

Company registration number 00189754 (England and Wales)

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

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YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

BALANCE SHEET

AS AT 30 JUNE 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	4		94,408		1,070,514
Current assets					
Stocks		19,756		46,500	
Debtors	5	1,582,188		381,358	
Cash at bank and in hand		55,597		138,042	
		<u>1,657,541</u>		<u>565,900</u>	
Creditors: amounts falling due within one year	6	<u>(956,859)</u>		<u>(1,084,436)</u>	
Net current assets/(liabilities)			700,682		(518,536)
Total assets less current liabilities			<u>795,090</u>		<u>551,978</u>
Creditors: amounts falling due after more than one year	7		<u>(1,059,453)</u>		<u>(905,099)</u>
Net liabilities			<u>(264,363)</u>		<u>(353,121)</u>
Capital and reserves					
Called up share capital			1,707,214		1,707,214
Revaluation reserve	8		-		164,491
Profit and loss reserves			<u>(1,971,577)</u>		<u>(2,224,826)</u>
Total equity			<u>(264,363)</u>		<u>(353,121)</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 June 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2022

The financial statements were approved by the board of directors and authorised for issue on 29 June 2023 and are signed on its behalf by:

M Hellier
Director

Company Registration No. 00189754

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

Company information

Yeovil Football & Athletic Club Limited (The) is a private company limited by shares incorporated in England and Wales. The registered office is Huish Park, Lufton Way, YEOVIL, Somerset, BA22 8YF.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the reporting date the company's balance sheet reflects a net liabilities position. However, included within current liabilities is £368,283 owed to the parent company, Yeovil Town Holdings Limited, which will not be required to be repaid until such a time as the company has sufficient cash reserves to allow this.

Despite the underlying operating loss realised during the year now being reported, the newly appointed directors are firmly of the opinion that the company will have adequate resources to meet its obligations as they fall due. The directors have reviewed likely future developments in light of their plans and the new majority shareholder's commitment to support the club financially. As such the going concern basis of accounting in preparing the financial statements is considered wholly appropriate.

1.3 Turnover

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

Revenue relating to participation in the national league is recognised in full in relation to the particular football season to which it relates, providing the amount of 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.

Revenue from other ancillary sources is recognised on an event by event basis as and when the services or other activities have contractually completed.

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Player contracts	Life on initial contract
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1.5 Tangible fixed assets

With the exception of freehold land and buildings, tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Upon adoption of FRS102, the company elected to apply the applicable provisions to carry freehold land and buildings at deemed cost and subsequently measure at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings Freehold	Straight line over useful life of buildings
Plant and machinery	15% Reducing balance
Fixtures, fittings & equipment	20 - 33.3% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of cost and replacement cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year. The assets of the scheme are held separately from those of the company in an independently administered fund.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

1.13 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Government grants received in relation to the UK job retention scheme along with other COVID-19 related grants are recognised in other income.

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2022 Number	2021 Number
Total	120	65

3 Intangible fixed assets

Player contracts

	£
Cost	
At 1 July 2021 and 30 June 2022	23,000
Amortisation and impairment	
At 1 July 2021 and 30 June 2022	23,000
Carrying amount	
At 30 June 2022	-
At 30 June 2021	-

4 Tangible fixed assets

	Land and buildings Freehold	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 July 2021	1,719,227	599,998	284,524	2,603,749
Additions	-	2,425	650	3,075
Disposals	(1,719,227)	(3,932)	-	(1,723,159)
At 30 June 2022	-	598,491	285,174	883,665
Depreciation and impairment				
At 1 July 2021	762,474	497,613	273,148	1,533,235
Depreciation charged in the year	36,089	15,389	3,107	54,585
Eliminated in respect of disposals	(798,563)	-	-	(798,563)
At 30 June 2022	-	513,002	276,255	789,257
Carrying amount				
At 30 June 2022	-	85,489	8,919	94,408
At 30 June 2021	956,753	102,385	11,376	1,070,514

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

4 Tangible fixed assets (Continued)

During the year the company sold its freehold land and buildings. On the same day the company entered into a lease back arrangement with an annual rental charge of £195,000 per annum, with a rent free period for the first year.

The company has retained the option to repurchase the land and buildings from the existing owners, with that option lapsing on 17th May 2026.

5 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	36,690	80,281
Other debtors	1,545,498	301,077
	<u>1,582,188</u>	<u>381,358</u>

6 Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans	8,027	10,000
Trade creditors	302,523	215,527
Amounts owed to group undertakings	368,283	582,950
Taxation and social security	86,565	38,986
Other creditors	191,461	236,973
	<u>956,859</u>	<u>1,084,436</u>

Bank loans of £8,027 (2021: £10,000) included above represent a Bounce Back Loan which is guaranteed by the UK government.

7 Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans and overdrafts	1,052,688	729,234
Other creditors	6,765	175,865
	<u>1,059,453</u>	<u>905,099</u>

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

7 Creditors: amounts falling due after more than one year (Continued)

Included within other creditors is an amount of £nil (2021: £167,046) for deferred income in respect of grants receivable for the funding of various historic ground improvements. This funding was previously being released to the profit and loss account over a period not in excess of 50 years, in keeping with the company's depreciation policy for the related assets. However, given the sale of the land and buildings during this financial year, the entire remaining balance has been taken to the profit and loss account.

Also included within other creditors are hire purchase liabilities of £6,765 (2021: £8,819) which are secured over the assets to which they relate.

Included within bank loans and overdrafts is £38,204 (2021: £39,167) of Bounce Back Loan, which is guaranteed by the UK government. The remaining £1,014,484 (2021: £690,067) represents a loan issued by the English Sports Council which is repayable over a 20 year term and is secured by way of a floating charge over all of the assets of the company.

Creditors which fall due after five years are as follows:	2022 £	2021 £
Payable by instalments	930,638	639,442

8 Revaluation reserve

	2022 £	2021 £
At the beginning of the year	164,491	168,560
Transfer to retained earnings	(164,491)	(4,069)
At the end of the year	-	164,491

9 Financial commitments, guarantees and contingent liabilities

The company may pay, under transfer agreements, further amounts to other clubs in respect of players already transferred, whether that be in relation to future first team appearances for Yeovil Town FC or future transfers to other football clubs. However, no reliable estimate can be made of the likelihood of these circumstances coming to fruition and therefore no recognition of potential future cost is included in these financial statements.

The company may receive, under transfer agreements, further amounts of profit for players already transferred. however, no reliable estimate can be made on the likelihood of these players being transferred or their potential transfer values, and therefore no recognition of potential future profit is included in these financial statements.

10 Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2022 £	2021 £
	585,000	-

YEOVIL FOOTBALL & ATHLETIC CLUB LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

11 Related party transactions

The following amounts were outstanding at the reporting end date:

	2022	2021
Amounts due from related parties	£	£
Entities with control, joint control or significant influence over the company	1,441,902	199,401
	<u>1,441,902</u>	<u>199,401</u>

12 Directors' transactions

Dividends totalling £0 (2021 - £0) were paid in the year in respect of shares held by the company's directors.

Description	% Rate	Opening balance	Amounts advanced	Amounts repaid	Closing balance
		£	£	£	£
Directors' Loan Account	-	-	69,016	(50,000)	19,016
		<u>-</u>	<u>69,016</u>	<u>(50,000)</u>	<u>19,016</u>
		<u>-</u>	<u>69,016</u>	<u>(50,000)</u>	<u>19,016</u>

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