><b>(338,380)</b></u>	<u><b>(101,233)</b></u>
<b>Cash flows from investing activities:</b>			
Sale of tangible fixed assets		-	542
Interest received		<u>353</u>	<u>159</u>
<b>Net cash provided by (used in) investing activities</b>		<u><b>353</b></u>	<u><b>701</b></u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u><b>(338,027)</b></u>	<u><b>(100,532)</b></u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u><b>421,465</b></u>	<u><b>521,997</b></u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u><b>83,438</b></u></u>	<u><u><b>421,465</b></u></u>

The notes form part of these financial statements

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

**Preparation of the financial statements on a going concern basis**

The trustees have prepared the financial statements on the going concern basis. The trustees have a reasonable expectation that the charitable company has adequate resources to continue its activities for the foreseeable future, and at least one year from the date of approval of the financial statements. Accordingly, the trustees continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Trustees Responsibilities included within the Trustees Report.

**Critical accounting judgements and estimates**

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the charity's accounting policies and the reported assets, liabilities, income and expenditure and the disclosures made in the financial statements. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The key areas that are deemed to be material for these financial statements are as follows:

- the value of the contribution of the many thousands of hours donated by its unpaid volunteers has not been reflected in these accounts. The SORP does not permit the accounting for such contributions due to the inherent uncertainty in applying an accurate and reliable financial measurement in accordance with the SORP.

**Accounting period**

The company has changed its reporting period from 31 March 2017 to 31 August 2017 in last year, in order to align with the games year. This change lengthen the last reporting period of the company to 17 months, therefore the current and prior period amounts disclosed are not comparable.

**Preparation of consolidated financial statements**

The financial statements contain information about London Youth Games Foundation as an individual charity and do not contain consolidated financial information as the parent of a group. The charity is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Under the Charities Act 2011 and Charities Act 2011 (Group Accounts) Regulations 2015, a parent charity must prepare consolidated accounts including all its subsidiary undertakings where their preparation is either a requirement of company law or where the gross income of the group after consolidation adjustments, the parent charity and its subsidiary undertakings together, exceeds the threshold set by the regulations, currently £1,000,000. The Board of Trustees consider there is no statutory requirement to prepare group accounts and the results of the subsidiary undertaking are excluded from these financial statements.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.



**1. ACCOUNTING POLICIES - continued**

**Expenditure**

Liabilities are recognised as expenditure as soon as there is legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of obligation can be measured reliably. Expenditure is recognised on an accruals basis as a liability is incurred, and includes irrecoverable VAT where applicable. Expenditure is classified under the following activity headings:

Expenditure on raising funds comprises those costs relating to activities where the primary aim is to raise funds, along with an apportionment of support costs.

Expenditure on charitable activities comprises those costs relating to activities where the primary aim is congruent with the objects of the charity, along with an apportionment of support costs.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Charitable activities**

Charitable activities comprise those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs associated of an indirect nature necessary to support them.

**Allocation and apportionment of costs**

Costs are allocated in the following ways: direct, shared and support. Direct costs attributable to a single activity must be allocated direct to that activity. Shared costs which contribute directly to more than one activity must be apportioned between those activities. Support costs which are not attributable to a single activity must also be apportioned between the activities being supported.

The methods adopted for cost apportionment are usage of a resource or activity in terms of time taken.

**Tangible fixed assets**

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

Office equipment	- 33% on cost
Furniture	- 33% on cost
Computer equipment	- 33% on cost

All assets are initially recognised at cost and subsequently carried at cost less accumulated depreciation. The cost of an asset initially recognised includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Items of equipment are capitalised where the purchase price exceeds £300. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

**Stocks**

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

**1. ACCOUNTING POLICIES - continued****Financial instruments**

Financial assets (including cash and debtors) and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument. Additionally, all financial assets and liabilities are classified according to the substance of the contractual arrangements entered into.

Financial assets and liabilities are initially measured at transaction price (including transaction costs) and are subsequently remeasured where applicable at amortised cost.

Financial assets include cash, trade debtors, other debtors, prepayments and accrued income.

Financial liabilities include trade creditors, other creditors, accruals and deferred income.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

The charity is registered for VAT but has sources of income which are considered to be exempt from VAT. For this reason it is unable to recover all input VAT it suffers on purchased goods and services and the cost is included as an individual item of expense.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Transfers between unrestricted to restricted funds can be made to cover any overspends on restricted projects during the year where cost will not be met by the funder. Transfers between restricted funds and from restricted to unrestricted funds are made with the permission of the funder.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

**Pension costs**

The charity contributes towards personal pension schemes of staff. The contributions payable by the charity and staff are deposited in the respective pension funds within 30 days following the deduction. Once the contributions have been paid, the charity as employer, has no further payment obligations. The charity's contributions are charged to the Statement of Financial Activities in the period to which they relate.

**2. OTHER TRADING ACTIVITIES**

	Year Ended	Period 1.4.16 to 31.8.17
	£	£
Sponsorships	45,000	363,001
Local Authority contributions	235,819	459,162
Other donations	8,256	11,583
Other income	11,609	47,749
	<u>300,684</u>	<u>881,495</u>

**LONDON YOUTH GAMES FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2018**

**3. INVESTMENT INCOME**

	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
Deposit account interest	<u>353</u>	<u>159</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	Activity	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
Grants	London Youth Games	<u>371,000</u>	<u>459,970</u>

Grants received, included in the above, are as follows:

	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
Sport England	370,000	447,500
Youth Sport Trust	1,000	8,900
London PE and School Sports Network	-	50
Tennis Foundation	-	1,720
West Lea School	-	75
Sport Impact	-	150
Tower Hamlets Youth Sport Foundation	-	175
Cycling Grant Lee Valley	-	1,400
	<u>371,000</u>	<u>459,970</u>

London Youth Games received a grant of £370,000 (2017: £447,500) from Sport England to CSP school sport funding of £270,000 and £100,000 to provide support to London Youth Games to engage new young people through competition and transform their ability to capture information to better understand young people and help sustainability of the organisation.

The following table illustrates what the money was awarded for and that it has been used for these purposes:

	Grant received £	Grant Spent £
CSP school sport funding	270,000	270,000
Support for the London Youth Games	<u>100,000</u>	<u>82,000</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct costs £	Support costs (See note 7) £	Totals £
London Youth Games	<u>568,098</u>	<u>232,869</u>	<u>800,967</u>

# LONDON YOUTH GAMES FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2018

### 6. GRANTS PAYABLE

	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
London Youth Games	-	25,730

The total grants paid to institutions during the year was as follows:

	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
Sporting Pathways (BB)	-	730
Sports Develop Grant	-	25,000
	-	25,730

### 7. SUPPORT COSTS

	Management £	Finance £	Information technology £	Totals £
London Youth Games	186,863	37,305	8,701	232,869

All individual costs are based on actual apart from the following:

	Basis of allocation
Wages	Staff time
Social security	Staff time
Pensions	Staff time
Depreciation	Estimated useful life
Irrecoverable VAT	% of non-allowable income

### 8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
Depreciation - owned assets	335	2,262
Other operating leases	14,460	18,264
Auditors remuneration - audit fees	7,150	10,130

### 9. TRUSTEES' REMUNERATION AND BENEFITS

The Memorandum of Association of the charity makes provision for trustees to receive reimbursement for any services rendered to the charity.

#### Trustees' expenses

During the year insurance was purchased to indemnify the charitable company from loss arising from neglect or defaults of its trustees, employees or agents. The cost of the indemnity insurance cannot be accurately calculated as it forms part of a multiple insurance policy (2017: £1,351)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2018

## 10. STAFF COSTS

	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
Wages and salaries	271,839	452,074
Social security costs	33,320	42,891
Other pension costs	12,306	18,557
	<u>317,465</u>	<u>513,522</u>

The average monthly number of employees during the year was as follows:

	Year Ended 31.8.18	Period 1.4.16 to 31.8.17
Charitable activities	8	8
Management and administrative support	2	2
	<u>10</u>	<u>10</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Year Ended 31.8.18	Period 1.4.16 to 31.8.17
£80,001 - £90,000	1	1
	<u>1</u>	<u>1</u>

**Key Management Remuneration**

The key management personnel of the charity, comprise the board of trustees, the Chief Executive. The total employee benefits, excluding pension contributions, of the key management personnel of the charity were £83,579 (2017: £116,825).

## 11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Charitable activities			
London Youth Games	-	459,970	459,970
Other trading activities	772	880,723	881,495
Investment income	159	-	159
	<u>931</u>	<u>1,340,693</u>	<u>1,341,624</u>
<b>Total</b>	<b>931</b>	<b>1,340,693</b>	<b>1,341,624</b>
<b>EXPENDITURE ON</b>			
Charitable activities			
London Youth Games	-	1,365,148	1,365,148
	<u>-</u>	<u>1,365,148</u>	<u>1,365,148</u>
<b>Total</b>	<b>-</b>	<b>1,365,148</b>	<b>1,365,148</b>
	<u>931</u>	<u>(24,455)</u>	<u>(23,524)</u>
<b>NET INCOME/(EXPENDITURE)</b>	<b>931</b>	<b>(24,455)</b>	<b>(23,524)</b>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2018

## 11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	70,673	323,115	393,788
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>71,604</b>	<b>298,660</b>	<b>370,264</b>

## 12. TANGIBLE FIXED ASSETS

	Office equipment £	Furniture £	Computer equipment £	Totals £
<b>COST</b>				
At 1 September 2017 and 31 August 2018	2,074	3,724	9,967	15,765
<b>DEPRECIATION</b>				
At 1 September 2017	1,739	3,724	9,967	15,430
Charge for year	335	-	-	335
At 31 August 2018	2,074	3,724	9,967	15,765
<b>NET BOOK VALUE</b>				
At 31 August 2018	-	-	-	-
At 31 August 2017	335	-	-	335

## 13. FIXED ASSET INVESTMENTS

	Unlisted investments £
<b>MARKET VALUE</b>	
At 1 September 2017 and 31 August 2018	1
<b>NET BOOK VALUE</b>	
At 31 August 2018	1
At 31 August 2017	1

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2018**13. FIXED ASSET INVESTMENTS - continued****LYG (Trading) Limited**

Nature of business: Dormant

Class of share:	% holding		
Ordinary	100		
		<b>31.8.18</b>	<b>31.8.17</b>
		£	£
Aggregate capital and reserves		<u>1</u>	<u>1</u>

The subsidiary company has been dormant throughout the 2018 and 2017 financial years.

**14. STOCKS**

	<b>31.8.18</b>	<b>31.8.17</b>
	£	£
Work-in-progress	<u>-</u>	<u>27,848</u>

**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.8.18</b>	<b>31.8.17</b>
	£	£
Trade debtors	150,201	56,022
Bad debt provision	(32,715)	(21,600)
Other debtors	1,392	3,536
VAT	1,331	2,611
Prepayments and accrued income	100,358	34,296
	<u>220,567</u>	<u>74,865</u>

**16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.8.18</b>	<b>31.8.17</b>
	£	£
Trade creditors	906	10,876
Social security and other taxes	6,309	7,611
Other creditors	3,456	1,649
Accruals and deferred income	5,001	134,114
	<u>15,672</u>	<u>154,250</u>

Included within other creditors is deferred income of £Nil (2017: £7,533).

Deferred income is funds received in advance for charitable activities to be undertaken in the 2017/2018 financial year. The larger funders are as follows: Rodney FitzGerald £Nil (2017: £7,533).

**17. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	<b>31.8.18</b>	<b>31.8.17</b>
	£	£
Within one year	<u>13,680</u>	<u>27,846</u>

**LONDON YOUTH GAMES FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2018**

**18. PROVISIONS FOR LIABILITIES**

	31.8.18 £	31.8.17 £
Provisions	<u>47,000</u>	<u>-</u>

**19. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Unrestricted funds £	Restricted funds £	31.8.18 Total funds £	31.8.17 Total funds £
Fixed assets	(335)	335	-	335
Investments	1	-	1	1
Current assets	72,291	231,714	304,005	524,178
Current liabilities	-	(15,672)	(15,672)	(154,250)
Provision for liabilities	-	(47,000)	(47,000)	-
	<u>71,957</u>	<u>169,377</u>	<u>241,334</u>	<u>370,264</u>

**20. MOVEMENT IN FUNDS**

	At 1.9.17 £	Net movement in funds £	At 31.8.18 £
<b>Unrestricted funds</b>			
General fund	71,604	353	71,957
<b>Restricted funds</b>			
London Youth Games	298,660	(129,283)	169,377
<b>TOTAL FUNDS</b>	<u>370,264</u>	<u>(128,930)</u>	<u>241,334</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	353	-	353
<b>Restricted funds</b>			
London Youth Games	671,684	(800,967)	(129,283)
<b>TOTAL FUNDS</b>	<u>672,037</u>	<u>(800,967)</u>	<u>(128,930)</u>



NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2018

## 20. MOVEMENT IN FUNDS - continued

## Comparatives for movement in funds

	At 1.4.16 £	Net movement in funds £	At 31.8.17 £
<b>Unrestricted Funds</b>			
General fund	70,673	931	71,604
<b>Restricted Funds</b>			
London Youth Games	323,115	(24,455)	298,660
<b>TOTAL FUNDS</b>	<u>393,788</u>	<u>(23,524)</u>	<u>370,264</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	931	-	931
<b>Restricted funds</b>			
London Youth Games	1,340,693	(1,365,148)	(24,455)
<b>TOTAL FUNDS</b>	<u>1,341,624</u>	<u>(1,365,148)</u>	<u>(23,524)</u>

**Purposes of unrestricted funds**

The funds have arisen due to income received in advance of the 2016/2017 London Youth Games (Event). Funds are restricted to cover direct Event costs and associated charity support costs, as and when required.

## 21. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2018.

## 22. COMPANY LIMITED BY GUARANTEE

The charitable company is limited by guarantee and has no share capital. Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up, for payments of the debts and liabilities of the company, such amount as may be required, not exceeding £1.

## 23. FINANCIAL INSTRUMENTS

The charity has the following financial instruments:

	Note	31.03.18 £	31.08.17 £
Financial assets measured at amortised cost		<u>315,120</u>	<u>496,330</u>
Financial liabilities measured at amortised cost		<u>56,363</u>	<u>139,106</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2018

24. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Year Ended 31.8.18 £	Period 1.4.16 to 31.8.17 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(128,930)	(23,524)
Adjustments for:		
Depreciation charges	335	2,263
Interest received	(353)	(159)
Decrease/(increase) in stocks	27,848	(27,848)
(Increase)/decrease in debtors	(145,702)	128,859
Decrease in creditors	(91,578)	(180,824)
Net cash provided by (used in) operating activities	<u>(338,380)</u>	<u>(101,233)</u>