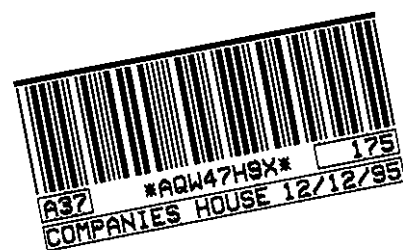


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Chelsea Football Club Limited

Financial Statements  
For The Year Ended 30th June 1995



**Chelsea Football Club Limited**

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**For the Year Ended 30th June 1995**

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## **Chelsea Football Club Limited**

### **Directors' Report** **For the Year Ended 30th June 1995**

The directors present their annual report on the affairs of the company together with the Accounts and Auditors' Report for the above year.

#### **Results and Dividends**

The operating profit for the year was £4,100,001 (1994 £2,884,564). After exceptional rent and transfer fee charges, interest and taxation the net profit for the year was £3,395,362 (1994 £1,362,307 loss). The directors recommend that this be deducted from the deficit at the beginning of the year and that the balance of £873,685 be carried forward.

#### **Review of the Business**

The company's principal activity during the year was that of a Premier League football club.

The directors consider the result for the year and the position of the company at the end of the year to be satisfactory.

#### **Directors**

The directors of the company during the year, none of whom had a beneficial interest in the issued share capital of the company throughout the year were:

K. W. Bates  
M. C. Harding  
C. Hutchinson  
Y. S. Todd

#### **Directors' Responsibilities**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **Chelsea Football Club Limited**

### **Directors' Report (Continued)** **For the Year Ended 30th June 1995**

#### **Directors and Officers Insurance**

The group maintains insurance policies on behalf of the directors and officers against liability arising from negligence, breach of duty and breach of trust in relation to the company.

#### **Players Valuation**

Two directors of the club together with the manager have each independently valued the playing staff. The mean average of their aggregate valuation as at 30th June 1995 was £24,691,666.

This assumes willing buyers for the relevant player's registrations on normal contractual terms and an orderly disposal over a period of time.

#### **Fixed Assets**

The movements in fixed assets during the year are set out in note 8 to the accounts. The leasehold of the stadium was valued as at 30th June 1995 at £17,310,000 by Chesterton International plc. This valuation has been incorporated into the financial statements.

#### **Donations**

During the year the company made charitable donations in the United Kingdom of £7,435 (1994 £66,675).

#### **Auditors**

Pursuant to Section 366A of the Companies Act 1985 the company has elected to dispense with the requirement to hold an Annual General Meeting. Consequently, the auditors, Messrs. Hargreaves Brown & Benson are appointed to hold office for the forthcoming year.



Signed on behalf of the  
Board of Directors

27th September 1995

Y. S. Todd  
Director

**Chelsea Football Club Limited**

**Auditors' Report to the Members of Chelsea Football Club Limited**  
**For the Year Ended 30th June 1995**

We have audited the financial statements on pages 4 to 20 which have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out in note 1 to the accounts.

**Respective Responsibilities of Directors and Auditors**

As described on page 1, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of Opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th June 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Hargreaves, Brown & Benson*

**Hargreaves, Brown & Benson**  
**Chartered Accountants and**  
**Registered Auditor**

**Colne, Lancashire**

**28th September 1995**

# Chelsea Football Club Limited

## Profit and Loss Account For the Year Ended 30th June 1995

	Notes	£	1995 £	£	1994 £
<b>TURNOVER</b>	2		12,706,388		10,223,179
Continuing operations					
<b>DIRECT OPERATING COSTS</b>			6,178,507		5,266,968
<b>GROSS PROFIT</b>			6,527,881		4,956,211
Administrative expenses			2,427,880		2,071,647
<b>OPERATING PROFIT BEFORE TRANSFER FEES AND EXCESS RENT</b>					
Continuing operations	3		4,100,001		2,884,564
Net transfer fees	5		558,929		(3,236,253)
Excess rent	5		(1,035,374)		(1,035,375)
<b>PROFIT/(LOSS) BEFORE INTEREST</b>					
Continuing operations			3,623,556		(1,387,064)
Interest receivable		108,681		106,399	
Interest payable	6	(336,875)		(81,642)	
			(228,194)		24,757
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			3,395,362		(1,362,307)
Tax on profit/loss on ordinary activities	7		-		-
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</b>			3,395,362		(1,362,307)
<b>RETAINED PROFIT/(LOSS) TRANSFERRED TO RESERVES</b>	16	£	3,395,362		£(1,362,307)

# Chelsea Football Club Limited

## Balance Sheet As at 30th June 1995

	Notes	£	1995 £	£	1994 £
<b>FIXED ASSETS</b>					
Tangible assets	8		17,778,231		9,526,909
<b>CURRENT ASSETS</b>					
Debtors	9	2,212,501		2,453,159	
Cash at bank and in hand		1,324,666		2,067,539	
		<u>3,537,167</u>		<u>4,520,698</u>	
<b>CREDITORS - amounts falling due within one year</b>		(3,086,151)		(3,886,598)	
Loan from director		(2,500,000)		(2,229,375)	
Advance income 1995/96		(1,827,678)		(1,639,292)	
	10	<u>(7,413,829)</u>		<u>(7,755,265)</u>	
<b>NET CURRENT LIABILITIES</b>			(3,876,662)		(3,234,567)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			13,901,569		6,292,342
Creditors - amounts falling due after more than one year	11		(3,952,059)		(3,872,664)
Advance income 1996/97 onwards			(112,027)		(33,000)
Football Trust grants	12		(2,600,000)		(638,914)
<b>NET ASSETS</b>			<u>£ 7,237,483</u>		<u>£ 1,747,764</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	15		100		100
Revaluation reserve	16		6,363,698		4,269,341
Profit and loss account		13,556,143		8,684,481	
Cost of current playing staff		(12,682,458)		(11,206,158)	
	16		<u>873,685</u>		<u>(2,521,677)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>£ 7,237,483</u>		<u>£ 1,747,764</u>

These financial statements were approved by the Board of Directors on 27th September 1995.

K. W. Bates  
Director

M. C. Harding  
Director

**Chelsea Football Club Limited**

**Statement of Total Recognised Gains and Losses**  
**For the Year Ended 30th June 1995**

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
Profit/(loss) for the financial year	3,395,362	(1,362,307)
Unrealised surplus on revaluation of properties	<u>2,094,357</u>	<u>-</u>
<b>Total gains and losses recognised since the last annual report</b>	<b><u>£ 5,489,719</u></b>	<b><u>£(1,362,307)</u></b>



# Chelsea Football Club Limited

## Cash Flow Statement

For the Year Ended 30th June 1995

	£	1995 £	£	1994 £
Net cash inflow from operating activities		3,217,778		6,326,073
Net cash outflow from exceptional items		(476,445)		(4,271,628)
		<u>2,741,333</u>		<u>2,054,445</u>
Returns on investments and servicing of finance				
Interest receivable	108,681		106,399	
Interest payable	(336,875)		(81,642)	
	<u></u>		<u></u>	
Net cash inflow/(outflow)		(228,194)		24,757
Investing activities				
Payments to acquire:				
Tangible fixed assets	(6,219,997)		(3,612,969)	
Fixed assets investments	-		154,288	
Football Trust grants	1,961,086		638,914	
	<u></u>		<u></u>	
Net cash outflow from investing activities		(4,258,911)		(2,819,767)
Net cash outflow before financing		<u>(1,745,772)</u>		<u>(740,565)</u>
Financing				
Hire purchase and finance leases	2,358,971		-	
Parent company	(2,279,576)		2,976,119	
Advance income	79,027		33,000	
	<u></u>		<u></u>	
Net cash inflow from financing		158,422		3,009,119
Increase/(decrease) in cash and cash equivalents		<u>£(1,587,350)</u>		<u>£ 2,268,554</u>

Further information to the Cash Flow Statement is given in Note 17 .

## **Chelsea Football Club Limited**

### **Notes to the Accounts**

#### **1. Accounting Policies**

##### **1.1 Accounting conventions**

The financial statements have been prepared in accordance with the historical cost convention modified to include the revaluation of leasehold property.

The principal accounting policies which the directors have adopted within that convention are set out below.

The accounts are prepared in accordance with applicable accounting standards.

##### **1.2 Turnover**

Turnover is stated net of value added tax and amounts due to the Football Association and visiting clubs, and includes gate receipts, sponsorships, advertising, television fees, donations and sundry net related income.

##### **1.3 Depreciation**

The property comprising the football stadium was revalued as at 30th June 1995, using the depreciated replacement cost basis, at a figure of £17,310,000. No depreciation has been provided in the financial statements for the current year.

Depreciation is provided on other tangible fixed assets in equal instalments over their estimated useful lives. The following rates apply;

Fixtures and equipment	10%
Computers	25%

##### **1.4 Transfer Fees**

Transfer fees are included on the basis of the amount incurred or earned in the year.

##### **1.5 Players Signing on Fees**

When being transferred to the club, usually the contract of employment includes a signing on fee payable in equal instalments over the period of the contract. The company's policy is to charge such fees to profit and loss account as they fall due under the terms of the contract.

##### **1.6 Grants**

Capital expenditure grants, received in respect of assets which are not depreciated, are brought into account on an accruals basis, and are released to non-distributable reserves over the estimated life of the asset to which they relate. Revenue expenditure grants are brought into the profit and loss account on an accruals basis.

## **Chelsea Football Club Limited**

### **Notes to the Accounts**

#### **1.7 Deferred Taxation**

Deferred taxation is provided using the liability method to take account of all material timing differences to the extent that they are expected to reverse in the future without being replaced, calculated at the rate at which it is estimated that tax will be payable.

#### **1.8 Hire Purchase and Leasing Commitments**

Assets held under hire purchase contracts and finance leases, and the related obligations, are recorded in the balance sheet at the fair value of the assets at the inception of the contracts or leases. The amounts by which the payments exceed the recorded obligations are amortised over each contract or lease term to give a constant rate of charge on the remaining balance of the obligation. Rentals paid under operating leases are charged to income as incurred.

#### **1.9 Pensions**

The company is one of a number of employers in a shared defined contribution scheme for playing staff and defined benefit scheme for certain other members of staff. Both schemes are administered by The Football League Limited. The company also operates defined contribution schemes independently of the Football League. Since the effect of any fluctuation in contributions to the defined benefit scheme would not be material to the results of the company all contributions to these schemes are charged to profit and loss account as incurred.

#### **1.10 Stadium Development**

The company capitalises all expenditure incurred for the development of the Stamford Bridge Stadium.

#### **2. Turnover**

The turnover and pre-tax profit are wholly attributable to the company's principal activity; a Premier League football club. The turnover arises entirely in the United Kingdom.

**Chelsea Football Club Limited**

**Notes to the Accounts**

**3. Operating Profit**

**1995**  
**£**

**1994**  
**£**

This is stated after charging:

Depreciation:

Owned assets

63,032

31,827

Operating lease rentals:

Equipment and vehicles

10,000

9,167

Land and buildings

544,926

525,625

Auditors' remuneration

42,470

42,500

# Chelsea Football Club Limited

## Notes to the Accounts

### 4. Employee Information

#### 4.1 Staff costs

	<u>1995</u> £	<u>1994</u> £
Wages and salaries	5,068,874	4,447,172
Social security costs	483,607	428,166
Other pension costs	84,238	29,510
	<u>£5,636,719</u>	<u>£4,904,848</u>

#### 4.2 The average weekly number of employees during the year was made up as follows:

	<u>No.</u>	<u>No.</u>
Playing staff (including managers and coaches)	52	57
Ground staff	8	8
Administration and commercial	28	23
	<u>88</u>	<u>88</u>

#### 4.3 Directors' remuneration

	<u>1995</u> £	<u>1994</u> £
Other emoluments	198,358	176,100
Pension contributions	18,744	9,878
	<u>£ 217,102</u>	<u>£ 185,978</u>

Further details, excluding pension contributions:

Chairman	£ 1,807	£ 3,704
Highest paid director	£ 157,865	£ 133,039

Other directors' emoluments fell within the following ranges:

	<u>No.</u>	<u>No.</u>
£Nil - £5,000	1	1
£35,001 - £40,000	1	1

#### 4.4 Directors' Interests

Mr K.W. Bates has an interest in a material contract between the company and Mayflower Securities Limited. During the year ended 30th June 1995 the company expended £177,252 in respect of publicity and promotion of the company's business, under the principal terms of the contract.

## Chelsea Football Club Limited

### Notes to the Accounts

#### 5. Net Transfer Fees and Excess Rent

Net transfer fees comprise payments to and receipts from other football clubs in respect of the transfer of players and managers, plus league levies and termination payments to players and managers. The current year also includes a receipt from the company's insurers in respect of a player who retired through injury.

Rent comprises the excess rent over and above the basic stadium rent. As the Stadium is developed in future years the company will no longer need the use of the peripheral sites which will be surrendered to fellow subsidiaries for redevelopment.

#### 6. Interest Payable

	<u>1995</u> £	<u>1994</u> £
On amounts wholly repayable within five years:		
Bank overdrafts and other loans	128,329	81,642
Hire purchase contracts and finance leases	208,546	-
	<u>£336,875</u>	<u>£ 81,642</u>

#### 7. Taxation

No liability to corporation tax arises for this or the previous year due to losses incurred in prior years, and also due to the availability of group relief.

# Chelsea Football Club Limited

## Notes to the Accounts

### 8. Tangible Fixed Assets

	Short Leasehold Property £	Computers £	Fixtures & Equipment £	Total £
<b>Cost or valuation:</b>				
At 1st July 1994	9,329,169	48,514	206,944	9,584,627
Additions	5,993,413	50,349	176,235	6,219,997
Revaluation	2,094,357	-	-	2,094,357
At 30th June 1995	<u>£17,416,939</u>	<u>£ 98,863</u>	<u>£ 383,179</u>	<u>£17,898,981</u>
<b>Depreciation:</b>				
At 1st July 1994	-	24,202	33,516	57,718
Charge for year	-	24,715	38,317	63,032
At 30th June 1995	<u>£ -</u>	<u>£ 48,917</u>	<u>£ 71,833</u>	<u>£ 120,750</u>
Net book value at 30th June 1995	<u>£17,416,939</u>	<u>£ 49,946</u>	<u>£ 311,346</u>	<u>£17,778,231</u>
Net book value at 30th June 1994	<u>£ 9,329,169</u>	<u>£ 24,312</u>	<u>£ 173,428</u>	<u>£ 9,526,909</u>

The net book value of fixed assets includes £3,366,517 in respect of assets held under finance leases and hire purchase contracts.

Short leasehold land and buildings comprises:

Stadium at valuation	17,310,000
Assets in course of construction at cost	106,939
	<u>£17,416,939</u>

The open market value of the company's leasehold interest in the stadium, calculated on a depreciated replacement cost basis, was valued as at 30th June 1995 by Chesterton International plc, Chartered Surveyors, in accordance with the statement of asset valuation practice and guidance notes of the Royal Institute of Chartered Surveyors.

Comparable amounts determined in accordance with the historical cost convention:

	Short Leasehold Property £
Historical cost at 30th June 1995	11,053,242
Accumulated historical depreciation	(194,134)
Net historical cost	<u>£10,859,108</u>

**Chelsea Football Club Limited****Notes to the Accounts****9. Debtors**

	<u>1995</u> £	<u>1994</u> £
Trade debtors	1,971,543	1,685,992
Other debtors	59,506	619,455
Prepayments and costs in advance	181,452	147,712
	<u>£2,212,501</u>	<u>£2,453,159</u>

Included in the above are the following in respect of amounts due outside one year:

Other debtors	13,000	-
	<u>£ 13,000</u>	<u>£ -</u>

**10. Creditors - Amounts Falling Due Within One Year**

	<u>1995</u> £	<u>1994</u> £
Bank loans and overdrafts (note 13)	844,477	-
Trade creditors	487,736	3,330,337
Taxes and social security costs	518,004	256,363
Obligations under hire purchase contracts and finance leases (note 13)	537,637	-
Loan from director (note 13)	2,500,000	2,229,375
Other creditors	248,153	148,943
Advance income 1995/96	1,827,678	1,639,292
Accruals	450,144	150,955
	<u>£ 7,413,829</u>	<u>£7,755,265</u>

**11. Creditors - Amounts Falling Due After More Than One Year**

	<u>1995</u> £	<u>1994</u> £
Obligations under hire purchase contracts and finance leases (note 13)	2,358,971	-
Amounts owed to group undertakings		
Stadium development loan from parent company	1,593,088	3,872,664
	<u>£3,952,059</u>	<u>£3,872,664</u>



## Chelsea Football Club Limited

### Notes to the Accounts

#### 12. Football Trust grants

Grants from the Football Trust totalling £2,600,000 (1994 £638,914) are receivable to date in connection with the completed North Stand development.

#### 13. Borrowings and secured liabilities

	<u>1995</u> £	<u>1994</u> £
The aggregate borrowings of the company amounted to:		
Bank loans and overdrafts	844,477	-
Obligations under hire purchase contracts and finance leases	2,896,608	-
Loan from director	2,500,000	2,229,375
	<u>£6,241,085</u>	<u>£2,229,375</u>

Which are repayable as follows:

Within one year or on demand:

Bank loans and overdrafts	844,477	-
Obligations under hire purchase contracts and finance leases	537,637	-
Loan from director	2,500,000	2,229,375
	<u>3,882,114</u>	<u>2,229,375</u>

Between two and five years:

Obligations under hire purchase contracts and finance leases	2,358,971	-
	<u>£6,241,085</u>	<u>£2,229,375</u>

The obligations under hire purchase contracts and finance leases are secured by the related leased assets.

The bank overdraft is secured by a debenture dated 26th April 1995 giving fixed and floating charges over the undertaking and all property and assets, present and future.

The loan of £2,500,000 advanced by Mr. M.C. Harding is secured by a legal charge over monies held in a bank account for the purpose of repayment of the loan. At 30th June 1995 the amount secured was £1,087,500.

# Chelsea Football Club Limited

## Notes to the Accounts

### 14. Deferred Taxation

Analysis of provision made and amount unprovided, calculated at 33% (1994 33%):

	<u>1995 Provided</u>	<u>1995 Not Provided</u>	<u>1994 Provided</u>	<u>1994 Not Provided</u>
	£	£	£	£
Capital allowances in advance of depreciation	-	782,079	-	35,846
Taxation Losses	-	(684,596)	-	(934,122)
Other timing differences	-	-	-	-
	-	97,483	-	(898,276)
Property revaluations	-	2,336,225	-	1,749,000
	<u>£ -</u>	<u>£2,433,708</u>	<u>£ -</u>	<u>£ 850,724</u>

### 15. Share Capital

	<u>Authorised</u>	<u>Allotted, Issued and fully paid</u>	
	£	<u>1995 £</u>	<u>1994 £</u>
1,000,000 Ordinary shares of £1 each	<u>£1,000,000</u>		
100 Ordinary shares of £1 each		<u>£100</u>	<u>£100</u>

# Chelsea Football Club Limited

## Notes to the Accounts

### 16. Movement on Reserves and Reconciliation of Movements in Shareholders' Funds

	Cost of current playing staff £	Profit & Loss Account £	Revalu- ation Reserve £	Total Reserves £
At 1st July 1993	(4,434,708)	3,275,338	4,269,341	3,109,971
Attributable to the shareholders	(6,771,450)	5,409,143	-	(1,362,307)
At 1st July 1994	(11,206,158)	8,684,481	4,269,341	1,747,664
Property revaluation		-	2,094,357	2,094,357
Attributable to the shareholders	(1,476,300)	4,861,662	-	3,385,362
At 30th June 1995	<u>£(12,682,458)</u>	<u>£13,556,143</u>	<u>£ 6,363,698</u>	<u>£ 7,237,383</u>

The aggregate amount of shareholders funds are analysed as:

	<u>1995</u> £	<u>1994</u> £
Share capital	100	100
Reserves	<u>7,237,383</u>	<u>1,747,664</u>
Equity Interests	<u>£ 7,237,483</u>	<u>£ 1,747,764</u>

# Chelsea Football Club Limited

## Notes to the Accounts

### 17. Notes to the Cash Flow Statement

#### 17.1 Reconciliation of operating profit to net cash inflow from operating activities

	<u>1995</u> £	<u>1994</u> £
Operating profit	4,100,001	2,884,564
Depreciation charges	63,032	31,827
Movement in debtors	240,658	(1,325,869)
Movement in creditors	(1,185,913)	4,735,551
<b>Net cash inflow from operating activities</b>	<b>£ 3,217,778</b>	<b>£ 6,326,073</b>

#### 17.2 Analysis of changes in cash and cash equivalents during the year

	<u>1995</u> £	<u>1994</u> £
Balance at 1st July 1994	2,067,539	(201,015)
Net cash outflow	(1,587,350)	2,268,554
<b>Balance at 30th June 1995</b>	<b>£ 480,189</b>	<b>£ 2,067,539</b>

#### 17.3 Analysis of changes in cash and cash equivalents during the year as shown in the balance sheet

	<u>1995</u> £	<u>1994</u> £	<u>Change</u> <u>in year</u> £
Cash at bank and in hand	1,324,666	2,067,539	(742,873)
Bank overdrafts	(844,477)	-	(844,477)
	<u>£ 480,189</u>	<u>£ 2,067,539</u>	<u>£(1,587,350)</u>

#### 17.4 Analysis of changes in financing during the year

	<u>Advance</u> <u>Income</u>	<u>Parent</u> <u>Company</u>	<u>Hire Purchase</u> <u>and Finance</u> <u>Leases</u>
Balance at 1st July 1994	33,000	3,872,664	-
Cash (outflow)/inflow	79,027	(2,279,576)	2,358,971
<b>Balance at 30th June 1995</b>	<b>£ 112,027</b>	<b>£ 1,593,088</b>	<b>£ 2,358,971</b>

## Chelsea Football Club Limited

### Notes to the Accounts

#### 18. Commitments and Contingent Liabilities

##### 18.1 Commitments Under Operating Leases

At 30th June 1995 the company was committed to making the following payments during the forthcoming year in respect of non-cancellable operating leases:

	<u>Land &amp; Buildings</u> £	<u>Equipment &amp; Vehicles</u> £
On contracts expiring:		
Within one year	-	-
Within two to five years	-	-
Outside five years	470,625	-
	<u>£470,625</u>	<u>-</u>

##### 18.2 Capital Commitments

At 30th June 1995 capital expenditure commitments were as follows:

	<u>1995</u> £	<u>1994</u> £
Contracted but not provided in the accounts	348,727	5,261,917
Authorised by the directors but not contracted for	<u>Nil</u>	<u>Nil</u>

##### 18.3 Pension Costs

The company contributes to pension schemes providing benefits based both upon contributions made and upon final salary. Both schemes are administered by The Football League Limited. The company also contributes to other schemes providing benefits based upon contributions made. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge of £84,238 (1994 - £29,510) is payable to these funds.

##### 18.4 Contingent Liabilities

The company has a contingent liability in respect of the site leasing commitments of its holding company, Chelsea Village Limited. This has been secured by a deed of assignment over all monies whatsoever payable to the assignor. No sums were outstanding at 30th June 1995.

The company has guaranteed the bank loans and overdrafts of its holding company and fellow subsidiary undertakings. The amount covered by this guarantee at 30th June 1995 was £665,813.

## Chelsea Football Club Limited

### Notes to the Accounts

#### 19. Transactions with Directors

Loans to directors:

	<u>Y. S. Todd</u> £
Liability at 1st July 1994	£ Nil
Maximum liability during the year	£ 6,000
Liability at 30th June 1995	£ 5,000

No interest is payable on this loan, which is included in other debtors. £2,000 is repayable within the next year, the remainder being due for repayment in the eighteen months following.

#### 20. Ultimate Holding Company

The directors consider the ultimate holding company to be Chelsea Village Limited, registered in England and Wales.