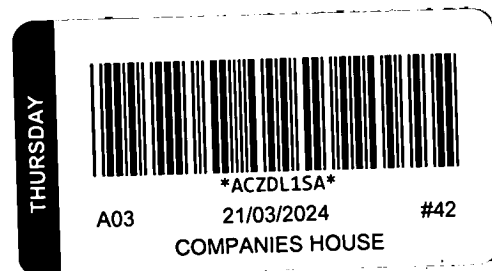


**REGISTERED NUMBER: 01771361 (England and Wales)**

**GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND  
AUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023  
FOR  
THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED**



**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

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FOR THE YEAR ENDED 30 JUNE 2023**

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**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 JUNE 2023**

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**DIRECTORS:**

K M Nagle  
M Thomas

**REGISTERED OFFICE:**

The John Smith's Stadium  
Stadium Way  
Leeds Road  
Huddersfield  
West Yorkshire  
HD1 6PX

**REGISTERED NUMBER:**

01771361 (England and Wales)

**AUDITORS:**

DJH Mitten Clarke Audit Limited  
Chartered Accountants and Statutory Auditors  
Bates Mill  
Colne Road  
Huddersfield  
HD1 3AG

**BANKERS:**

Lloyds Bank plc  
1 Westgate  
Huddersfield  
HD1 2DN

**GROUP STRATEGIC REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

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The directors present their strategic report of the company and the group for the year ended 30 June 2023.

The company's principal activity is unchanged as a professional football club, together with related and ancillary activities. It is also a holding company.

The Club has a 40% investment in Kirklees Stadium Development Limited (KSDL), which controls, operates, manages and develops the John Smith's Stadium and the surrounding 54-acre site. The Club holds an interest in Huddersfield Canalside Limited, which is now non-trading.

**BUSINESS REVIEW**

During the year under review the Club competed in the EFL Championship.

At the end of the season the Club retained its Championship status finishing 18th with 53 points.

Turnover reduced from £31.4m to £18.1m, mainly due to a decrease in central distributions as the club were no longer in receipt of the Premier League Parachute Award. Overall other revenues were broadly flat in aggregate.

Overall employee costs were £21.5m (2022 - £20.3m) while football wages continue to be the largest expense for the Club.

Amortisation of player registrations was £1.3m (2022 - £1.1m).

The net profit from the sale of player registrations was £8.9m (2022 - £0.9m).

Loss before tax for the year was £6.6m (2022 - £3.8m).

The year-end net debt balance consisted of £50.4m (2022 - £43.0m) offset by cash balances of £4.4m (2022 - £1.3m).

**CHANGE OF OWNERSHIP**

On 23 March 2023 Dean Hoyle acquired 75% of the shares in the company from Pure Sports Consultancy Limited. Simultaneously, Dean and I exchanged contracts for the sale of 100% of the shares to Town FC LLC, an independent company registered in the USA, owned and funded by me. The sale completed on 22 June 2023.

I am delighted to take the position as the new Chairman of Huddersfield Town. I aim to create a successful and sustainable club that recognises and builds on its historic accomplishments.

**BOARD CHANGES**

Kevin M Nagle and Michael Thomas joined the Board on 22 June 2023. Dean Hoyle resigned as a Director on 22 June 2023 as the sale of the Club completed. Ann Hough and David Threlfall-Sykes ceased to be directors after 30 June 2023.

**GROUP STRATEGIC REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**PRINCIPAL RISKS AND UNCERTAINTIES**

<b>Risk or uncertainty and potential impact</b>	<b>How we mitigate</b>
<b>Football</b>	
Relegation arising from poor on-field performance is the principal business risk.	The Club's resources are focused on putting the best team possible on the field of play. This includes managing the player wages model, team preparation and training ground facilities.
This can be the product of the performance of players, football management, football operations (including player recruitment), performance services and the Board.	The Board and senior football staff are jointly responsible for making key decisions regarding players, staff, facilities and performance services. Regular meetings take place to ensure we deliver the best team possible against an agreed football strategy.
Relegation can also fundamentally change the player recruitment strategy, as well as player and staff retention and this is likely to impact on-field performance.	Ongoing improvements and investment in the football operations department act to mitigate this risk. First team contracts include significant contractual reductions in weekly wages on relegation.
<b>People contracting risks</b>	
Relating to players: - player recruitment due diligence - contract terms - resourcing - player trading and injury	The Board ensures that robust processes are in place and are maintained by senior football staff. A clear criterion is in place for the type of management and coaching staff the Club requires now and in the future.
Relating to key staff: - football management and sustainability - establishing and maintaining a clear system of play - player development - adding value	The Club has in place a clear playing style and recruitment methodology. The Board is continually reviewing and improving its scouting operation and the modern innovations supporting its player identification process.
<b>Business</b>	
If the group's products, services and pricing do not remain competitive and value for money there is a risk of losing supporters and corporate clients affecting financial performance and viability.	The Board communicates openly with its fans and customers through various media. The Club has been proactive in maintaining affordable ticket prices to build the fan and customer base for the future benefit of the Club.
<b>Operations</b>	
The separation of the operational aspects of the stadium and match-day delivery through KSDL provides operational risk with the Club's fans and corporate customers. The Club has limited control over the match day experience affecting supporter retention, exposing the Club to the financial risk of losing supporters with the associated financial impact.	One member of the Club's senior management team attend KSDL Board meetings. The Club is also involved at Events and Commercial panels that contribute to managing the stadium operationally through a documented collaboration agreement.

GROUP STRATEGIC REPORT  
FOR THE YEAR ENDED 30 JUNE 2023

Club	
Financial Fair Play risk leading to non-compliance with the EFL/Premier League exposes the Club to the risk of fines or transfer embargoes. Non-compliance with the applicable legislation and football regulations: <ul style="list-style-type: none"><li>- player contract administration</li><li>- betting</li><li>- agents</li><li>- match fixing</li><li>- behaviour</li></ul> would expose the Club to reputational damage, penalty points and/or financial penalties.	The board and finance team are supported by our auditors on an ongoing basis and liaise with the EFL/Premier League closely to ensure compliance. The company has a player code of conduct in place.
Ownership risk due to the Clubs reliance on shareholder funding to provide debt and equity funding to subsidise the Club's operation.	The company, its auditors and the EFL obtain annual commitments of funding.

**PROSPECTS FOR 2023/24 AND BEYOND**

As we look forward to the 2023/24 season, we are focussed on making sure we continue to progress our on-field performance through the continued addition of high calibre coaching and support staff and the smart recruitment of higher quality players over the next several transfer windows.

We will continue to look at ways to improve our matchday experience for all our supporters and guests with the introduction of new amenities and technologies along with the upgrading of existing equipment and spaces where needed.

Finally, we will strive to further establish the Club's bond with the Town and the wider Kirklees region through the great work of our Supporter Services team and our newly established Supporter Experience department. We will continue to support the important work of the Huddersfield Town Foundation; our official charity and we are working hard to re-launch the Huddersfield Town Academy for the 24/25 season, providing greater opportunity for the young and aspiring players here in our community.

Since the year end, the club has acquired and disposed of a number of player registrations. The fees paid and profit on disposal from these transactions is £4.7m and £0.8m respectively.

The Board of Directors would like to place on record its thanks to all the players, management, staff, supporters, partners, and stakeholders as we continue to progress.

**ON BEHALF OF THE BOARD:**

*Kevin M Nagle*

.....  
K M Nagle - Director

Date: 28/02/2024  
.....

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 30 JUNE 2023**

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The directors present their report with the financial statements of the company and the group for the year ended 30 June 2023.

**DIVIDENDS**

No dividends will be distributed for the year ended 30 June 2023.

**EVENTS SINCE THE END OF THE YEAR**

Information relating to events since the end of the year is given in the notes to the financial statements.

**DIRECTORS**

The directors who have held office during the period from 1 July 2022 to the date of this report are as follows:

D Hoyle - resigned 22 June 2023  
K M Nagle - appointed 22 June 2023  
M Thomas - appointed 22 June 2023

J A Hough and D A Threlfall-Sykes ceased to be directors after 30 June 2023 but prior to the date of this report.

**FINANCIAL RISK MANAGEMENT**

The principal financial instruments of the business comprise trade debtors, trade creditors, bank balances and loan borrowings. The financial risk associated with these instruments is considered minimal.

Rolling cash flow forecasts are maintained to ensure sufficient cash is available to meet day-to-day requirements. Trade debtors are regularly reviewed to minimise the risk of bad debts. The amounts presented in the balance sheet are net of allowances for doubtful debts. Trade creditor liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

**GOING CONCERN**

The nature of the group's business is such that there can be considerable unpredictable variation in the timing of cash inflows. The directors have prepared projected cash flow information for the period ending 12 months from the date of signature on the Balance Sheet. Kevin M Nagle has indicated that he intends to continue to support the group by introducing funds where required. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

**DISCLOSURE IN THE STRATEGIC REPORT**

The following information is not shown in the Report of the Directors as it is shown in the Group Strategic Report in accordance with S414C(11) of the Companies Act 2006:

- an indication of likely future developments in the business of the group.

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 30 JUNE 2023**

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**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Group Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

**AUDITORS**

The auditors, DJH Mitten Clarke Audit Limited, will be deemed to continue in office under the Companies Act 2006 s487.

**ON BEHALF OF THE BOARD:**

*Kevin M Nagle*

.....  
K M Nagle - Director

28/02/2024  
Date: .....



**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED**

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**Opinion**

We have audited the financial statements of The Huddersfield Town Association Football Club Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 June 2023 which comprise the Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated 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 group's and of the parent company affairs as at 30 June 2023 and of the group's loss 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group 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**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

**Other information**

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the 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 this gives rise to a material misstatement in the financial statements themselves. 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 Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED**

---

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

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

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

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page six, the directors 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 directors determine 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 directors are responsible for assessing the group's and the parent 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 directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

**Auditors' 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 a Report of the Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of designing our audit, we determined materiality and assessed the risk of material misstatement in the financial statements, whether due to fraud or error, and then designed and performed audit procedures responsive to those risks. In particular, we looked at where the directors made subjective judgements such as making assumptions on significant accounting estimates.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our planning procedures included gaining an understanding of the entity and its environment including the entity's legal and regulatory framework, any fraud indicators and internal control system via both discussions amongst the engagement team and with the directors. We also evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements including the risk of override of controls.

Based on our understanding of the company and its industry, the key laws and regulations we considered included the UK Companies Act and relevant tax legislation.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED**

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Audit procedures performed by the engagement team included but were not limited to:

- Evaluating and testing of the operating effectiveness of management's controls designed to prevent and detect irregularities;
- Discussing with management the policies and procedures in place regarding identifying and complying with laws and regulations and whether they were aware of any instances of non-compliance;
- Identifying and testing journal entries;
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing; and
- Reviewing and testing the accounting estimates to minimise potential bias.

The primary responsibility for the prevention and detection of irregularities including fraud rests with both those charged with governance and management. There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements the less likely we would become aware of such non-compliance. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, intentional misrepresentations or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

**Use of our report**

This report is made solely to the 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 company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Karen Borowski (FCA) (Senior Statutory Auditor)  
for and on behalf of DJH Mitten Clarke Audit Limited  
Chartered Accountants and Statutory Auditors  
Bates Mill  
Colne Road  
Huddersfield  
HD1 3AG

Date: 29/02/2024

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2023**

		30.6.23		30.6.22 as restated	
	Notes	£	£	£	£
<b>TURNOVER</b>	3		18,120,141		31,390,049
Cost of sales			<u>29,086,113</u>		<u>28,370,351</u>
<b>GROSS (LOSS)/PROFIT</b>			(10,965,972)		3,019,698
Administrative expenses			<u>5,226,643</u>		<u>6,333,295</u>
			(16,192,615)		(3,313,597)
Other operating income	4		1,037,500		-
Financing gains	6		1,393,767		-
Profit on sale of players' registrations	6		<u>8,884,088</u>		<u>909,849</u>
<b>OPERATING LOSS</b>	7		(4,877,260)		(2,403,748)
Income from other participating interests		(442,600)		(246,337)	
Interest receivable and similar income		<u>908,999</u>		<u>739,275</u>	
			466,399		492,938
			(4,410,861)		(1,910,810)
Interest payable and similar expenses	8		<u>2,216,639</u>		<u>1,856,698</u>
<b>LOSS BEFORE TAXATION</b>			(6,627,500)		(3,767,508)
Tax on loss	9		<u>(5,235)</u>		<u>(130,780)</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>			(6,622,265)		(3,636,728)
<b>OTHER COMPREHENSIVE INCOME</b>			-		-
<b>TOTAL COMPREHENSIVE LOSS FOR THE YEAR</b>					<u>(3,636,728)</u>
Prior year adjustment	11		<u>(596,650)</u>		
<b>TOTAL COMPREHENSIVE LOSS SINCE LAST ANNUAL REPORT</b>			<u>(7,218,915)</u>		
Loss attributable to:					
Owners of the parent			<u>(6,622,265)</u>		<u>(3,636,728)</u>
Total comprehensive loss attributable to:					
Owners of the parent			<u>(7,218,915)</u>		<u>(3,636,728)</u>

The notes form part of these financial statements

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**CONSOLIDATED BALANCE SHEET  
30 JUNE 2023**

		30.6.23	30.6.22 as restated
	Notes	£	£
<b>FIXED ASSETS</b>			
Intangible assets	12	2,280,360	675,265
Tangible assets	13	7,441,342	9,165,443
Investments	14		
Interest in joint venture		3,419,312	3,861,912
Other investments		<u>2</u>	<u>2</u>
		13,141,016	13,702,622
<b>CURRENT ASSETS</b>			
Stocks	15	297,632	257,785
Debtors: amounts falling due within one year	16	11,145,758	10,265,032
Debtors: amounts falling due after more than one year	16	8,527,919	7,487,235
Cash at bank and in hand		<u>4,448,087</u>	<u>1,330,418</u>
		24,419,396	19,340,470
<b>CREDITORS</b>			
Amounts falling due within one year	17	<u>44,249,565</u>	<u>32,879,143</u>
<b>NET CURRENT LIABILITIES</b>		<u>(19,830,169)</u>	<u>(13,538,673)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		(6,689,153)	163,949
<b>CREDITORS</b>			
Amounts falling due after more than one year	18	<u>18,484,978</u>	<u>21,130,266</u>
<b>NET LIABILITIES</b>		<u>(25,174,131)</u>	<u>(20,966,317)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	23	7,125,000	7,125,000
Share premium	24	375,000	375,000
Other reserves	24	-	9,189,317
Retained earnings	24	<u>(32,674,131)</u>	<u>(37,655,634)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>(25,174,131)</u>	<u>(20,966,317)</u>

The financial statements were approved by the Board of Directors and authorised for issue on 28/02/2024 and were signed on its behalf by:

*Kevin M Nagle*

K M Nagle - Director

The notes form part of these financial statements

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**COMPANY BALANCE SHEET  
30 JUNE 2023**

	Notes	30.6.23 £	30.6.22 £
<b>FIXED ASSETS</b>			
Intangible assets	12	2,274,410	666,209
Tangible assets	13	7,441,342	9,152,437
Investments	14	<u>106,691</u>	<u>106,691</u>
		9,822,443	9,925,337
<b>CURRENT ASSETS</b>			
Stocks	15	297,632	257,785
Debtors: amounts falling due within one year	16	11,145,758	10,265,032
Debtors: amounts falling due after more than one year	16	8,527,919	7,487,235
Cash at bank and in hand		<u>4,448,087</u>	<u>1,330,418</u>
		24,419,396	19,340,470
<b>CREDITORS</b>			
Amounts falling due within one year	17	<u>44,274,709</u>	<u>32,904,287</u>
<b>NET CURRENT LIABILITIES</b>		<u>(19,855,313)</u>	<u>(13,563,817)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		(10,032,870)	(3,638,480)
<b>CREDITORS</b>			
Amounts falling due after more than one year	18	<u>18,484,978</u>	<u>21,130,266</u>
<b>NET LIABILITIES</b>		<u>(28,517,848)</u>	<u>(24,768,746)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	23	7,125,000	7,125,000
Share premium	24	375,000	375,000
Other reserves	24	-	9,189,317
Retained earnings	24	<u>(36,017,848)</u>	<u>(41,458,063)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>(28,517,848)</u>	<u>(24,768,746)</u>
Company's loss for the financial year		<u>(6,163,553)</u>	<u>(3,304,565)</u>

The financial statements were approved by the Board of Directors and authorised for issue on 28/02/2024 and were signed on its behalf by:

*Kevin M Nagle*

.....  
K M Nagle - Director

The notes form part of these financial statements

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2023**

	Called up share capital £	Retained earnings £	Share premium £	Other reserves £	Total equity £
<b>Balance at 1 July 2021</b>	7,125,000	(33,422,256)	375,000	9,189,317	(16,732,939)
Prior year adjustment	-	(596,650)	-	-	(596,650)
<b>As restated</b>	<u>7,125,000</u>	<u>(34,018,906)</u>	<u>375,000</u>	<u>9,189,317</u>	<u>(17,329,589)</u>
<b>Changes in equity</b>					
Total comprehensive loss	-	(3,636,728)	-	-	(3,636,728)
<b>Balance at 30 June 2022 as restated</b>	<u>7,125,000</u>	<u>(37,655,634)</u>	<u>375,000</u>	<u>9,189,317</u>	<u>(20,966,317)</u>
<b>Changes in equity</b>					
Total comprehensive loss	-	(6,622,265)	-	-	(6,622,265)
Other changes	-	-	-	2,414,451	2,414,451
Other reserves transfer	-	11,603,768	-	(11,603,768)	-
<b>Balance at 30 June 2023</b>	<u>7,125,000</u>	<u>(32,674,131)</u>	<u>375,000</u>	<u>-</u>	<u>(25,174,131)</u>

The notes form part of these financial statements

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**COMPANY STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2023**

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	Called up share capital £	Retained earnings £	Share premium £	Other reserves £	Total equity £
<b>Balance at 1 July 2021</b>	7,125,000	(38,153,498)	375,000	9,189,317	(21,464,181)
<b>Changes in equity</b>					
Total comprehensive income	-	(3,304,565)	-	-	(3,304,565)
<b>Balance at 30 June 2022</b>	<u>7,125,000</u>	<u>(41,458,063)</u>	<u>375,000</u>	<u>9,189,317</u>	<u>(24,768,746)</u>
<b>Changes in equity</b>					
Total comprehensive income	-	(6,163,553)	-	-	(6,163,553)
Other changes	-	-	-	2,414,451	2,414,451
Other reserves transfer	-	11,603,768	-	(11,603,768)	-
<b>Balance at 30 June 2023</b>	<u>7,125,000</u>	<u>(36,017,848)</u>	<u>375,000</u>	<u>-</u>	<u>(28,517,848)</u>

The notes form part of these financial statements



**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**CONSOLIDATED CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2023**

	Notes	30.6.23 £	30.6.22 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	31	(12,102,777)	(3,120,915)
Interest paid		(2,413)	(22,966)
Interest received		41,573	-
Tax paid		<u>381,906</u>	<u>(191,143)</u>
Net cash from operating activities		<u>(11,681,711)</u>	<u>(3,335,024)</u>
<b>Cash flows from investing activities</b>			
Purchase of intangible fixed assets		(2,335,853)	(1,902,157)
Purchase of tangible fixed assets		(79,077)	(193,829)
Sale of intangible fixed assets		7,660,794	7,991,321
Interest received		<u>564,287</u>	<u>803,336</u>
Net cash from investing activities		<u>5,810,151</u>	<u>6,698,671</u>
<b>Cash flows from financing activities</b>			
New loans in year		16,500,000	12,000,000
Loan repayments in year		(7,317,741)	(14,806,796)
Interest paid		<u>(193,030)</u>	<u>(559,227)</u>
Net cash from financing activities		<u>8,989,229</u>	<u>(3,366,023)</u>
<b>Increase in cash and cash equivalents</b>		<u>3,117,669</u>	<u>(2,376)</u>
<b>Cash and cash equivalents at beginning of year</b>	32	<u>1,330,418</u>	<u>1,332,794</u>
<b>Cash and cash equivalents at end of year</b>	32	<u><u>4,448,087</u></u>	<u><u>1,330,418</u></u>

The notes form part of these financial statements

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023**

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**1. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention.

The group is reliant on the support of Kevin M Nagle. The nature of the group's business is such that there can be considerable unpredictable variation in the timing of cash inflows. The directors have prepared projected cash flow information for the period ending 12 months from the date of signature on the Balance Sheet. Kevin M Nagle has indicated that he intends to continue to support the group by introducing funds where required via the parent company Town FC LLC. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

**Basis of consolidation**

The Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Consolidated Statement of Changes in Equity and Consolidated Cash Flow Statement include the financial statements of the company and its subsidiary undertaking for the year ended 30 June 2023. Intra-group sales and profits are eliminated fully on consolidation.

**Joint ventures**

The group's share of profits less losses of joint ventures is included in the Consolidated Statement of Comprehensive Income up to, or from, the date of sale or acquisition. The group's share of their net assets/liabilities is included in the Consolidated Balance Sheet.

**Significant judgements in applying the entity's accounting policies**

The group controls 40% of the share capital of Kirklees Stadium Development Limited. The entity is accounted for as a joint venture due to the terms of the contractual agreement between shareholders.

The profit on sale of players' registrations can have a material impact on the group's financial statements each year. These are disclosed separately on the face of the Consolidated Statement of Comprehensive Income to provide further understanding of the financial performance of the group.

As part of the new financing in the year, new loans have been received and recognised at discounted cost. It has been judged that these have been received from the lender in their capacity as a finance provider rather than as a shareholder, as such the discounting of the loans in the year has been recognised through the profit & loss as financing gains rather than classified as additional capital contributions.

The present value of the new loans has been calculated using an effective interest rate. The difference between the present value of the creditor and the amount ultimately repayable was previously treated as a capital contribution in equity and included within other reserves. As the director's loan agreement to which the reserve related to is no longer in place the capital contribution reserve has been transferred to retained earnings.

Included within other loans are loans which would be required to be measured at fair value through profit or loss; however, it is deemed that a reliable measure of fair value is not available. The repayments of these loans are conditional on specific events occurring in the future. It is considered that the range of reasonable fair value estimates of these loans is significant, and that the probabilities of the various estimates cannot be reasonably assessed. The loans have therefore been accounted for at discounted cost.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

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**2. ACCOUNTING POLICIES - continued**

**Key accounting estimates and assumptions**

Accounting estimates, by definition, will often vary from the actual results. They 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 nature of the estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below. The carrying amount of the estimates and assumptions at the year end are disclosed in the relevant note to the accounts.

*Useful economic lives of intangible and tangible assets*

The annual amortisation or depreciation charge for intangible and tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets, which are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

*Impairment of debtors*

The group makes an estimate of the recoverable value of trade and other debtors. When assessing impairment, management considers factors including the ageing profile and recent correspondence with the debtors and historical experience. Impairment losses are recognised in administrative expenses.

*Long term credit arrangements*

The effective interest method is used to measure long term credit arrangements. The financial asset or liability is measured at the present value of future payments discounted at an estimate of a market rate of interest based on the rates paid on other similar debt instruments. The discounting and ageing of some of these repayments has been based on either the earliest or most likely date that a future event could occur.

*Deferred taxation*

The group has significant tax losses available to carry forward against future trading profits. A deferred tax asset has not been recognised in the current year based on forecasts for the coming year.

*Termination benefits*

Termination benefits are recognised when the group has committed to providing them to employees. They are measured at the best estimate required to settle the obligation at the reporting date.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes.

Matchday and associated income is recognised in line with games played. TV & League income is recognised in the accounting period that includes the football season to which the income relates. Commercial income is recognised in line with contracted terms. Retail income is recognised at the point of sale to the customer. Lotteries income is recognised in line with the related prize draws.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of the trade and assets of a business in 2011 is being amortised evenly over its estimated useful life of 15 years.

**Players' registrations**

The costs associated with the acquisition of players' registrations or extending their contracts, including agents' fees, are capitalised as intangible fixed assets. These costs are amortised in equal annual instalments over the period of the respective players' contracts and charged to cost of sales expenses in the Consolidated Statement of Comprehensive Income. Where a contract life is renegotiated the unamortised costs, together with the new costs relating to the contract extension, are amortised over the new contract period. Players' registrations are written down for impairment, for example following a career threatening injury, when the carrying amount exceeds the amount recoverable through use or sale.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023

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2. ACCOUNTING POLICIES - continued

Under the conditions of certain transfer agreements, further fees will be payable in the event of the players concerned making a certain number of First Team appearances or on the occurrence of certain other specified events. Liabilities in respect of these additional fees are accounted for when it becomes probable that the number of appearances will be achieved or the specified future events will occur.

**Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes the original purchase price and any costs directly attributable to bringing the asset to its working condition for its intended use.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Leasehold property	- over lease term and 9% to 10% on cost
Short leasehold	- over lease term
Plant and machinery	- 20% on cost
Trophies	- 25% on cost
Motor vehicles	- 25% on cost
Fixtures, fittings and computer equipment	- 33% on cost and 20% on cost

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Stocks are valued using the first-in, first-out (FIFO) method. Impairment losses are recognised in cost of sales.

**Financial instruments**

Where applicable the group has chosen to adopt Section 11 of FRS 102 in respect of financial instruments. Under Section 11 of FRS102:

Short term debtors are measured at transaction price, less any impairment.

Short term creditors are measured at the transaction price.

Other financial assets and liabilities, including some loans and long term credit arrangements, are measured initially at transaction price, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Where Section 11 of FRS102 is not applicable the group has chosen to adopt Section 12 of FRS 102. This has been adopted in respect of some loans and long term credit arrangements, which are measured initially at fair value, which is normally the transaction price, with any subsequent changes in fair value recognised in the profit or loss.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

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**2. ACCOUNTING POLICIES - continued**

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Leasing**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Rental income received under operating leases is credited to income on a straight line basis over the lease term.

**Pension costs and other post-retirement benefits**

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

**Signing on fees**

Signing on fees are taken, as part of cost of sales, to the Consolidated Statement of Comprehensive Income in the year in which they are incurred.

**Cash and cash equivalents**

Cash and cash equivalents includes cash at bank and in hand as well as any short-term, highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

**Investments**

Fixed asset investments are stated at cost less provision for diminution in value.

**General information**

The company is a private company limited by shares and is incorporated in England and Wales, company registration number 01771361. The address of its principal place of business is The John Smith's Stadium, Stadium Way, Leeds Road, Huddersfield, West Yorkshire, HD1 6PX.

**3. TURNOVER**

The turnover and loss before taxation are attributable to the principal activities of the group.

An analysis of turnover by class of business is given below:

	30.6.23	30.6.22 as restated
	£	£
Matchday	3,862,303	5,200,244
TV & League	9,063,734	21,685,989
Other commercial activities	4,203,115	3,471,376
Retail	990,989	1,032,440
	<u>18,120,141</u>	<u>31,390,049</u>

The whole of the turnover is attributable to work arising from the running of a professional football club.

All turnover arose in the United Kingdom.

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**4. OTHER OPERATING INCOME**

	30.6.23	30.6.22
	£	£
Insurance claim	<u>1,037,500</u>	<u>-</u>

**5. EMPLOYEES AND DIRECTORS**

	30.6.23	30.6.22
	£	£
Wages and salaries	18,902,760	17,813,862
Social security costs	2,461,818	2,307,569
Other pension costs	<u>157,503</u>	<u>143,135</u>
	<u>21,522,081</u>	<u>20,264,566</u>

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

	30.6.23	30.6.22
Players	77	80
Staff	<u>157</u>	<u>157</u>
	<u>234</u>	<u>237</u>

The average number of employees by undertakings that were proportionately consolidated during the year was 312 (2022 - 305).

	30.6.23	30.6.22
	£	£
Directors' remuneration	345,062	513,511
Directors' pension contributions to money purchase schemes	<u>11,663</u>	<u>13,502</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>4</u>	<u>4</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	30.6.23	30.6.22
	£	£
Emoluments etc	150,000	169,130
Pension contributions to money purchase schemes	<u>4,000</u>	<u>3,740</u>

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**6. EXCEPTIONAL ITEMS**

The profit on players' registrations includes profits of £9,005,493 (2022 - £963,446), losses of £25,581 (2022 - £53,597) and impairments of £95,824 (2022 - £Nil).

There is financing gain of £1,013,373 which relates to a substantial modification of the terms of an existing loan which resulted in a difference between the carrying amount of the liability and the amount transferred to another party.

There is also a financing gain of £380,394 on new loans negotiated during the current year with this arising from the difference between the amount loaned and the present value of the loan calculated using an effective interest rate.

**7. OPERATING LOSS**

The operating loss is stated after charging/(crediting):

	30.6.23	30.6.22
	£	£
Rent	1,249,914	1,309,058
Depreciation - owned assets	1,791,386	1,864,487
Goodwill amortisation	3,106	3,106
Players' registrations amortisation	1,274,044	1,098,891
Auditors' remuneration	47,875	33,675
Audit-related assurance services	16,000	12,000
Taxation compliance services	8,000	2,950
Other non- audit services	17,900	36,000
Bad debt (gain)/expense	(461,227)	597,526
Exchange rate (gain)/loss	<u>(22,583)</u>	<u>96,431</u>

**8. INTEREST PAYABLE AND SIMILAR EXPENSES**

	30.6.23	30.6.22
	£	£
Bank loan interest	18,384	252,880
Other interest	2,684	22,966
Other loan interest	1,960,623	1,428,057
Interest on players	<u>234,948</u>	<u>152,795</u>
	<u>2,216,639</u>	<u>1,856,698</u>

**9. TAXATION**

**Analysis of the tax credit**

The tax credit on the loss for the year was as follows:

	30.6.23	30.6.22
	£	£
Current tax:		
UK corporation tax	-	(130,780)
Adjustment for prior years	<u>(5,235)</u>	<u>-</u>
Tax on loss	<u>(5,235)</u>	<u>(130,780)</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**9. TAXATION - continued**

**Reconciliation of total tax credit included in profit and loss**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	30.6.23 £	30.6.22 £
Loss before tax	<u>(6,627,500)</u>	<u>(3,767,508)</u>
Loss multiplied by the standard rate of corporation tax in the UK of 25% (2022 - 19%)	(1,656,875)	(715,827)
Effects of:		
Expenses not deductible for tax purposes	1,879,717	369,125
Depreciation in excess of capital allowances forward	213,598	162,046
Tax losses for which no deferred tax is recognised	(436,440)	53,876
Adjustments to tax charge in respect of previous periods	<u>(5,235)</u>	<u>-</u>
Total tax credit	<u>(5,235)</u>	<u>(130,780)</u>

The group has losses of approximately £52.7m (2022 - £55m) available to carry forward against future trading profits. A deferred tax asset of £13.1m (2022 - £13.5m) has not been recognised as it is not deemed prudent given the potential volatility of future financial performance based on the on field results.

From 1 April 2023, the main rate of Corporation Tax increased to 25%. The deferred tax has been calculated on this basis.

**10. INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME**

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

**11. PRIOR YEAR ADJUSTMENT**

A prior year adjustment of £596,650 has been made relating to a prior year adjustment in the joint venture company from a downward valuation of investment property owned. This has reduced the cost of the interest in joint venture per note 14.

A prior year adjustment has been made to correct the classification of income, and its respective expenditure, relating to the academy, loan players and catering as it is felt this more closely represents the nature of the associated income and expenditure.

The adjustments have resulted in turnover increasing and other income decreasing by £621,655 in relation to academy grants received and loan player income. Cost of sales has increased and admin expenditure has decreased by £2,776,549 in relation to academy and catering costs.



**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**12. INTANGIBLE FIXED ASSETS**

**Group**

	Goodwill £	Players' registrations £	Totals £
<b>COST</b>			
At 1 July 2022	2,422,227	2,702,378	5,124,605
Additions	-	3,066,361	3,066,361
Disposals	-	(1,484,066)	(1,484,066)
At 30 June 2023	<u>2,422,227</u>	<u>4,284,673</u>	<u>6,706,900</u>
<b>AMORTISATION</b>			
At 1 July 2022	2,413,171	2,036,169	4,449,340
Amortisation for year	3,106	1,274,044	1,277,150
Eliminated on disposal	-	(1,395,249)	(1,395,249)
Impairments	-	95,299	95,299
At 30 June 2023	<u>2,416,277</u>	<u>2,010,263</u>	<u>4,426,540</u>
<b>NET BOOK VALUE</b>			
At 30 June 2023	<u>5,950</u>	<u>2,274,410</u>	<u>2,280,360</u>
At 30 June 2022	<u>9,056</u>	<u>666,209</u>	<u>675,265</u>

**Company**

	Goodwill £	Players' registrations £	Totals £
<b>COST</b>			
At 1 July 2022	2,375,640	2,702,378	5,078,018
Additions	-	3,066,361	3,066,361
Disposals	-	(1,484,066)	(1,484,066)
At 30 June 2023	<u>2,375,640</u>	<u>4,284,673</u>	<u>6,660,313</u>
<b>AMORTISATION</b>			
At 1 July 2022	2,375,640	2,036,169	4,411,809
Amortisation for year	-	1,274,044	1,274,044
Eliminated on disposal	-	(1,395,249)	(1,395,249)
Impairments	-	95,299	95,299
At 30 June 2023	<u>2,375,640</u>	<u>2,010,263</u>	<u>4,385,903</u>
<b>NET BOOK VALUE</b>			
At 30 June 2023	<u>-</u>	<u>2,274,410</u>	<u>2,274,410</u>
At 30 June 2022	<u>-</u>	<u>666,209</u>	<u>666,209</u>

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**13. TANGIBLE FIXED ASSETS**

<b>Group</b>		<b>Leasehold property £</b>	<b>Short leasehold £</b>	<b>Plant and machinery £</b>
<b>COST</b>				
At 1 July 2022		15,803,453	650,000	386,069
Additions		44,645	-	-
At 30 June 2023		15,848,098	650,000	386,069
<b>DEPRECIATION</b>				
At 1 July 2022		7,188,447	408,058	373,063
Charge for year		1,551,958	21,667	13,006
At 30 June 2023		8,740,405	429,725	386,069
<b>NET BOOK VALUE</b>				
At 30 June 2023		7,107,693	220,275	-
At 30 June 2022		8,615,006	241,942	13,006
			<b>Fixtures, fittings and computer equipment £</b>	<b>Totals £</b>
<b>COST</b>	<b>Trophies £</b>	<b>Motor vehicles £</b>		
At 1 July 2022	306,190	25,950	2,343,063	19,514,725
Additions	-	-	22,640	67,285
At 30 June 2023	306,190	25,950	2,365,703	19,582,010
<b>DEPRECIATION</b>				
At 1 July 2022	306,190	25,462	2,048,062	10,349,282
Charge for year	-	488	204,267	1,791,386
At 30 June 2023	306,190	25,950	2,252,329	12,140,668
<b>NET BOOK VALUE</b>				
At 30 June 2023	-	-	113,374	7,441,342
At 30 June 2022	-	488	295,001	9,165,443

All of the tangible fixed assets are pledged as security against other loans.

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**13. TANGIBLE FIXED ASSETS - continued**

Company	Leasehold property £	Short leasehold £	Trophies £
<b>COST</b>			
At 1 July 2022	15,803,453	650,000	306,190
Additions	44,645	-	-
At 30 June 2023	15,848,098	650,000	306,190
<b>DEPRECIATION</b>			
At 1 July 2022	7,188,447	408,058	306,190
Charge for year	1,551,958	21,667	-
At 30 June 2023	8,740,405	429,725	306,190
<b>NET BOOK VALUE</b>			
At 30 June 2023	7,107,693	220,275	-
At 30 June 2022	8,615,006	241,942	-
	Motor vehicles £	Fixtures, fittings and computer equipment £	Totals £
<b>COST</b>			
At 1 July 2022	25,950	2,343,063	19,128,656
Additions	-	22,640	67,285
At 30 June 2023	25,950	2,365,703	19,195,941
<b>DEPRECIATION</b>			
At 1 July 2022	25,462	2,048,062	9,976,219
Charge for year	488	204,267	1,778,380
At 30 June 2023	25,950	2,252,329	11,754,599
<b>NET BOOK VALUE</b>			
At 30 June 2023	-	113,374	7,441,342
At 30 June 2022	488	295,001	9,152,437

All of the tangible fixed assets are pledged as security against other loans.

**THE HUDDERSFIELD TOWN ASSOCIATION  
FOOTBALL CLUB LIMITED (REGISTERED NUMBER: 01771361)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**14. FIXED ASSET INVESTMENTS**

**Group**

	Interest in joint venture £	Unlisted investments £	Totals £
<b>COST</b>			
At 1 July 2022 (as restated)	3,861,912	2	3,861,914
Share of profit/(loss)	(442,600)	-	(442,600)
At 30 June 2023	<u>3,419,312</u>	<u>2</u>	<u>3,419,314</u>
<b>NET BOOK VALUE</b>			
At 30 June 2023	<u>3,419,312</u>	<u>2</u>	<u>3,419,314</u>
At 30 June 2022	<u>3,861,912</u>	<u>2</u>	<u>3,861,914</u>

**Interest in joint venture**

Income from participating interests includes depreciation charges of £285,788 (2022 - £284,292).

**Company**

	Shares in group undertakings £	Interest in joint venture £	Unlisted investments £	Totals £
<b>COST</b>				
At 1 July 2022 and 30 June 2023	<u>46,688</u>	<u>60,001</u>	<u>2</u>	<u>106,691</u>
<b>NET BOOK VALUE</b>				
At 30 June 2023	<u>46,688</u>	<u>60,001</u>	<u>2</u>	<u>106,691</u>
At 30 June 2022	<u>46,688</u>	<u>60,001</u>	<u>2</u>	<u>106,691</u>

The group or the company's investments at the Balance Sheet date in the share capital of companies' include the following:

**Subsidiary**

**Huddersfield Canalside Limited**

Registered office: The John Smith's Stadium, Stadium Way, Leeds Road, Huddersfield, HD1 6PX

Nature of business: Non-trading

	% holding
Class of shares:	
A Ordinary	100.00
B Ordinary	100.00

The company also holds 75,000 preference shares of £1 each.

The shareholding in A Ordinary and B Ordinary shares represents 100% of voting rights.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
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**14. FIXED ASSET INVESTMENTS - continued**

**Joint venture**

**Kirklees Stadium Development Limited**

Registered office: The John Smith's Stadium, Stadium Way, Leeds Road, Huddersfield, HD1 6PX

Nature of business: Running of a sports stadium

Class of shares:	%
Ordinary	holding 40.00

Kirklees Stadium Development Limited has an accounting year end of 31 July 2023. The consolidated accounts only include the results of the joint venture up to 30 June 2023.

**15. STOCKS**

	<b>Group</b>		<b>Company</b>	
	30.6.23	30.6.22	30.6.23	30.6.22
	£	£	£	£
Finished goods	<u>297,632</u>	<u>257,785</u>	<u>297,632</u>	<u>257,785</u>

Finished goods are stated after provisions for impairment of £89,853 (2022 - £108,643).

**16. DEBTORS**

	<b>Group</b>		<b>Company</b>	
	30.6.23	30.6.22	30.6.23	30.6.22
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	5,800,927	6,307,267	5,800,927	6,307,267
Other debtors	2,733,501	2,659,814	2,733,501	2,659,814
Tax	110,593	487,264	110,593	487,264
Prepayments and accrued income	<u>2,500,737</u>	<u>810,687</u>	<u>2,500,737</u>	<u>810,687</u>
	<u>11,145,758</u>	<u>10,265,032</u>	<u>11,145,758</u>	<u>10,265,032</u>
Amounts falling due after more than one year:				
Trade debtors	<u>8,527,919</u>	<u>7,487,235</u>	<u>8,527,919</u>	<u>7,487,235</u>
Aggregate amounts	<u>19,673,677</u>	<u>17,752,267</u>	<u>19,673,677</u>	<u>17,752,267</u>

Trade debtors are stated after provisions for impairment of £26,933 (2022 - £540,383).

Amounts owed by group undertakings of £Nil (2022 - £Nil) are stated after provision for impairment of £2,253,728 (2022 - £2,253,728).

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

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

	<b>Group</b>		<b>Company</b>	
	30.6.23	30.6.22	30.6.23	30.6.22
	£	£	£	£
Bank loans and overdrafts (see note 19)	-	1,849,616	-	1,849,616
Other loans (see note 19)	33,482,005	22,024,634	33,482,005	22,024,634
Trade creditors	3,164,714	2,185,765	3,164,714	2,185,765
Amounts owed to group undertakings	-	-	25,144	25,144
Social security and other taxes	1,126,610	925,071	1,126,610	925,071
Other creditors	68,143	10,874	68,143	10,874
Accruals and deferred income	4,031,581	3,237,780	4,031,581	3,237,780
Deferred season ticket income	2,376,512	2,645,403	2,376,512	2,645,403
	<u>44,249,565</u>	<u>32,879,143</u>	<u>44,274,709</u>	<u>32,904,287</u>

Accruals and deferred income include amounts totalling £1,390,940 (2022 - £152,967) relating to termination benefits.

**18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>Group</b>		<b>Company</b>	
	30.6.23	30.6.22	30.6.23	30.6.22
	£	£	£	£
Other loans (see note 19)	16,895,467	19,174,398	16,895,467	19,174,398
Trade creditors	943,261	1,393,368	943,261	1,393,368
Accruals and deferred income	646,250	562,500	646,250	562,500
	<u>18,484,978</u>	<u>21,130,266</u>	<u>18,484,978</u>	<u>21,130,266</u>

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**19. LOANS**

An analysis of the maturity of loans is given below:

	<b>Group</b>		<b>Company</b>	
	30.6.23	30.6.22	30.6.23	30.6.22
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank loans	-	1,849,616	-	1,849,616
Other loans	<u>33,482,005</u>	<u>22,024,634</u>	<u>33,482,005</u>	<u>22,024,634</u>
	<u>33,482,005</u>	<u>23,874,250</u>	<u>33,482,005</u>	<u>23,874,250</u>
Amounts falling due between one and two years:				
Other loans	<u>1,608,354</u>	<u>6,699,527</u>	<u>1,608,354</u>	<u>6,699,527</u>
Amounts falling due between two and five years:				
Other loans	<u>15,287,113</u>	<u>5,261,279</u>	<u>15,287,113</u>	<u>5,261,279</u>
Amounts falling due in more than five years:				
Repayable otherwise than by instalments				
Other loans	<u>-</u>	<u>7,213,592</u>	<u>-</u>	<u>7,213,592</u>

Included within other loans is £25.3m (2022 - £34m) of loans which incur no interest and have therefore been discounted as financing transactions at 5% plus base rate (2022 - 5.5%).

The final repayments of these loans are conditional on future events occurring. The discounting and ageing of these repayments have been based on either the earliest or most likely date that the event could occur, all of which has been deemed to be within 5 years.

**20. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

<b>Group</b>	<b>Non-cancellable operating leases</b>	
	30.6.23	30.6.22
	£	£
Within one year	303,877	289,406
Between one and five years	1,375,233	1,309,746
In more than five years	<u>4,266,152</u>	<u>4,635,516</u>
	<u>5,945,262</u>	<u>6,234,668</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**20. LEASING AGREEMENTS - continued**

**Company**

	Non-cancellable operating leases	
	30.6.23	30.6.22
	£	£
Within one year	303,877	289,406
Between one and five years	1,375,233	1,309,746
In more than five years	<u>4,266,152</u>	<u>4,635,516</u>
	<u>5,945,262</u>	<u>6,234,668</u>

**Group and company**

Rent relating to the lease commitments has continued to be waived throughout the year. The value of rent waived during the financial year was £289,406 (2022 - £147,625). During the year, the company entered into an agreement in which the rental lease will continue to be waived, conditional on the basis that amounts included within other loans are repaid in line with the agreement. All amounts have been waived up to the date of signing.

In addition to the above, the group had an annual commitment under a non-cancellable operating lease in respect of the stadium that expires in May 2143. The annual commitment is calculated by reference to the number of spectators at matches and similarly of the other tenant. The amount paid during the year was £1,209,075 (2022 - £1,185,625).

**21. SECURED DEBTS**

The following secured debts are included within creditors:

	Group		Company	
	30.6.23	30.6.22	30.6.23	30.6.22
	£	£	£	£
Bank loan	-	1,849,616	-	1,849,616
Other loan	<u>19,094,182</u>	<u>32,197,617</u>	<u>19,094,182</u>	<u>32,197,617</u>
	<u>19,094,182</u>	<u>34,047,233</u>	<u>19,094,182</u>	<u>34,047,233</u>

**Group and Company**

Of the other loans, £25.3m (2022 - £34m) is included within creditors at a discounted value as it has been accounted for as a financing transaction. The amount of other loans secured at the year end is £25.3m (2022 - £36.5m). It is secured by a debenture dated 3 July 2019 which creates a fixed charge over all the tangible fixed assets, investments, bank accounts and debts of the football club and a floating charge over the other assets of the club.

**22. FINANCIAL INSTRUMENTS**

Included within other loans are £25.3m of loans which would be required to be measured at fair value through profit or loss; however, it is deemed that a reliable measure of fair value is not available. The repayments of these loans are conditional on specific events occurring in the future. It is considered that the range of reasonable fair value estimates of these loans is significant, and that the probabilities of the various estimates cannot be reasonably assessed. The loans have therefore been accounted for at discounted cost and have a carrying value at the year end of £19,094,182.



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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
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**23. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:		Nominal value:	30.6.23	30.6.22
Number:	Class:		£	£
69,166,667	Ordinary	10p	6,916,667	6,916,667
4,166,666	Ordinary	5p	<u>208,333</u>	<u>208,333</u>
			<u>7,125,000</u>	<u>7,125,000</u>

There are two classes of ordinary shares which hold equal rights. There are no restrictions on the distribution of dividends or the repayment of capital.

**24. RESERVES**

Group	Retained earnings £	Share premium £	Other reserves £	Totals £
At 1 July 2022	(37,058,984)	375,000	9,189,317	(27,494,667)
Prior year adjustment	<u>(596,650)</u>	-	-	<u>(596,650)</u>
	(37,655,634)	375,000	9,189,317	(28,091,317)
Deficit for the year	(6,622,265)	-	-	(6,622,265)
Other changes	-	-	2,414,451	2,414,451
Other reserves transfer	<u>11,603,768</u>	-	<u>(11,603,768)</u>	-
At 30 June 2023	<u>(32,674,131)</u>	<u>375,000</u>	-	<u>(32,299,131)</u>

Company	Retained earnings £	Share premium £	Other reserves £	Totals £
At 1 July 2022	(41,458,063)	375,000	9,189,317	(31,893,746)
Deficit for the year	(6,163,553)	-	-	(6,163,553)
Other changes	-	-	2,414,451	2,414,451
Other reserves transfer	<u>11,603,768</u>	-	<u>(11,603,768)</u>	-
At 30 June 2023	<u>(36,017,848)</u>	<u>375,000</u>	-	<u>(35,642,848)</u>

Retained earnings - includes all current and prior period retained profits and losses.

Share premium - includes any premiums received on issue of share capital.

Other reserves - the present value of director's loans is calculated using an effective interest rate. The difference between the present value of the creditor and the amount ultimately repayable is treated as a capital contribution in equity and is included within other reserves. This has been transferred to retained earnings as the director's loan agreement to which the reserve relates to is no longer in place.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

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**25. PENSION COMMITMENTS**

Included within other creditors are pension costs of £25,789 (2022 - £21,185) which are outstanding at the year end.

**26. ULTIMATE PARENT COMPANY**

Town FC LLC is regarded by the directors as being the company's ultimate parent company.

Town FC LLC is a company organised in California, USA. The company's registered address is 4370 Town Center Blvd, Suite #230, El Dorado Hills, CA, 95762.

**27. CONTINGENT LIABILITIES**

**Group and company**

Under the terms of certain contracts for the purchase of players' registrations future payments may be due, dependent on the future success of the team and the future team selection of individual players. As of 30 June 2023 the maximum that could be payable is £3.56m (2022 - £0.95m).

Under the terms of certain player contracts future agent fees may be due if the player is still registered with the Club. As of 30 June 2023 the maximum that could be payable is £0.45m (2022 - £0.39m).

In addition to this future payments may be due relating to sell on clauses to previous clubs dependent on the sale price achieved.

**Contingent assets**

An interim business interruption insurance claim of £1,037,500 was recognised during the financial year. At the year end, this claim was still ongoing and an additional £1,037,500 has been received post year end. At the year end the value of any further amounts being received was unknown and therefore this amount has not been recognised in the year ended 30 June 2023.

**28. RELATED PARTY DISCLOSURES**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

**Entities with control, joint control or significant influence over the entity**

	30.6.23	30.6.22
	£	£
Loans received from related party	4,000,000	-
Loans transferred to related party	26,482,651	500,000
Amount due to related party	<u>30,482,651</u>	<u>-</u>

The above loans are repayable on demand and as such are included within other loans due in less than 1 year.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
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**28. RELATED PARTY DISCLOSURES - continued**

**Entities over which the entity has control, joint control or significant influence**

	30.6.23	30.6.22
	£	£
Sales to related parties	21,276	7,978
Purchases from related parties	1,564,802	1,401,444
Recharges from related parties	319,531	459,818
Interest paid to related parties	6,111	4,130
Loan capital repaid to related parties	21,349	-
Amount due from related parties	721,965	99,019
Amount due to related parties	<u>130,180</u>	<u>183,619</u>

**Key management personnel of the entity or its parent (in the aggregate)**

	30.6.23	30.6.22
	£	£
Sales to related parties	-	16,500
Loans received from related party	12,500,000	12,000,000
Loans transferred from related party	26,482,651	500,000
Loans repaid to related party	5,252,177	2,015,172
Amount due to related party	<u>25,250,000</u>	<u>44,484,828</u>

Included within the above loans are £25.3m (2022 - £34m) of interest-free loans which have been accounted for as financing transactions and discounted at 5% plus base rate (2022 - 5.5%). The final repayments of these loans are conditional on future events occurring. The discounting and ageing of these repayments have been based on either the earliest or most likely date that the event could occur. The present value of the loans at the year end is £19,094,182 (2022 - £29,697,617) with notional interest of £1,954,783 (2022 - £1,423,927) being charged during the year.

Also included within the above loans are amounts of £25.3m (2022 - £36.5m) which are secured at the year end. They are secured by a debenture dated 3 July 2019 which creates a fixed charge over all the tangible fixed assets, investments, bank accounts and debts of the football club and a floating charge over the other assets of the club.

**Other related parties**

	30.6.23	30.6.22
	£	£
Sales to related parties	-	333,333
Bad debts on amounts due to related parties	-	55,556
Recharges to related parties	-	87,528
Purchases from related parties	-	131,997
Amount due from related party	-	198
Amount due to related party	<u>-</u>	<u>831</u>

Other related parties relate to companies which are significantly influenced by key management personnel.

During the year, the company entered into an agreement in which the rental lease, detailed in note 20, will continue to be waived. This is conditional on the basis that amounts included within other loans are repaid in line with the agreement.

Amounts of £289,406 (2022 - £147,625) relating to rental leases were waived by other related parties during the year.

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**28. RELATED PARTY DISCLOSURES - continued**

During the year, a total of key management personnel compensation of £401,900 (2022 - £446,442) was paid.

**29. POST BALANCE SHEET EVENTS**

Following the year end, the Club acquired the player registrations of five players. The fees for these players, excluding future contingent fees, amounts to £4,710,764.

The Club has disposed of the player registrations of ten players. The profit on disposal arising from these transactions is £758,452.

**30. ULTIMATE CONTROLLING PARTY**

Kevin M Nagle was deemed the ultimate controlling party at the year end.

**31. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	30.6.23	30.6.22
	£	£
Loss before taxation	(6,627,500)	(3,767,508)
Depreciation charges	1,791,386	1,864,487
Amortisation charges	1,277,150	1,101,997
Profit on sale of players' registrations	(8,884,088)	(909,849)
Financing gains	(1,393,767)	-
Finance costs	2,216,639	1,856,698
Finance income	<u>(466,399)</u>	<u>(492,938)</u>
	(12,086,579)	(347,113)
Increase in stocks	(39,847)	(46,075)
Increase in trade and other debtors	(1,193,878)	(1,082,336)
Increase/(decrease) in trade and other creditors	<u>1,217,527</u>	<u>(1,645,391)</u>
<b>Cash generated from operations</b>	<u><b>(12,102,777)</b></u>	<u><b>(3,120,915)</b></u>

**32. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Consolidated Cash Flow Statement in respect of cash and cash equivalents are in agreement with the amounts disclosed as cash at bank on the Consolidated Balance Sheet.

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**33. ANALYSIS OF CHANGES IN NET DEBT**

	At 1.7.22 £	Cash flow £	Other non-cash changes £	At 30.6.23 £
<b>Net cash</b>				
Cash at bank and in hand	<u>1,330,418</u>	<u>3,117,669</u>		<u>4,448,087</u>
	<u>1,330,418</u>	<u>3,117,669</u>		<u>4,448,087</u>
<b>Debt</b>				
Debts falling due within 1 year	(23,874,250)	(6,682,259)	(2,925,496)	(33,482,005)
Debts falling due after 1 year	<u>(19,174,398)</u>	<u>(2,500,000)</u>	<u>4,778,931</u>	<u>(16,895,467)</u>
	<u>(43,048,648)</u>	<u>(9,182,259)</u>	<u>1,853,435</u>	<u>(50,377,472)</u>
<b>Total</b>	<u>(41,718,230)</u>	<u>(6,064,590)</u>	<u>1,853,435</u>	<u>(45,929,385)</u>

**34. MAJOR NON-CASH TRANSACTIONS**

Included within the other non-cash changes in note 33 is £1,954,783 of notional interest charged due to the discounting of debts treated as financing transactions.

Also included within the other non-cash changes in note 33 is £2,414,451 relating to additional capital contributions arising from changes in the discounting of debts treated as financing transactions following interest rate changes in the year.

Other non-cash changes also includes £1,393,767 of financing gains, which are detailed in note 6.