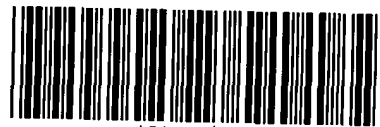


Financial Statements for the Year Ended 31 May 2020

for

East Fife Football Club Limited

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COMPANIES HOUSE

East Fife Football Club Limited (Registered number: SC007902)

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for the Year Ended 31 May 2020

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East Fife Football Club Limited

Company Information
for the Year Ended 31 May 2020

DIRECTORS:	J M Stevenson J Barclay D Marshall J Donaldson K R C Henderson
SECRETARY:	D Briggs
REGISTERED OFFICE:	Bayview Stadium Harbour View Methil Fife KY8 3RW
REGISTERED NUMBER:	SC007902 (Scotland)
SENIOR STATUTORY AUDITOR:	Graeme Deans
AUDITORS:	Peter Deans Chartered Accountants 42 Stirling Street Denny Stirlingshire FK6 6DJ
BANKERS:	TSB Sandwell Street Buckhaven KY8 1BY
SOLICITORS:	Innes Johnston LLP 95-99 Esplanade Kirkcaldy Fife KY1 1RF

East Fife Football Club Limited (Registered number: SC007902)

Balance Sheet
31 May 2020

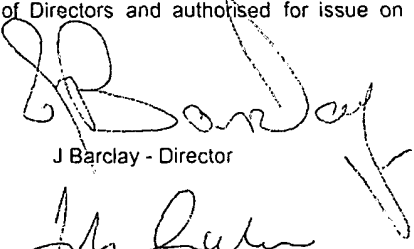
	Notes	31.5.20 £	£	31.5.19 £	£
FIXED ASSETS					
Tangible assets	4		877,657		903,900
CURRENT ASSETS					
Stocks		3,714		5,562	
Debtors	5	6,104		13,794	
Cash at bank and in hand		150,292		83,391	
		160,110		102,747	
CREDITORS					
Amounts falling due within one year	6	45,753		58,513	
NET CURRENT ASSETS			114,357		44,234
TOTAL ASSETS LESS CURRENT LIABILITIES			992,014		948,134
CREDITORS					
Amounts falling due after more than one year	7		(212,028)		(169,129)
ACCRUALS AND DEFERRED INCOME	9		(549,683)		(569,715)
NET ASSETS			230,303		209,290
CAPITAL AND RESERVES					
Called up share capital	10		49,957		49,957
Share premium	11		611,707		609,695
Retained earnings	11		(431,361)		(450,362)
SHAREHOLDERS' FUNDS			230,303		209,290

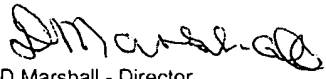
The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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 and authorised for issue on 16 April 2021 and were signed on its behalf by:


J M Stevenson - Director


J Barclay - Director


D Marshall - Director


J Donaldson - Director


K R C Hedderson - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 May 2020

1. STATUTORY INFORMATION

East Fife 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

Going concern

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.

As described in the Directors' report on page 2 the company has reported an operating profit for the year ended 31 May 2020 of £20,021 and as at 31 May 2020 the company has net current assets of £114,357. The directors have prepared cash flow projections 12 months from the date of their Directors' report to determine the cash requirements of the company. These have been prepared on the assumption that the club will remain in SPFL League 1, and contain contingencies for both crowd attendance and non-attendance at matches.

The Directors continue to try and align the clubs' cost base with projected income levels. In the year ended 31 May 2020 the directors feel that this has been achieved with the profit position at 31 May 2020, this profit position was somewhat disrupted by the COVID-19 measures introduced in late March 2020. As in previous years a realistic budget has been set in line with current financial circumstances.

The only major creditors that the company has are the Directors through their loans accounts and Methil Dock No 3 Assets Limited. As explained in the Directors Report, the Directors have pledged to leave loans in place for a period of at least 18 months from the date of their report, with one director making the commitment to donate his outstanding loan account in full to the Club, this was realised during October 2019.

Also per the Directors report a monthly payment continues to be paid Methil Dock No 3 Assets Limited, however no formal approved repayment plan has been finalised. The club did however managed to continue making repayment amounts during year ended 31 May 2020, even within the difficult financial constraints it faced.

While there is still a material uncertainty related to going concern, the directors have concluded that the company will have adequate resources to continue operating for a period of at least 12 months from the date of these accounts. For these reasons, they continue to adopt the going concern basis in preparing the financial statements.

Turnover

Revenue is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

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. Facility fees received for highlights or live coverage from broadcasters are taken when earned. Merit awards related to the final league position are accounted when known at the end of the football season. Donated income is recognised when received.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually the dispatch of the goods), the amount revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Tangible fixed assets

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.

Freehold property	- 2% on cost
Freehold Land	- not provided
Plant and machinery	- at varying rates on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 33% 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.

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

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

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

Players

Income and expenditure relating to the purchase and costs of players are reflected in the Profit and Loss Account. No recognition is made in the Balance Sheet of estimated value of players.

Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 33 (2019 - 30).

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

4. TANGIBLE FIXED ASSETS

	Freehold property £	Freehold Land £	Plant and machinery £
COST			
At 1 June 2019	1,114,011	189,111	254,605
Additions	-	-	2,400
At 31 May 2020	1,114,011	189,111	257,005
DEPRECIATION			
At 1 June 2019	476,710	-	186,225
Charge for year	22,281	-	9,382
At 31 May 2020	498,991	-	195,607
NET BOOK VALUE			
At 31 May 2020	615,020	189,111	61,398
At 31 May 2019	637,301	189,111	68,380
	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 June 2019	186,106	6,842	1,750,675
Additions	3,098	3,401	8,899
At 31 May 2020	189,204	10,243	1,759,574
DEPRECIATION			
At 1 June 2019	177,266	6,574	846,775
Charge for year	2,753	726	35,142
At 31 May 2020	180,019	7,300	881,917
NET BOOK VALUE			
At 31 May 2020	9,185	2,943	877,657
At 31 May 2019	8,840	268	903,900

Fixed assets, included in the above, which are held under finance leases are as follows:

	Plant and machinery £
COST	
At 1 June 2019 and 31 May 2020	17,326
DEPRECIATION	
At 1 June 2019	13,582
Charge for year	936
At 31 May 2020	14,518
NET BOOK VALUE	
At 31 May 2020	2,808
At 31 May 2019	3,744

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2020**

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.20	31.5.19
	£	£
Trade debtors	1,420	5,854
Other debtors	4,684	7,940
	<u>6,104</u>	<u>13,794</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.20	31.5.19
	£	£
Finance leases	499	500
Trade creditors	1,151	3,364
Taxation and social security	21,330	10,353
Other creditors	22,773	44,296
	<u>45,753</u>	<u>58,513</u>

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

	31.5.20	31.5.19
	£	£
Bank loans (see note 8)	50,001	-
Finance leases	875	1,375
Other creditors	161,152	167,754
	<u>212,028</u>	<u>169,129</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>10,506</u>	<u>-</u>

Other creditor amounts owed by the company which are greater than 5 years and paid by instalment amounted to £28,152, at 31 May 2020 (2019 : £22,254). There is no interest charged on this outstanding amount.

8. LOANS

An analysis of the maturity of loans is given below:

	31.5.20	31.5.19
	£	£
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>9,507</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>29,988</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>10,506</u>	<u>-</u>

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

9. ACCRUALS AND DEFERRED INCOME

	31.5.20	31.5.19
	£	£
Football Trust grant	814,231	814,231
Provision released b/fwd	(265,500)	(247,800)
Provision release in year	(17,700)	(17,700)
SFP Grant	20,983	23,315
Provision release in year	(2,331)	(2,331)
	<u>549,683</u>	<u>569,715</u>

East Fife Football Club Ltd received a grant from the Football Trust, to assist with the construction of the football stadium. This grant is being amortised in line with the depreciation of the stadium, and will become repayable in full should the stadium cease to be used for sporting purposes. The amortisation of the grant in the year to 31 May 2020 amounted to £17,700 (2019 : £17,700).

After the financial year end but before the date of the signing of these financial statements any obligations and indebtedness that the company may have regarding the above grant were irrevocably and unconditionally discharged by the Scottish Football Partnership. The Scottish Football Partnership had previously subsumed the rights of the Football Trust in relation to the grant. The Scottish Football Partnership also waived any entitlement that it may have had to receive any repayment of the grant. A deed of release was signed by both parties on 30 June 2020.

In the previous financial year East Fife Football Club Ltd received a grant from the Scottish Football Partnership, to assist with the construction of new disabled facilities within the stadium. This grant is being amortised in line with the depreciation of these facilities. The amortisation of the grant in the year to 31 May 2020 amounted to £2,331 (2019 : £2,331).

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.5.20	31.5.19
			£	£
198,163	Ordinary	£0.25	<u>49,957</u>	<u>49,957</u>

11. RESERVES

	Retained earnings £	Share premium £	Totals £
At 1 June 2019	(450,362)	609,695	159,333
Profit for the year	19,001		19,001
Purchase of own shares	-	(2,539)	(2,539)
Cash share issue	-	4,551	4,551
At 31 May 2020	<u>(431,361)</u>	<u>611,707</u>	<u>180,346</u>

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

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

The Report of the Auditors was unqualified.

Going Concern

Material Uncertainty Relating to Going Concern

We have considered the adequacy of the disclosure made in note 2 to the financial statements concerning the company's ability to continue as a going concern. As at 31 May 2020 the company has net current assets of £114,357 and produced operating profit of £20,021, and is projected to produce a small profit during the year ended 31 May 2021.

These conditions, along with other matters explained in note 2 to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern which has been adequately disclosed. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

The auditor's report is not modified in respect of this matter.

Graeme Deans (Senior Statutory Auditor)
for and on behalf of Peter Deans Chartered Accountants

13. CONTINGENT LIABILITIES

As part of the legal settlement reached with Morrison Construction Services Limited, should any part of the property be sold to Forth Ports plc then £30,000 will be payable to Morrison Construction Services Limited within fourteen days of the conclusion of such a contract.

14. RELATED PARTY DISCLOSURES

In a previous financial year the company sold 2.847 hectares of land which it owned to The Firm of IPA Partners UK. The land had a historic cost of £210,889 and a market value of £150,000, the company received sales proceeds of £110,000. Included in the sale agreement was a clack-back security over the land which secures a 15% payment of any uplift in value should the ground be sold for certain purposes. Lorraine Twig, who at the time of the transaction was a major shareholder in the company has an interest in The Firm of IPA Partners UK. The company as a result of this transaction took on a Licence to Occupy the aforementioned ground with The Firm of IPA Partners UK.

During the year, and in the normal course of trade, the company recharged services of £10,071 (2019: £13,543) and land rental of £10,000 (2019: £12,000) to Fifers for the Community. The company also during the normal course of trade, incurred pitch hire costs of £5,380 (2019: £7,363) from Fifers for the Community. D Marshall, a director of the company, is also a Trustee of Fifers for the Community.

On 17th September 2019 the company repurchased 2000 £0.25 ordinary shares at a premium of £1.25 per share. These shares were bought from it's Ultimate controlling party Baccies Fife Limited,

J Donaldson, director, agreed to purchase these shares in exchange for converting part of his existing directors loan account due to him by the company into ordinary share capital. This transaction was undertaken on 14th October 2019 with 2000 £0.25 ordinary shares being acquired at a premium of £2.25 per share.

During the year D Marshall, Director, agreed to convert his remaining directors loan outstanding of £7,500 into a donation to the club.

15. FRC ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

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

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

16. POST BALANCE SHEET EVENTS

After the financial year end but before the date of the signing of these financial statements any obligations and indebtedness that the company may have regarding the above grant were irrevocably and unconditionally discharged by the Scottish Football Partnership. The Scottish Football Partnership had previously subsumed the rights of the Football Trust in relation to the grant. The Scottish Football Partnership also waived any entitlement that it may have had to receive any repayment of the grant. A deed of release was signed by both parties on 30 June 2020.

After the financial year end but before the date of the signing of these financial statements the company received grant funding from the SPFL Trust. This grant funding amounted to £50,000. This grant was provided on 25 June 2020 and was to be used only in connection with supporting a matter directly related to the company following the government guidance on COVID-19

After the financial year end but before the date of the signing of these financial statements the company received grant funding from the Scottish Government via the SPFL. This grant funding amounted to £150,000. This grant was provided on 18 December 2020.

At the year end the club was effectively 'mothballed' as result of the Covid -19 pandemic. Operations closed 20th March 2020 in line with the requirements of the UK and Scottish Governments. At the year end very little has changed other than a confirmation that the 2019/20 football season would not be completed and would be declared completed as stood.

Subsequent to the year end and at the time of writing football has again been 'mothballed', with a brief hiatus of closed doors games in late Autumn of 2020 for the 20/21 season. In addition to loss of gate receipts revenue, all the club's off-field activities have also been forced to cease. The Club has made use of all areas of support available to it from local and national government and the governing bodies, as already noted. Whilst it cannot be doubted that the pandemic will have a significant impact on the financial figures for the year ended 31 May 2021, and precise quantification of this impact is difficult to ascertain at this time.

17. ULTIMATE CONTROLLING PARTY

It is the opinion of the company's directors that the Bayview Fife Limited is the ultimate controlling party.