

Registration number: 30988R

Lewes Community Football Club Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 May 2015

Manningtons
Chartered Accountants
39 High Street
Battle
East Sussex
TN33 0EE

Lewes Community Football Club Limited
Contents

Company Information	1
Directors' Report	2
Statement of Directors' Responsibilities	3
Independent Auditor's Report	4 to 5
Consolidated Profit and Loss Account	6
Profit and Loss Account	7
Consolidated Balance Sheet	8
Balance Sheet	9
Notes to the Financial Statements	10 to 15

Lewes Community Football Club Limited
Company Information

Directors	S N Fuller C D Dobres E J Ramsden S L Mann N Duncan J Agnew S A MacLeod B G Collins C A Joy
Company secretary	C D Dobres
Registered office	The Dripping Pan Mountfield Road Lewes East Sussex BN7 2XA
Auditors	Manningtons Chartered Accountants 39 High Street Battle East Sussex TN33 0EE

Lewes Community Football Club Limited
Directors' Report for the Year Ended 31 May 2015

The directors present their report and the consolidated financial statements for the year ended 31 May 2015.

Directors of the company

The directors who held office during the year were as follows:

S N Fuller

C D Dobres

E J Ramsden

S L Mann

C R Burgess (resigned 10 June 2014)

N Duncan

T Parris (resigned 30 October 2014)

J Agnew

S A MacLeod (appointed 30 October 2014)

B G Collins (appointed 30 October 2014)

C A Joy (appointed 30 October 2014)

Disclosure of information to the auditor

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the group's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditor is unaware of.

Approved by the Board on and signed on its behalf by:

.....

E J Ramsden

Director

Lewes Community Football Club Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report 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). 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 group and the company 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 group's and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and the company and enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. They are also responsible for safeguarding the assets of the group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditor's Report to the Members of Lewes Community Football Club Limited

We have audited the financial statements of Lewes Community Football Club Limited for the year ended 31 May 2015, set out on pages 6 to 15. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with the Co-operative and Community Benefit Societies Act 2014. 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 an auditor's report 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.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities (set out on page 3), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report and Consolidated Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 May 2015 and of the group's loss and of the parent company's profit 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 Co-operative and Community Benefit Societies Act 2014.

**Independent Auditor's Report to the Members of
Lewes Community Football Club Limited**

..... continued

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- a satisfactory system of control over transactions has not been maintained; or
- the company has not kept proper accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

.....
Manningtons
Statutory Auditor

39 High Street
Battle
East Sussex
TN33 0EE

Date:.....

Lewes Community Football Club Limited
Consolidated Profit and Loss Account for the Year Ended 31 May 2015

	Note	2015 £	2014 £
Turnover		480,114	339,905
Cost of sales		<u>(224,389)</u>	<u>(171,119)</u>
Gross profit		255,725	168,786
Administrative expenses		(297,513)	(217,483)
Other operating income		<u>14,224</u>	<u>14,224</u>
Group operating loss	2	(27,564)	(34,473)
Other interest receivable and similar income		29	1
Interest payable and similar charges		<u>(2,791)</u>	<u>(4,307)</u>
Loss on ordinary activities before taxation		<u>(30,326)</u>	<u>(38,779)</u>
Loss for the financial year attributable to members of the parent company	9	<u><u>(30,326)</u></u>	<u><u>(38,779)</u></u>

Turnover and operating profit derive wholly from continuing operations.

The group has no recognised gains or losses for the year other than the results above.

Lewes Community Football Club Limited
Profit and Loss Account for the Year Ended 31 May 2015

	2015		2014	
	£	£	£	£
Turnover				
Membership subscriptions		31,460		27,912
Donations		34,715		30,150
Fundraising income		15,885		16,566
Grants and subsidies		2,000		-
		<u>84,060</u>		<u>74,628</u>
Cost of sales				
Fundraising costs		<u>6,891</u>		<u>7,416</u>
Gross profit		77,169		67,212
Administrative expenses		<u>(4,307)</u>		<u>(1,165)</u>
Operating profit		72,862		66,047
Donations to Lewes 2000 F.C. Ltd		<u>(54,608)</u>		<u>(88,932)</u>
Profit/(loss) on ordinary activities before investment income and interest		18,254		(22,885)
Other interest receivable and similar income				
Bank interest receivable		<u>29</u>		<u>1</u>
Profit/(loss) on ordinary activities before taxation		<u><u>18,283</u></u>		<u><u>(22,884)</u></u>

The notes on pages 10 to 15 form an integral part of these financial statements.

Lewes Community Football Club Limited
Consolidated Balance Sheet at 31 May 2015

		2015		2014	
Note	£	£	£	£	£
Fixed assets					
Tangible fixed assets	3		1,315,537		397,172
Current assets					
Debtors	5	621,402		38,169	
Cash at bank and in hand		95,073		21,789	
		716,475		59,958	
Creditors: Amounts falling due within one year	6	(806,973)		(108,761)	
Net current liabilities			(90,498)		(48,803)
Total assets less current liabilities			1,225,039		348,369
Creditors: Amounts falling due after more than one year	7		(1,288,546)		(381,687)
Net liabilities			(63,507)		(33,318)
Capital and reserves					
Called up share capital	8	1,048		911	
Profit and loss account	9	(64,555)		(34,229)	
Shareholders' deficit			(63,507)		(33,318)

Approved and authorised for issue by the Board on and signed on its behalf by:

.....
S N Fuller
Director

.....
E J Ramsden
Director

.....
C D Dobres
Company secretary

Lewes Community Football Club Limited
(Registration number: 30988R)
Balance Sheet at 31 May 2015

	Note	2015 £	2014 £
Fixed assets			
Tangible fixed assets	3	954,558	-
Investments	4	1	1
		954,559	1
Current assets			
Debtors	5	607,439	36,570
Cash at bank and in hand		91,498	9,965
		698,937	46,535
Creditors: Amounts falling due within one year	6	(740,465)	(64,610)
Net current liabilities		(41,528)	(18,075)
Total assets less current liabilities		913,031	(18,074)
Creditors: Amounts falling due after more than one year	7	(912,685)	-
Net assets/(liabilities)		346	(18,074)
Capital and reserves			
Called up share capital	8	1,048	911
Profit and loss account	9	(702)	(18,985)
Shareholders' funds/(deficit)		346	(18,074)

Approved and authorised for issue by the Board on and signed on its behalf by:

.....
S N Fuller
Director

.....
E J Ramsden
Director

.....
C D Dobres
Company secretary

Lewes Community Football Club Limited
Notes to the Financial Statements for the Year Ended 31 May 2015

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Basis of consolidation

The financial statements consolidate the results of the company and its wholly owned subsidiary company, Lewes 2000 F.C. Ltd. The subsidiary company produces results for the year co-terminous with the parent company.

Going concern

The financial statements have been prepared on a going concern basis. This assumes that the group will continue to be able to generate sufficient financial support to fund the operations of the football club. The directors have indicated that they have no reason to believe this support will not continue for the foreseeable future.

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers, and amounts received in respect of membership subscriptions and donations.

Government 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.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Leasehold properties	5% straight line
Plant and machinery	4% straight line and 15% reducing balance
Motor vehicles	25% reducing balance

Fixed asset investments

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

Hire purchase and leasing

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Lewes Community Football Club Limited

Notes to the Financial Statements for the Year Ended 31 May 2015

..... *continued*

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the group is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

2 Operating loss

Operating loss is stated after charging:

	2015 £	2014 £
Operating leases - other assets	6,721	6,500
Depreciation of owned assets	36,193	36,983
Government grants receivable	(14,224)	(14,224)
Auditor's remuneration	3,500	2,640
	6,590	5,999

3 Tangible fixed assets

Group

	Short leasehold land and buildings £	Plant and machinery £	Motor vehicles £	Community 3G facility £	Total £
Cost or valuation					
At 1 June 2014	438,478	83,721	10,700	-	532,899
Additions	-	-	-	954,558	954,558
At 31 May 2015	438,478	83,721	10,700	954,558	1,487,457
Depreciation					
At 1 June 2014	121,700	11,352	2,675	-	135,727
Charge for the year	30,425	3,762	2,006	-	36,193
At 31 May 2015	152,125	15,114	4,681	-	171,920
Net book value					
At 31 May 2015	286,353	68,607	6,019	954,558	1,315,537
At 31 May 2014	316,778	72,369	8,025	-	397,172

Lewes Community Football Club Limited

Notes to the Financial Statements for the Year Ended 31 May 2015

..... *continued*

Company

	Community 3G facility £	Total £
Cost or valuation		
Additions	954,558	954,558
Net book value		
At 31 May 2015	954,558	954,558

4 Investments held as fixed assets

Company

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 June 2014	1	1
At 31 May 2015	1	1
Net book value		
At 31 May 2015	1	1
At 31 May 2014	1	1

Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
Subsidiary undertakings				
Lewes 2000 F.C. Ltd		Ordinary shares	100%	Football club

Lewes Community Football Club Limited

Notes to the Financial Statements for the Year Ended 31 May 2015

..... *continued*

5 Debtors

	Group		Company	
	2015 £	2014 £	2015 £	2014 £
Trade debtors	11,974	-	-	-
Amounts owed by group undertakings	-	-	-	3,464
Other debtors	32,666	-	38,648	-
Prepayments and accrued income	576,762	38,169	568,791	33,106
	<u>621,402</u>	<u>38,169</u>	<u>607,439</u>	<u>36,570</u>

6 Creditors: Amounts falling due within one year

	Group		Company	
	2015 £	2014 £	2015 £	2014 £
Trade creditors	21,803	6,615	-	-
Other loans	3,602	13,602	-	-
Other taxes and social security	2,530	2,371	-	-
Other creditors	5,678	4,012	-	-
Accruals and deferred income	773,360	82,161	740,465	64,610
	<u>806,973</u>	<u>108,761</u>	<u>740,465</u>	<u>64,610</u>

7 Creditors: Amounts falling due after more than one year

	Group		Company	
	2015 £	2014 £	2015 £	2014 £
Capital funding shares	220,667	-	220,667	-
Other loans	240,541	232,143	-	-
Accruals and deferred income	827,338	149,544	692,018	-
	<u>1,288,546</u>	<u>381,687</u>	<u>912,685</u>	<u>-</u>
	Group		Company	
	2015 £	2014 £	2015 £	2014 £
After more than five years by instalments	46,534	28,686	-	-
After more than five years not by instalments	474,690	268,247	220,667	-
	<u>521,224</u>	<u>296,933</u>	<u>220,667</u>	<u>-</u>

Lewes Community Football Club Limited

Notes to the Financial Statements for the Year Ended 31 May 2015

..... *continued*

In respect of the Capital funding shares the company may pay interest not exceeding 2% above bank base rate.

All loans are unsecured and interest free, except for £35,094 of loans received to fund the solar panel installation. Interest is paid on these loans equivalent to an agreed share of the Feed In Tariff received from electricity generation. One loan of £175,599 is only repayable if the club reaches the 2nd or subsequent rounds proper of the FA Cup or sells a player for more than £10,000, in which case 25% of the Cup prize money or 33% of the player transfer fee is payable to the lender - this condition continues until the loan is fully repaid.

8 Share capital

Allotted, called up and fully paid shares

	2015		2014	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1,048</u>	<u>1,048</u>	<u>911</u>	<u>911</u>

New shares allotted

During the year 137 Ordinary shares having an aggregate nominal value of £137 were allotted for an aggregate consideration of £137. New members.

9 Reserves

Group

	Profit and loss account £	Total £
At 1 June 2014	(34,229)	(34,229)
Loss for the year	<u>(30,326)</u>	<u>(30,326)</u>
At 31 May 2015	<u>(64,555)</u>	<u>(64,555)</u>

Company

	Profit and loss account £	Total £
At 1 June 2014	(18,985)	(18,985)
Profit for the year	<u>18,283</u>	<u>18,283</u>
At 31 May 2015	<u>(702)</u>	<u>(702)</u>

Lewes Community Football Club Limited

Notes to the Financial Statements for the Year Ended 31 May 2015

..... *continued*

10 Contingent liabilities

During a previous year a loan of £91,000 to the subsidiary company from Mr K Powell was converted to a donation. However, should the football club reach the 2nd or subsequent rounds proper of the FA Cup or sell a player for more than £10,000, then 25% of the Cup prize money or 33% of the player transfer fee shall be paid to Mr Powell - this condition to remain in force until payments equivalent to the original loan have been made.

11 Commitments

Operating lease commitments

Group

As at 31 May 2015 the group had annual commitments under non-cancellable operating leases as follows:

Operating leases which expire:

	2015 £	2014 £
Land and buildings		
Over five years	<u>5,500</u>	<u>5,500</u>

12 Related party transactions

Other related party transactions

During the year the company made the following related party transactions:

E J Ramsden

(Director of the company)

The director donated £30,000 to the subsidiary company during the year. He also subscribed for £65,000 of the Capital funding shares issued during the year. At the balance sheet date the amount due to E J Ramsden was £nil (2014 - £nil).

C D Dobres

(Director of the company)

The director donated £30,000 to the subsidiary company during the year, and waived reimbursement of £34,715 of costs of the 3G construction paid by himself personally. He also subscribed for £65,000 of the Capital funding shares issued during the year. At the balance sheet date the amount due to C D Dobres was £nil (2014 - £nil).

13 Control

The company is controlled by no one party.