

Registered number 04273743

CFC 2001 LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

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CFC 2001 LIMITED

COMPANY INFORMATION

DIRECTORS

B W Hubbard (resigned 1 July 2012)
M L Warner
A D Walters
D C Jones
C M Breeze
J Croot
P R Taylor
D E D Allen
A M Carson
K A Goodall (appointed 1 July 2012)

COMPANY SECRETARY

A D Walters

COMPANY NUMBER

04273743

REGISTERED OFFICE

Proact Stadium
1866 Sheffield Road
Chesterfield
Derbyshire
S41 8NZ

AUDITORS

Shorts
Chartered Accountants & Registered Auditor
2 Ashgate Road
Chesterfield
S40 4AA

BANKERS

Barclays Bank Plc

Lloyds TSB Bank Plc

CFC 2001 LIMITED

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CFC 2001 LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2012

The directors present their report and the financial statements for the year ended 30 June 2012

PRINCIPAL ACTIVITIES

The principal activity of the company in the year under review was that of a Football League Club

BUSINESS REVIEW

The 2011/12 season was one of mixed fortunes on the field. After the previous year's success expectations were for a season of consolidation in League One, but league performances were disappointing and this resulted in the Club being relegated back to League Two. However, the Club reached the final of the Johnstones Paint Trophy and in front of a crowd of almost 50,000 won the trophy with a victory over the much fancied Swindon Town. The ancillary activities associated with the Club all made substantial financial contributions to support the football activity and the conference and banqueting facilities continued to receive much praise from the many diverse clientele it attracted. At the end of the season the Club played host to the largest concert ever staged in Chesterfield and North Derbyshire when Elton John played in front of over 14,000 fans. This was financially successful and the Club are looking to build on this success by hosting more concerts in the future.

As shown in the company's profit and loss account, turnover of the Club has increased from £5.80m in the prior year to £6.35m, an increase of 9.38%, with an operating surplus before interest of £422,000 (2011 - £345,000). After interest charges a profit of £80,000 was recorded compared with a loss of £22,000 in the prior year. The balance sheet total has improved from £3.15m in the prior year to £3.23m at 30 June 2012 as a result of the small profit achieved in the year. The company's financial position has therefore remained stable during the year.

The results for the year and the financial position of the company are shown in the annexed financial statement.

RESULTS

The profit for the year, after taxation, amounted to £80,559 (2011 - loss £22,377).

EVENTS SINCE THE END OF THE YEAR

There are no significant events that impact upon these accounts that have occurred since the end of the financial year.

FUTURE DEVELOPMENTS

The Club will continue with its long term aim of providing the highest possible playing budget to the football management team without compromising the long term future of the Club. The non-footballing activities will continue to form a large part of the financial stability towards this goal.

RISK MANAGEMENT

The Board recognise that the business of running a football club has to be carefully managed. The cost base of any football club remains relatively fixed in the short term and so it is important to maintain a level of income from both on and off the pitch to ensure financial stability. In addition, the Club strives to maintain and improve upon its league position in order to avoid relegation which is a key risk to which all clubs are exposed. The Club manages these risks by ensuring that the Club develops its playing squad in the context of the league in which it plays whilst keeping in mind the company's financial constraints, and by seeking to maximise the company's income from off the pitch commercial activities such as conference and banqueting operations.

CFC 2001 LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2012

DIRECTORS

The directors who served during the year were

B W Hubbard (resigned 1 July 2012)
M L Warner
A D Walters
D C Jones
C M Breeze
J Croot
P R Taylor
D E D Allen
A M Carson

QUALIFYING THIRD PARTY INDEMNITY PROVISIONS

The directors have been granted a qualifying third party indemnity provision under section 234 of the Companies Act 2006. This indemnity does not provide cover in the event of a director being proven to have acted fraudulently or dishonestly.

DIRECTORS' RESPONSIBILITIES STATEMENT

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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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,
- 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 company's transactions and 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 2006. 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.

DISABLED EMPLOYEES

The Company gives full consideration to applications for employment from disabled persons where the requirements of the job can be adequately fulfilled by a handicapped or disabled person. Where existing employees become disabled, it is the company's policy wherever practicable to provide continuing employment under normal terms and conditions and to provide training and career development and promotion to disabled employees wherever appropriate.

CFC 2001 LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2012**

EMPLOYEE INVOLVEMENT

Employees are made aware of the financial and economic factors affecting the achievements of the company and the way in which their personal contributions are of fundamental importance to the future success of the football Club

PROVISION OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, Shorts, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

This report was approved by the board on 30 November 2012 and signed on its behalf



A D Walters
Secretary

CFC 2001 LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CFC 2001 LIMITED

We have audited the financial statements of CFC 2001 Limited for the year ended 30 June 2012, set out on pages 6 to 19. 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 Chapter 3 of Part 16 of the Companies Act 2006. 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 Auditors' 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 AUDITORS

As explained more fully in the Directors' responsibilities statement, 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 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 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 Directors' report to identify material inconsistencies with the audited financial statements. 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 company's affairs as at 30 June 2012 and of its 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 Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

CFC 2001 LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CFC 2001 LIMITED

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

Harold Freeman

H K FREEMAN (Senior statutory auditor)

for and on behalf of
Shorts

Chartered Accountants
Registered Auditor

2 Ashgate Road
Chesterfield
S40 4AA

5 December 2012

CFC 2001 LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2012**

	Note	2012 £	2011 £
TURNOVER	1,2	6,348,724	5,804,119
Cost of sales		<u>(650,143)</u>	<u>(661,557)</u>
GROSS PROFIT		5,698,581	5,142,562
Administrative expenses		(5,327,738)	(4,848,691)
Other operating income	3	<u>51,069</u>	<u>51,069</u>
OPERATING PROFIT	4	421,912	344,940
Interest receivable and similar income		1,399	-
Interest payable and similar charges	8	<u>(342,752)</u>	<u>(367,317)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		80,559	(22,377)
Tax on profit/(loss) on ordinary activities	9	<u>-</u>	<u>-</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	18	<u>80,559</u>	<u>(22,377)</u>

All amounts relate to continuing operations

There were no recognised gains and losses for 2012 or 2011 other than those included in the Profit and loss account

The notes on pages 9 to 19 form part of these financial statements

CFC 2001 LIMITED
REGISTERED NUMBER 04273743

BALANCE SHEET
AS AT 30 JUNE 2012

	Note	£	2012 £	£	2011 £
FIXED ASSETS					
Intangible assets	10		38,182		-
Tangible assets	11		13,554,754		14,966,713
			<u>13,592,936</u>		<u>14,966,713</u>
CURRENT ASSETS					
Stocks	12	23,898		39,915	
Debtors	13	420,179		503,413	
Cash at bank and in hand		57,717		191,280	
		<u>501,794</u>		<u>734,608</u>	
CREDITORS amounts falling due within one year	14	(5,890,672)		(7,290,701)	
NET CURRENT LIABILITIES			<u>(5,388,878)</u>		<u>(6,556,093)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>8,204,058</u>		<u>8,410,620</u>
CREDITORS amounts falling due after more than one year	15		(2,527,565)		(2,763,617)
ACCRUALS AND DEFERRED INCOME	16		(2,451,304)		(2,502,373)
NET ASSETS			<u>3,225,189</u>		<u>3,144,630</u>
CAPITAL AND RESERVES					
Called up share capital	17		5,000,000		5,000,000
Profit and loss account	18		(1,774,811)		(1,855,370)
SHAREHOLDERS' FUNDS	19		<u>3,225,189</u>		<u>3,144,630</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 30 November 2012

D E D Allen
Director

D C Jones
Director

The notes on pages 9 to 19 form part of these financial statements

CFC 2001 LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012**

	Note	2012 £	2011 £
Net cash flow from operating activities	20	(1,259,299)	(513,843)
Returns on investments and servicing of finance	21	(341,353)	(367,317)
Capital expenditure and financial investment	21	1,274,455	(652,388)
CASH OUTFLOW BEFORE FINANCING		(326,197)	(1,533,548)
Financing	21	475,225	732,299
INCREASE/(DECREASE) IN CASH IN THE YEAR		149,028	(801,249)

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 30 JUNE 2012**

	2012 £	2011 £
Increase/(Decrease) in cash in the year	149,028	(801,249)
Cash inflow from increase in debt and lease financing	(475,225)	(604,539)
MOVEMENT IN NET DEBT IN THE YEAR	(326,197)	(1,405,788)
Net debt at 1 July 2011	(6,633,743)	(5,227,955)
NET DEBT AT 30 JUNE 2012	(6,959,940)	(6,633,743)

The notes on pages 9 to 19 form part of these financial statements

CFC 2001 LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

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

1.2 Turnover

The turnover shown in the profit & loss account represents income arising during the year from all sources, exclusive of Value Added Tax and is recognised at the point of delivery

1.3 Transfer fees

Transfer fees received are credited to the profit and loss account in full in the year the transfer is completed. Transfer fees paid are capitalised and written off over the term of the player's contract

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Freehold Land and Buildings	-	2% straight line
Long Term Leasehold Property	-	10% straight line
Plant and machinery	-	20% reducing balance
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	10% reducing balance

1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

1 ACCOUNTING POLICIES (continued)

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are discounted

1.8 Ground improvement levy

Amounts in respect of the ground improvement levy are included within other debtors on the balance sheet to the extent that the Directors consider the levy to be recoverable

1.9 Grants receivable.

Grants receivable in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful economic life of the assets to which they relate. Grants receivable of a revenue nature are credited to the profit and loss account in the period to which they relate

1.10 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 company after deducting all of its liabilities

2. TURNOVER

All turnover arose within the United Kingdom

3. OTHER OPERATING INCOME

	2012 £	2011 £
Amortisation of grants receivable	<u>51,069</u>	<u>51,069</u>

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

4. OPERATING PROFIT

The operating profit is stated after charging

	2012 £	2011 £
Amortisation - intangible fixed assets	31,818	21,333
Depreciation of tangible fixed assets		
- owned by the company	145,155	133,836
- held under finance leases	19,687	12,602
	<u>195,660</u>	<u>167,771</u>

5. AUDITORS' REMUNERATION

	2012 £	2011 £
Fees payable to the company's auditor for the audit of the company's annual accounts	3,825	3,750
	<u>3,825</u>	<u>3,750</u>

6. STAFF COSTS

Staff costs, including directors' remuneration, were as follows

	2012 £	2011 £
Wages and salaries	3,250,345	2,959,440
Social security costs	289,737	270,719
Other pension costs	13,751	12,838
	<u>3,553,833</u>	<u>3,242,997</u>

The average monthly number of employees, including the directors, during the year was as follows

	2012 No.	2011 No.
Number of management, players and coaches	64	63
Number of administrative, commercial, conference and banqueting and community staff	104	95
Number of matchday staff	100	105
	<u>268</u>	<u>263</u>

7. DIRECTORS' REMUNERATION

	2012 £	2011 £
Emoluments	70,000	46,667
	<u>70,000</u>	<u>46,667</u>

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

8 INTEREST PAYABLE

	2012 £	2011 £
On loans	338,270	364,325
On finance leases and hire purchase contracts	4,482	2,992
	<u>342,752</u>	<u>367,317</u>

9. TAXATION

No liability to UK corporation tax arose on ordinary activities for the year ended 30 June 2012 nor for the year ended 30 June 2011

Factors affecting tax charge for the year

The tax assessed for the year is as set out below

	2012 £	2011 £
Profit/loss on ordinary activities before tax	<u>80,559</u>	<u>(22,377)</u>
Profit/loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2011 - 21%)	16,112	(4,699)
Effects of		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	(13,974)	5,028
Capital allowances for year in excess of depreciation	(12,774)	(36,402)
Unrelieved tax losses carried forward	10,636	36,073
	<u>-</u>	<u>-</u>
Current tax charge for the year (see note above)	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

At 30 June 2012, the company had tax losses of £1,854,300 (2011 - £1,686,192) to carry forward to utilise against taxable profits arising in future periods. No deferred tax asset has been recognised in these financial statements due to the uncertainty as to when these tax losses might be utilised.

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

10. INTANGIBLE FIXED ASSETS

	Player registrations £
Cost	
At 1 July 2011	50,000
Additions	70,000
At 30 June 2012	<u>120,000</u>
Amortisation	
At 1 July 2011	50,000
Charge for the year	31,818
At 30 June 2012	<u>81,818</u>
Net book value	
At 30 June 2012	<u><u>38,182</u></u>
At 30 June 2011	<u><u>-</u></u>

The cost of players' registrations is capitalised and amortised evenly over the period of the respective players' contract. A provision for impairment is made where in the opinion of the directors, the carrying value of a player's registration exceeds the amount recoverable through use or sale.

11. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Long Term Leasehold Property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost						
At 1 July 2011	14,602,251	-	28,435	71,700	680,462	15,382,848
Additions	284,564	111,279	5,494	48,253	10,605	460,195
Disposals	(1,916,176)	-	-	(12,999)	-	(1,929,175)
At 30 June 2012	<u>12,970,639</u>	<u>111,279</u>	<u>33,929</u>	<u>106,954</u>	<u>691,067</u>	<u>13,913,868</u>
Depreciation						
At 1 July 2011	279,606	-	18,038	26,705	91,786	416,135
Charge for the year	69,122	11,128	3,177	21,484	59,931	164,842
On disposals	(216,176)	-	-	(5,687)	-	(221,863)
At 30 June 2012	<u>132,552</u>	<u>11,128</u>	<u>21,215</u>	<u>42,502</u>	<u>151,717</u>	<u>359,114</u>
Net book value						
At 30 June 2012	<u><u>12,838,087</u></u>	<u><u>100,151</u></u>	<u><u>12,714</u></u>	<u><u>64,452</u></u>	<u><u>539,350</u></u>	<u><u>13,554,754</u></u>
At 30 June 2011	<u><u>14,322,645</u></u>	<u><u>-</u></u>	<u><u>10,397</u></u>	<u><u>44,995</u></u>	<u><u>588,676</u></u>	<u><u>14,966,713</u></u>

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

11 TANGIBLE FIXED ASSETS (continued)

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows

	2012 £	2011 £
Motor vehicles	<u>59,060</u>	<u>37,806</u>

12 STOCKS

	2012 £	2011 £
Club shop and catering stock	<u>23,898</u>	<u>39,915</u>

13. DEBTORS

	2012 £	2011 £
Trade debtors	97,712	114,778
Other debtors	322,467	388,635
	<u>420,179</u>	<u>503,413</u>

14. CREDITORS

Amounts falling due within one year

	2012 £	2011 £
Debenture loans	4,466,958	3,765,893
Bank loans and overdrafts	-	282,591
Net obligations under finance leases and hire purchase contracts	23,134	12,922
Trade creditors	246,346	1,902,049
Social security and other taxes	70,652	73,178
Other creditors	1,083,582	1,254,068
	<u>5,890,672</u>	<u>7,290,701</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

	2012 £	2011 £
Debenture loans	4,466,958	3,765,893
Trade creditors	-	1,700,000
Total	4,466,958	5,465,893

15. CREDITORS

Amounts falling due after more than one year

	2012 £	2011 £
Debenture loans	2,491,403	2,738,537
Net obligations under finance leases and hire purchase contracts	36,162	25,080
	2,527,565	2,763,617

Included within the above are amounts falling due as follows

	2012 £	2011 £
Between one and two years		
Debenture loans	248,071	246,958
Between two and five years		
Debenture loans	751,405	747,755
Over five years		
Debenture loans	1,491,927	1,743,824

Creditors include amounts not wholly repayable within 5 years as follows

	2012 £	2011 £
Repayable by instalments	1,491,927	1,743,824

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	2012 £	2011 £
Between one and five years	36,162	25,080

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

	2012 £	2011 £
Debenture loans	<u>2,491,625</u>	<u>2,738,537</u>
16. ACCRUALS AND DEFERRED INCOME		
	2012 £	2011 £
Grants	<u>2,451,304</u>	<u>2,502,373</u>
17. SHARE CAPITAL		
	2012 £	2011 £
Allotted, called up and fully paid		
5,000,000 Ordinary shares of £1 each	<u>5,000,000</u>	<u>5,000,000</u>
18. RESERVES		
		Profit and loss account £
At 1 July 2011		(1,855,370)
Profit for the year		80,559
At 30 June 2012		<u>(1,774,811)</u>
19 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS		
	2012 £	2011 £
Opening shareholders' funds	3,144,630	3,039,247
Profit/(loss) for the year	80,559	(22,377)
Shares issued during the year	-	127,760
Closing shareholders' funds	<u>3,225,189</u>	<u>3,144,630</u>

CFC 2001 LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012**

20. NET CASH FLOW FROM OPERATING ACTIVITIES

	2012 £	2011 £
Operating profit	421,912	344,940
Amortisation of intangible fixed assets	31,818	21,333
Depreciation of tangible fixed assets	164,842	146,438
(Profit)/loss on disposal of tangible fixed assets	(97,338)	5,506
Government grants	(51,069)	(51,069)
Decrease/(increase) in stocks	16,017	(32,392)
Decrease/(increase) in debtors	83,234	(3,483)
Decrease in creditors	(1,828,715)	(945,116)
Net cash outflow from operating activities	(1,259,299)	(513,843)

21 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2012 £	2011 £
Returns on investments and servicing of finance		
Interest received	1,399	-
Interest paid	(338,270)	(364,325)
Hire purchase interest	(4,482)	(2,992)
Net cash outflow from returns on investments and servicing of finance	(341,353)	(367,317)

	2012 £	2011 £
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(70,000)	-
Purchase of tangible fixed assets	(460,195)	(663,887)
Sale of tangible fixed assets	1,804,650	11,499
Net cash inflow/(outflow) from capital expenditure	1,274,455	(652,388)

	2012 £	2011 £
Financing		
Issue of ordinary shares	-	127,760
Purchase of debenture loans	453,931	587,427
New finance leases	21,294	17,112
Net cash inflow from financing	475,225	732,299

CFC 2001 LIMITED

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22. ANALYSIS OF CHANGES IN NET DEBT

	1 July 2011 £	Cash flow £	Other non-cash changes £	30 June 2012 £
Cash at bank and in hand	191,280	(133,563)	-	57,717
Bank overdraft	(282,591)	282,591	-	-
	<u>(91,311)</u>	<u>149,028</u>	<u>-</u>	<u>57,717</u>
Debt				
Debts due within one year	(3,778,815)	(475,225)	(236,052)	(4,490,092)
Debts falling due after more than one year	(2,763,617)	-	236,052	(2,527,565)
	<u>(6,633,743)</u>	<u>(326,197)</u>	<u>-</u>	<u>(6,959,940)</u>
Net debt				

23. RELATED PARTY TRANSACTIONS

The company was under the control of Mr D E D Allen during the current and previous year Mr D E D Allen is a director and major shareholder

Included in creditors due within one year and after more than one year are secured loans from the company's Directors as follows

	Balance at 1st July 2011 £	Loan Advances £	Amounts Repaid £	Balance at 30 June 2012 £
B W Hubbard	300,000	-	-	300,000
M L Warner	220,000	-	-	220,000
A D Walters	170,000	-	-	170,000
P R Taylor	95,000	-	-	95,000
D C Jones	35,000	-	-	35,000
C M Breeze	70,000	-	-	70,000
D E D Allen	1,700,000	1,000,000	(300,000)	2,400,000

Interest is payable on the above loans at a rate of 5.00% (2011 - 5.00%) per annum with no fixed date for repayment

CFC 2001 LIMITED

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Also included in creditors due within one year and after more than one year are secured loans from The A & S Leisure Group Limited, of which D E D Allen has a controlling interest, and DCJ Group Insurance and Risk Management Limited, of which D C Jones and C M Breeze have a controlling interest, as follows

	Balance at 1st July 2011 £	Loan Advances £	Amounts Repaid £	Balance at 30th June 2012 £
The A & S Leisure Group Limited	2,000,000	-	(222,222)	1,777,778
DCJ Group Insurance and Risk Management Limited	750,000	-	-	750,000

Interest is payable on the above loans at a rate of 5.00% (2011 - 5.00%) per annum. The loan from The A & S Leisure Group Limited is repayable in nine annual instalments of £222,222 beginning on 31 December 2011, with a final date for repayment of 31 December 2019. The loan from DCJ Group Insurance and Risk Management Limited has no fixed date for repayment.

The aggregate amount of interest paid during the year in respect of all of the loans from related parties was £281,544 (2011 - £245,609).

During the year the company incurred expenditure amounting to £48,990 (2011 - £27,149) on behalf of CFC In The Community, a charitable company of which both J Croot and A D Walters are trustees. Included within debtors as at 30 June 2012 is an amount due to the company from CFC In The Community amounting to £76,139 (2011 - £27,149).

Also during the year, the company was charged expenses from the following companies of which certain related parties have a controlling interest, exercise significant influence or are key members of the management team:

Addooco IT Limited

A company in which R Walters, the son of A D Walters has a controlling interest. The company was charged for expenditure amounting to £126,235 (2011 - £260,539). At 30 June 2012 the amount due to the related party was £19,767 (2011 - £nil).

Ideal Cleaning Services Limited

A company in which P R Taylor is the managing director. The company was charged for expenditure amounting to £50,142 (2011 - £48,093). At 30 June 2012 the amount due to the related party was £8,674 (2011 - £6,402).

DCJ Group Insurance and Risk Management Limited

A company in which both D C Jones and C M Breeze together have a controlling interest. The company was charged for expenditure amounting to £7,244 (2011 - £50,992). There was no amount due to the related party as at 30 June 2012 (2011 - £nil).