
CHARLTON ATHLETIC HOLDINGS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 JUNE 2019



CHARLTON ATHLETIC HOLDINGS LIMITED
REGISTERED NUMBER: 02689249

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 £	2018 £
Fixed assets			
Investment property	7	11,700,000	11,700,000
		<u>11,700,000</u>	<u>11,700,000</u>
Current assets			
Debtors: amounts falling due within one year	8	1,450,618	1,400,618
Cash at bank and in hand		4,061	61
		<u>1,454,679</u>	<u>1,400,679</u>
Creditors: amounts falling due within one year	9	(3,500)	(3,500)
Net current assets		<u>1,451,179</u>	<u>1,397,179</u>
Total assets less current liabilities		<u>13,151,179</u>	<u>13,097,179</u>
Provisions for liabilities			
Deferred tax	10	(1,838,145)	(1,838,145)
		<u>(1,838,145)</u>	<u>(1,838,145)</u>
Net assets		<u><u>11,313,034</u></u>	<u><u>11,259,034</u></u>
Capital and reserves			
Called up share capital	11	150	150
Profit and loss account	12	11,312,884	11,258,884
		<u>11,313,034</u>	<u>11,259,034</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

11 MARCH 2020


R. Duchâtelet
 Director

The notes on pages 2 to 7 form part of these financial statements.

CHARLTON ATHLETIC HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

1. General information

Charlton Athletic Holdings Limited is a private company limited by shares and incorporated in England. The address of the registered office is The Valley, Floyd Road, London, SE7 8BL.

The company's principal activity is that of property investment.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The company has taken advantage of exemptions, provided by FRS 102, from disclosing key management personnel compensation and financial instruments and from preparing a statement of cash flows, as part of these financial statements. These exemptions are available to the company on the basis that it is a qualifying company by virtue of it being a member of a group where the parent undertaking of the group prepares publicly available consolidated financial statements which are intended to give it a true and fair view, and in which the company is included as part of the consolidation. The parent of the group in which the financial statements will be consolidated is Baton 2010 Limited.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue represents rental income relating to the land on which the Valley Stadium is situated and is stated net of value added tax. Income is recognised over the period of the lease agreement.

2.3 Investment property

Property comprises the land on which the Valley Stadium is situated and the land at the Sparrows Lane Training Ground Complex. This property has been reclassified as investment property in accordance with the requirements of Financial Reporting Standard 102.

Investment property is carried at fair value determined annually by external valuers and derived using the depreciated replacement cost approach because the specialised nature of the asset means that there are no market transactions of this type of asset except as part of the business or entity. No depreciation is provided. Changes in fair value are recognised through profit or loss in accordance with the requirements of Financial Reporting Standard 102.

2.4 Debtors

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

CHARLTON ATHLETIC HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

2. Accounting policies (continued)

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.6 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors and loans to related parties.

2.7 Creditors

Short term creditors are measured at the transaction price.

2.8 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised through profit or loss, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates income.

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

Deferred tax is provided on timing differences arising from the revaluation of fixed assets in the financial statements.

A net deferred tax asset is not recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

2.9 Going concern

The company meets its day to day liabilities using funding from its ultimate parent company, Staprix NV. The board of directors has reviewed the future cash flow projections of the company and in their opinion, the company is able to continue its normal day to day operations for at least 12 months from the date of approval of these financial statements, due to receiving a letter of support from Staprix NV for this period. Accordingly the accounts have been prepared on a going concern basis.

CHARLTON ATHLETIC HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the reporting date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The following are the company's key sources of estimation uncertainty:

Revaluation of investment properties

The company carries its investment properties at fair value, with changes in fair value being recognised through profit or loss. The company engaged independent valuation specialists, Cushman and Wakefield, to determine fair value at 30 June 2016, and the directors do not consider that there have been any material changes to this valuation at 30 June 2019.

4. Turnover

The whole of the turnover is attributable to property investment and rental income in relation to this property.

All turnover arose within the United Kingdom.

5. Auditors' remuneration

Auditors' remuneration costs are borne by Charlton Athletic Football Company Limited in both the current and prior year.

CHARLTON ATHLETIC HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
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6. Taxation

	2019 £	2018 £
Total current tax	-	-
Deferred tax		
Total deferred tax	-	-
Taxation on profit on ordinary activities	-	-

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2018 - lower than) the standard rate of corporation tax in the UK of 19% (2018 - 19%). The differences are explained below:

	2019 £	2018 £
Profit on ordinary activities before tax	54,000	53,960
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	10,260	10,252
Effects of:		
Group relief	(10,260)	(10,252)
Total tax charge for the year	-	-

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7. Investment property

	Freehold investment property £
Valuation	
At 1 July 2018	11,700,000
At 30 June 2019	<u>11,700,000</u>

The 2019 valuations were made by the directors, on an open market value for existing use basis.

The 2016 valuations were performed by an independent valuation specialist.

8. Debtors

	2019 £	2018 £
Amounts owed by group undertakings	1,450,618	1,400,618
	<u>1,450,618</u>	<u>1,400,618</u>

Amounts owed by group undertakings are unsecured, interest free and repayable on demand with no fixed date of repayment.

9. Creditors: Amounts falling due within one year

	2019 £	2018 £
Accruals and deferred income	3,500	3,500
	<u>3,500</u>	<u>3,500</u>

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10. Deferred taxation

	2019 £	2018 £
At beginning of year	(1,838,145)	(1,838,145)
At end of year	<u>(1,838,145)</u>	<u>(1,838,145)</u>

The provision for deferred taxation is made up as follows:

	2019 £	2018 £
Revaluation of freehold investment property	(1,838,145)	(1,838,145)
	<u>(1,838,145)</u>	<u>(1,838,145)</u>

11. Share capital

	2019 £	2018 £
Allotted and fully paid		
150 (2018 - 150) Ordinary shares of £1.00 each	<u>150</u>	<u>150</u>

12. Reserves

Profit and loss account

Included within the profit and loss account is £7,836,305 (2018: £7,836,305) relating to revaluation of investment property. This amount is non-distributable. The amount is stated net of a provision for deferred tax of £1,838,145 (2018: £1,838,145).

13. Auditors' information

The auditors' report on the financial statements for the year ended 30 June 2019 was unqualified.

The audit report was signed on 11 MARCH 2020 by Richard Paul (Senior Statutory Auditor) on behalf of Nyman Libson Paul.