

Audited Financial Statements for the Year Ended 31 May 2019

for

Falkirk Football and Athletic Club
Ltd. (The)

Falkirk Football and Athletic Club
Ltd. (The) (Registered number: SC005854)

Contents of the Financial Statements
for the Year Ended 31 May 2019

	Page
Balance Sheet	1
Notes to the Financial Statements	2

Falkirk Football and Athletic Club
Ltd. (The) (Registered number: SC005854)

Balance Sheet
31 May 2019

	Notes	31.5.19 £	31.5.18 £
FIXED ASSETS			
Tangible assets	4	224,725	237,680
Investments	5	<u>1,411,609</u>	<u>1,490,454</u>
		<u>1,636,334</u>	<u>1,728,134</u>
CURRENT ASSETS			
Stocks		5,585	24,682
Debtors	6	109,029	170,959
Cash at bank		<u>135,541</u>	<u>631,032</u>
		250,155	826,673
CREDITORS			
Amounts falling due within one year	7	<u>(202,543)</u>	<u>(206,342)</u>
NET CURRENT ASSETS		<u>47,612</u>	<u>620,331</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,683,946</u>	<u>2,348,465</u>
CAPITAL AND RESERVES			
Called up share capital		1,211,475	1,211,475
Share premium		518,713	518,713
Capital redemption reserve		81,602	81,602
Retained earnings		<u>(127,844)</u>	<u>536,675</u>
SHAREHOLDERS' FUNDS		<u>1,683,946</u>	<u>2,348,465</u>

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

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 7 November 2019 and were signed on its behalf by:

Mr A C Thomson - Director

1. **STATUTORY INFORMATION**

Falkirk Football and Athletic Club Ltd. (The) is a private company, limited by shares, domiciled in Scotland, registration number SC005854. The registered office is The Falkirk Stadium, Westfield, Falkirk, Stirlingshire, FK2 9DX.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Preparation of consolidated financial statements

The financial statements contain information about Falkirk Football and Athletic Club Ltd. (The) as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Related party exemption

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.

Going concern

The Board of Directors have reviewed the future financial position of the company by preparing detailed cash flow forecasts to the end of season 2019/20. It is the Board's view that there will be adequate funding in place to cover all known liabilities as they fall due until the end of the season. As with most football clubs, income is front loaded to the start of the financial year and with no structured debt, and creditors paid in a timely fashion, this allows Falkirk Football and Athletic Club Limited to prepare a budget for 2020/21 based on expected income for the following season regardless of which league the club is in, and cut or increase squad and other costs as appropriate. Therefore the directors have prepared these financial statements on a going concern basis.

Turnover

Turnover represents the total invoice and receipts value, excluding value added tax, of providing football entertainment and related activities to the general public during the year. Turnover is recognised as and when the product or service has been delivered to the customer.

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.
Plant and machinery etc - 25% on cost, 10% on cost and 4% on cost

Tangible fixed assets are stated at cost less depreciation. Cost represent purchase price together with any incidental costs of acquisition.

The directors have considered the residual value of all tangible fixed assets to be immaterial and therefore all tangible fixed assets are depreciated to nil value.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is calculated using the first-in first-out method and includes the normal cost of transporting stock to its present location and condition.

2. ACCOUNTING POLICIES - continued

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.

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.

Valuation of playing squad

The Directors have considered accounting standards which were issued by the Accounting Standards Board and apply to these accounts, in respect of the valuation of intangible assets to be incorporated into the Balance Sheet, including players. However, at the present stage of development of the Club, the Directors do not consider it prudent to recognise this value in the Balance Sheet at this time. The Directors will reconsider this position in the future.

Investments

Investments are recognised at purchase price less any recognised impairment. Investment value of loan stock is written down in line with depreciation of the fixed assets held in the 100% subsidiary, Falkirk FC (Property) Limited.

Provisions

Provisions are recognised when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated. Provisions are not recognised for future operating losses. Provisions are discounted where the time value of money is material.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 50 (2018 - 62) .

Notes to the Financial Statements - continued
 for the Year Ended 31 May 2019

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
At 1 June 2018	468,690
Additions	39,875
At 31 May 2019	<u>508,565</u>
DEPRECIATION	
At 1 June 2018	231,010
Charge for year	52,830
At 31 May 2019	<u>283,840</u>
NET BOOK VALUE	
At 31 May 2019	<u>224,725</u>
At 31 May 2018	<u>237,680</u>

5. **FIXED ASSET INVESTMENTS**

	31.5.19 £	31.5.18 £
Shares in group undertakings	104	104
Loans to group undertakings	<u>1,411,505</u>	<u>1,490,350</u>
	<u>1,411,609</u>	<u>1,490,454</u>

Additional information is as follows:

	Shares in group undertakings £
COST	
At 1 June 2018 and 31 May 2019	<u>104</u>
NET BOOK VALUE	
At 31 May 2019	<u>104</u>
At 31 May 2018	<u>104</u>

Notes to the Financial Statements - continued
 for the Year Ended 31 May 2019

5. **FIXED ASSET INVESTMENTS - continued**

	Loans to group undertakings £
At 1 June 2018	1,490,350
Write-down in year	(78,845)
At 31 May 2019	<u>1,411,505</u>

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

	31.5.19 £	31.5.18 £
Trade debtors	36,063	84,907
Other debtors	<u>72,966</u>	<u>86,052</u>
	<u>109,029</u>	<u>170,959</u>

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

	31.5.19 £	31.5.18 £
Trade creditors	97,729	44,856
Amounts owed to group undertakings	104	55,041
Taxation and social security	32,934	16,986
Other creditors	<u>71,776</u>	<u>89,459</u>
	<u>202,543</u>	<u>206,342</u>

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

The Report of the Auditors was unqualified.

David Wheeler (Senior Statutory Auditor)
 for and on behalf of Drummond Laurie CA

9. **RELATED PARTY DISCLOSURES**

The company paid rent of £75,000 (2018: £75,000) to South Stand Development Company Limited, a company in which shareholder Sandy Alexander is a director. There is a balance of £22,500 (2018: £nil) due to South Stand Development Company Limited at the year end.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.