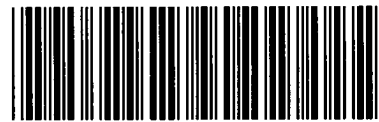


**REGISTERED NUMBER: SC005420 (Scotland)**

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**  
**FOR**  
**HAMILTON ACADEMICAL FOOTBALL CLUB**  
**LIMITED**

**SATURDAY**



**\*S7LCLTC2\***  
**SCT 22/12/2018 #433**  
**COMPANIES HOUSE**

**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED (REGISTERED NUMBER: SC005420)**

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FOR THE YEAR ENDED 30 JUNE 2018**

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**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 JUNE 2018**

**DIRECTORS:**

L Gray  
D R Macdonald  
A Maitland  
C C McGowan  
J Brown  
DP Doherty  
S Zengin

**REGISTERED OFFICE:**

New Douglas Park  
Hamilton  
Lanarkshire  
ML3 0FT

**REGISTERED NUMBER:**

SC005420 (Scotland)

**AUDITORS:**

McDaid & Partners  
Chartered Accountants  
Statutory Auditors  
Stanley House  
69/71 Hamilton Road  
Motherwell  
Lanarkshire  
ML1 3DG

**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED (REGISTERED NUMBER: SC005420)**

**BALANCE SHEET  
30 JUNE 2018**

	Notes	30.6.18 £	30.6.17 £
<b>FIXED ASSETS</b>			
Tangible assets	4	577,848	432,374
<b>CURRENT ASSETS</b>			
Debtors	5	1,501,757	1,116,552
Cash at bank and in hand		120,431	404,729
		<u>1,622,188</u>	<u>1,521,281</u>
<b>CREDITORS</b>			
Amounts falling due within one year	6	635,139	341,471
<b>NET CURRENT ASSETS</b>		<u>987,049</u>	<u>1,179,810</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,564,897</u>	<u>1,612,184</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	7	(404,303)	-
<b>PROVISIONS FOR LIABILITIES</b>		<u>(84,117)</u>	<u>(69,751)</u>
<b>NET ASSETS</b>		<u><u>1,076,477</u></u>	<u><u>1,542,433</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		573,757	573,757
Retained earnings		502,720	968,676
<b>SHAREHOLDERS' FUNDS</b>		<u><u>1,076,477</u></u>	<u><u>1,542,433</u></u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 20 December 2018 and were signed on its behalf by:



C C McGowan - Director

**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED (REGISTERED NUMBER: SC005420)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**1. STATUTORY INFORMATION**

Hamilton Academical Football Club Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of 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.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable in the normal course of business, net of discounts, VAT and other sales related tax.

Gate receipts and other matchday turnover are recognised in line with when the games are played. Prize money in respect of cup competitions is recognised when earned. Sponsorship and similar commercial income is recognised over the duration of the respective contracts. The fixed element of broadcasting income is recognised over the course of the football season, whilst facility fees received for highlights or live coverage are taken when earned. Merit awards related to final league position are only accounted for when known at the end of the football season.

**Tangible fixed assets**

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

Leasehold Improvements	- 10% on cost
Plant & machinery	- 15% on reducing balance
Fixtures & fittings	- 10% on cost
Motor vehicles	- 20% on reducing balance
Computer equipment	- 20% on reducing balance

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Hire purchase and leasing commitments**

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

**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED (REGISTERED NUMBER: SC005420)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2018**

**2. ACCOUNTING POLICIES - continued**

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

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

**Player registrations**

The directors have considered the FRS 102 Section 1A accounting standard in respect of the valuation of intangible assets, including football players registrations. FRS 102 Section 1A requires intangible assets to be incorporated into the balance sheet and amortised over their useful life.

The directors, given the present stage of the development of the club and the market in which it operates, do not consider it prudent to recognise the value of player registrations at this time.

**Interest free loans from related parties**

Loans provided to/from the company to/from related parties in the period have been made under no formal agreement. The directors have provided these loans on an interest free basis and are repayable on demand.

**Going concern**

The current and future cash position of the Club has been reviewed by the board. This included a review of cashflow projections and other relevant documentation, covering a period one year from the date of approval of the financial statements.

In October 2017 the Club was the victim of a phishing scam, resulting in the sum of £697,257 being illegally taken from the Club's bank account. The Club has offset this loss of funds primarily through the sale of the player registrations of Greg Docherty and Michael Devlin to Rangers FC and Aberdeen FC respectively.

At present, based on the current league standing, the club is in a position that will preserve its Premiership league status. However, if the Club were to be relegated the board are satisfied that the parachute payment receivable for the Club's first season in the Championship will be sufficient to meet its existing obligations.

After due consideration of the above, including the potential impact should anticipated football performance not materialise, and having obtained appropriate assurances, the Board is satisfied that there is a reasonable expectation that the Club will have adequate resources to continue in operational existence for the foreseeable future. Accordingly, the board considers it appropriate to prepare the financial statements on a going concern basis.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 55 (2017 - 54).

**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED (REGISTERED NUMBER: SC005420)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2018**

**4. TANGIBLE FIXED ASSETS**

	Leasehold Improvements £	Plant & machinery £	Fixtures & fittings £
<b>COST</b>			
At 1 July 2017	54,363	417,779	54,720
Additions	60,787	160,364	-
At 30 June 2018	115,150	578,143	54,720
<b>DEPRECIATION</b>			
At 1 July 2017	8,368	89,438	9,576
Charge for year	8,948	58,678	5,472
At 30 June 2018	17,316	148,116	15,048
<b>NET BOOK VALUE</b>			
At 30 June 2018	97,834	430,027	39,672
At 30 June 2017	45,995	328,341	45,144
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 July 2017	13,500	3,549	543,911
Additions	6,000	-	227,151
Disposals	(6,000)	-	(6,000)
At 30 June 2018	13,500	3,549	765,062
<b>DEPRECIATION</b>			
At 1 July 2017	2,877	1,278	111,537
Charge for year	2,125	454	75,677
At 30 June 2018	5,002	1,732	187,214
<b>NET BOOK VALUE</b>			
At 30 June 2018	8,498	1,817	577,848
At 30 June 2017	10,623	2,271	432,374

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

	30.6.18 £	30.6.17 £
Trade debtors	389,123	250,194
Other debtors	1,112,634	866,358
	1,501,757	1,116,552

**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED (REGISTERED NUMBER: SC005420)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2018**

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

	30.6.18	30.6.17
	£	£
Bank loans and overdrafts	73,188	-
Trade creditors	269,983	36,542
Taxation and social security	88,619	217,860
Other creditors	203,349	87,069
	<u>635,139</u>	<u>341,471</u>

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

	30.6.18	30.6.17
	£	£
Bank loans	376,836	-
Other creditors	27,467	-
	<u>404,303</u>	<u>-</u>

**8. LEASING AGREEMENTS**

At the year end the company had total commitments under operating leases of £180,000 (2017 - £240,000).

**9. SECURED DEBTS**

The following secured debts are included within creditors:

	30.6.18	30.6.17
	£	£
Bank loans	450,024	-
Credit card	10,000	10,000
	<u>460,024</u>	<u>10,000</u>

A personal guarantee has been provided by R MacDonald and director L Gray in respect of the credit card facility.

AIB UK PLC have a floating charge over the assets of the company. A personal guarantee has been provided by R MacDonald for £150,000 in respect of the loan facility.

**10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was qualified on the following basis:

**Basis for disclaimer of opinion**

In seeking to form an opinion on the financial statements we considered the implications of the significant uncertainties disclosed in the financial statements concerning the following:-

1. The company was the victim of a phishing scam in the period, resulting in the loss of funds totalling £697,257. This balance cannot be verified to any third party documentation.

James Dott (Senior Statutory Auditor)  
for and on behalf of McDaid & Partners



**HAMILTON ACADEMICAL FOOTBALL CLUB  
LIMITED (REGISTERED NUMBER: SC005420)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2018**

**11. RELATED PARTY DISCLOSURES**

Edencrest Limited, the controlling party of the company, have a 55% shareholding in Deeka Limited, who own 100% of the share capital of HAFC Stadium Limited. During the year Hamilton Academical Football Club Limited incurred rental charges for the use of the stadium on match days of £60,000 (2017 £158,000).

Clean & Green Solutions Limited is a company which director C C McGowan is also involved in as a director. During the period the company incurred stadium maintenance costs of £26,500 (2017 £14,119). Included within other creditors is a balance due to the company of £80,000 (2017 £nil).

Hawkhead Developments Ltd is a company which director C C McGowan is also involved in as a director. During the year Hamilton Academical Football Club Limited incurred stadium maintenance costs of £6,600 (2017 £7,550).

Active Access Limited is a company which director S Zengin is also involved in as a director. During the year Hamilton Academical Football Club Limited received sponsorship income of £16,265 (2017 £nil).

ZLG (UK) Limited is a company which director S Zengin is also involved in as a director. During the year Hamilton Academical Football Club Limited received sponsorship income of £8,300 (2017 £nil).

Included within other debtors is a balance due from HAFC Stadium Limited of £286,871 (2017 £286,871).

Included within other debtors is a balance of £209,150 (2017 £58,000) due from Edencrest Limited, a connected company by virtue of being the controlling party.

**12. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES**

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements.

**13. POST BALANCE SHEET EVENTS**

The following event has happened since the balance sheet date:

- Lewis Ferguson player registration was transferred to Aberdeen. On 20 August 2018 a tribunal declared a transfer fee due to the company of £237,950.
- The company has a pending litigation claim for damages against Bluefin Insurance in regards to the loss of funds as a result of the vishing scam the company was a victim of during the period. This case is currently ongoing.

**14. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Edencrest Limited, who share the same registered office as the company and this can be found on the company information page.