

# CPFC 2010 Limited

## REPORT AND FINANCIAL STATEMENTS

for the year ended

30 June 2015

TUESDAY



\*A4ZFH3L6\*

A31

26/01/2016

#134

COMPANIES HOUSE

*Company number 07206409*

# CPFC 2010 Limited

## COMPANY INFORMATION

---

### DIRECTORS

S Parish  
S Browett  
M Long

### SECRETARY

H Jani

### COMPANY NUMBER

07206409 (England and Wales)

### REGISTERED OFFICE

Selhurst Park Stadium  
Holmesdale Road  
London SE25 6PU

### AUDITOR

RSM UK Audit LLP  
Chartered Accountants  
25 Farringdon Street  
London EC4A 4AB

# CPFC 2010 Limited

## STRATEGIC REPORT

---

The directors submit their report and the group financial statements of CPFC 2010 Limited for the year ended 30 June 2015.

### BUSINESS REVIEW

It was another successful year on and off the pitch with turnover increasing to over £102m from £90m while the group's trading profit for the year, before taxation, was £7.9m (2014: £23m). The main reason for the reduction in profitability was that further investment was required to acquire and strengthen the squad to remain competitive as well as continued investment on the infrastructure.

Although we did finish in 10<sup>th</sup> position for the 14/15 season, the early part of 2014/15 season was difficult. Tony Pulis unexpectedly resigned just two days before the first game and the club had to find a replacement in a short space of time. Neil Warnock agreed to help and was appointed from the beginning of September. The results and performance of the team were mixed and a further change of manager was deemed necessary. Alan Pardew was appointed on 2<sup>nd</sup> January 2015. There was a marked improvement in the performance and with remarkable away performances, the club eventually finished in the 10<sup>th</sup> position in the Premier League, which was an improvement from 11<sup>th</sup> in 13/14 season.

The club has now been in Premiership for over two years, which is also a new landmark, and the Board has taken all steps it can to ensure that this success continues for the future season.

As stated above our net turnover for the year increased to £102m from £90m in 2014. The breakdown of the turnover is shown in note 1 to the accounts. All areas of our trading have shown steady improvements. Broadcasting revenues from the Premier League depend on the position so we also benefited from that compared to the previous year.

During the year, the club acquired a number of players and the total acquisition costs of new Players in the season was £30.6m as shown in note 8 to the accounts. The club also continues to improve facilities in the stadium and at the Training Ground and a further £3.3m was spent on capital expenditure.

The directors do not recommend the payment of a dividend (2014: £Nil) and all profits are reinvested into the club.

### PRINCIPAL RISKS AND UNCERTAINTIES

All our planning takes into account the group's inherent risks, including the planning for Premiership and Championship football. Relegation would have significant implications for the group's core revenue and the club ensures that it closely monitors costs and keeps within all the guidelines issued by the Premier League on cost controls.

The main risks associated with financial instruments arising from the group's activities are credit risk and liquidity risk. These are monitored by the board of directors and were not considered significant at the balance sheet date.

### FUTURE PLANS

In the August 2014 transfer window the club further strengthened its squad by acquiring four players. Frazier Campbell, Martin Kelly, James McArthur and Ezekiel Fryers. In January 2015, Jordan Mutch, Pape Souare, Wilfred Zaha and Lee Chung were added to the squad. In August 2015, Yohan Cabaye, Alex McCarthy and Connor Wickham were added to the squad. Patrick Bamford is also on season's loan from Chelsea.

John Salako has joined Alan Pardew and Keith Millen to strengthen the coaching squad and we have also recruited a full time doctor, Zafar Iqbal, to head the medical and sports science areas so that wherever possible the recovery and rehab of players is well coordinated.

# CPFC 2010 Limited

## STRATEGIC REPORT


---

The club has signed a new sponsorship deal with Mansion House during the year and the visibility of the club and the sponsors does get a very wide coverage in UK and across the footballing world where Premiership matches are televised.

The club is in the second year kit deal with Macron who provide our strips and their extensive product range has been well received by our fan base.

The facilities at the Training Ground and at the Stadium have been improved further and we now have a new restaurant facility called Legends within our hospitality. The pitch is a Desso construction with undersoil heating and there has been further improvements carried out to pitches both at Selhurst and at the Training Ground.

On behalf of the board



S Parish  
Director

11 November 2015

# CPFC 2010 Limited

## DIRECTORS' REPORT

---

The directors submit their report and the group financial statements of CPFC 2010 Limited for the year ended 30 June 2015.

### PRINCIPAL ACTIVITY

The group's principal activity during the year was that of overseeing the group's football related activities.

The company's principal activity during the year was that of a holding company.

### DIVIDENDS

The directors do not recommend the payment of a dividend (2014: £Nil).

### POST BALANCE SHEET EVENTS

In the post year-end period, the group contracted for the sale and purchase of a number of players. The cost of these purchases was £21,482,000 and the sale proceeds were £7,365,000.

### EMPLOYEES

It is the group's policy to ensure that no employee or job applicant is treated less favourably than another on the grounds of religion, sexual orientation, disability, race, creed, colour, nationality, ethnic or national origins, sex or marital status.

Applications for employment by disabled persons are always fully considered bearing in mind the aptitudes of the applicant concerned. In the event of members of staff becoming disabled every effort is made to ensure that their employment with the group continues and that appropriate training is arranged. It is the policy of the group that the training, career development and promotion of disabled persons should, as far as possible, be identical with that of other employees.

Continued close attention is paid to the health and safety of employees while at work and all employees are provided with appropriate training.

### THIRD PARTY INDEMNITY PROVISION FOR DIRECTORS

Qualifying third party indemnity provision is in place for the benefit of all directors of the group.

### DIRECTORS

The following directors have held office since 1 July 2014:

S Parish  
S Browett  
M Long

### STRATEGIC REPORT

Information is not shown within this Directors' Report as it is instead included within the Strategic Report on pages 2 and 3 under S414c(11).

# CPFC 2010 Limited

## DIRECTORS' REPORT

---

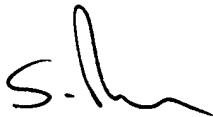
### STATEMENT AS TO DISCLOSURE OF INFORMATION TO THE AUDITOR

The directors who were in office on the date of approval of these financial statements have confirmed that, as far as they are aware, there is no relevant audit information of which the auditor is unaware. Each of the directors has confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

### AUDITOR

The auditor, RSM UK Audit LLP (formerly Baker Tilly UK Audit LLP), have indicated its willingness to be reappointed for another term and appropriate arrangements have been made for them to be deemed reappointed as auditors in the absence of an Annual General Meeting.

On behalf of the board



S Parish  
Director

... November 2015

# CPFC 2010 Limited

## DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

---

The directors are responsible for preparing the Directors' Report, Strategic 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 those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and accounting estimates that are reasonable and prudent;
- c. state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and 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 disclosing with reasonable accuracy at any time the financial position of the group and the company and enabling them to ensure that the financial statements comply with the Companies Act 2006. 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.

# CPFC 2010 Limited

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CPFC 2010 LIMITED

---

We have audited the group and parent company financial statements (the "financial statements") on pages 8 to 23. 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 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 more fully explained in the Directors' Responsibilities Statement set out on page 6, 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**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent company's affairs as at 30 June 2015 and of the group'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 Companies Act 2006.

### **Opinion on other matters prescribed by the Companies Act 2006**

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

### **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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

RSM UK Audit LLP

RICHARD COATES (Senior Statutory Auditor)

For and on behalf of RSM UK AUDIT LLP (formerly Baker Tilly UK Audit LLP), Statutory Auditor

Chartered Accountants

25 Farringdon Street

London

EC4A 4AB

12 November 2015



**CPFC 2010 Limited**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
for the year ended 30 June 2015

---

	<i>Notes</i>	2015 £	2014 £
TURNOVER	1	102,395,970	90,401,306
Operating expenses	2	(95,067,267)	(67,579,691)
OPERATING PROFIT		<u>7,328,703</u>	<u>22,821,615</u>
Profit on disposal of players		463,476	92,420
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		<u>7,792,179</u>	<u>22,914,035</u>
Interest receivable and similar income	3	94,625	97,161
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>7,886,804</u>	<u>23,011,196</u>
Taxation	6	(1,591,221)	(5,128,395)
PROFIT FOR THE YEAR	17	<u><u>6,295,583</u></u>	<u><u>17,882,801</u></u>

The operating profit for the year arises from the group's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

**CPFC 2010 Limited**  
**CONSOLIDATED BALANCE SHEET**  
as at 30 June 2015

*Company registration No 07206409*

	<i>Notes</i>	2015 £	2014 £
<b>FIXED ASSETS</b>			
Intangible assets	8	31,869,549	14,477,750
Tangible assets	9	11,386,623	9,777,921
		<u>43,256,172</u>	<u>24,255,671</u>
<b>CURRENT ASSETS</b>			
Stocks	11	281,589	155,717
Debtors	12	3,495,666	2,628,026
Cash at bank and in hand		28,714,271	27,236,842
		<u>32,491,526</u>	<u>30,020,585</u>
<b>CREDITORS: Amounts falling due within one year</b>	13	(46,828,870)	(38,686,136)
<b>NET CURRENT LIABILITIES</b>		<u>(14,337,344)</u>	<u>(8,665,551)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>28,918,828</u>	<u>15,590,120</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	14	(4,063,849)	(114,058)
<b>Provision for Liabilities</b>	16	(3,083,334)	-
<b>NET ASSETS</b>		<u>21,771,645</u>	<u>15,476,062</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	18	5,750,000	5,750,000
Profit and loss account	19	16,021,645	9,726,062
<b>SHAREHOLDERS FUNDS</b>	20	<u>21,771,645</u>	<u>15,476,062</u>

The financial statements on pages 8 to 23 were approved by the board and authorised for issue on 11 November 2015 and signed on its behalf by:



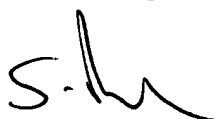
S Parish  
Director

**CPFC 2010 Limited**  
**COMPANY BALANCE SHEET**  
as at 30 June 2015

*Company registration No 07206409*

	<i>Notes</i>	2015 £	2014 £
<b>FIXED ASSETS</b>			
Investments	10	1,000,001	1
		<u>          </u>	<u>          </u>
<b>CURRENT ASSETS</b>			
Debtors due within one year	12	15,450,000	830
Debtors due after more than one year	12	-	15,450,000
		<u>15,450,000</u>	<u>15,450,830</u>
Creditors: amounts falling due within one year	13	(10,700,000)	(10,700,000)
<b>NET CURRENT ASSETS</b>		<u>4,750,000</u>	<u>4,750,830</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>5,750,001</u>	<u>4,750,831</u>
<b>NET ASSETS</b>		<u>5,750,001</u>	<u>4,750,831</u>
		<u>          </u>	<u>          </u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	18	5,750,000	5,750,000
Profit and loss account	19	1	(999,169)
<b>SHAREHOLDERS' FUNDS</b>	20	<u>5,750,001</u>	<u>4,750,831</u>
		<u>          </u>	<u>          </u>

The financial statements on pages 8 to 23 were approved by the board and authorised for issue on 11 November 2015 and signed on its behalf by:



S Parish  
Director

**CPFC 2010 Limited**  
**CONSOLIDATED CASH FLOW STATEMENT**  
for the year ended 30 June 2015

---

	<i>Notes</i>	2015 £	2014 £
Cash inflow from operating activities	20a	28,985,607	48,919,920
Player registrations	20b	(20,198,539)	(19,507,114)
Returns on investments and servicing of finance	20b	94,625	97,161
Taxation		(4,106,869)	(3,452)
Capital expenditure	20b	(3,297,395)	(5,558,861)
		<hr/>	<hr/>
CASH INFLOW BEFORE FINANCING		1,477,429	23,947,654
Financing		-	-
INCREASE IN CASH IN THE YEAR	20c	<hr/> 1,477,429 <hr/>	<hr/> 23,947,654 <hr/>
RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS		2015 £	2014 £
Increase in cash in the year	20c	1,477,429	23,947,654
MOVEMENT IN NET FUNDS IN YEAR		<hr/> 1,477,429 <hr/>	<hr/> 23,947,654 <hr/>
NET FUNDS/(DEBT) AT 1 JULY 2014	20c	16,536,842	(7,410,812)
NET FUNDS AT 30 JUNE 2015	20c	<hr/> 18,014,271 <hr/>	<hr/> 16,536,842 <hr/>

# CPFC 2010 Limited

## ACCOUNTING POLICIES

---

### BASIS OF ACCOUNTING

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

### GOING CONCERN

The financial statements have been prepared on the going concern basis. The directors have considered the company's and the group's cash flow requirements for the 12 month period from the date of approval of these financial statements and have concluded that the company and the group will be able to meet their liabilities as they fall due for at least that period. In addition, the company's ultimate controlling parties have confirmed their intention to provide financial support, if required, to ensure that the company and the group are going concerns for the foreseeable future.

### BASIS OF CONSOLIDATION

The consolidated financial statements incorporate those of CPFC 2010 Limited and all of its subsidiary undertakings for the year. All financial statements are made up to 30 June 2015.

The holding company has not presented its own profit and loss account as provided by Section 408 of the Companies Act 2006.

### TURNOVER

Turnover represents income receivable from football and related commercial activities, exclusive of VAT. Gate receipts and other match day revenue are recognised as the games are played. The club also receives central distributions from the Premier League that are beyond the direct control of the officers of the club. These distributions are recognised evenly over the course of the financial year. Merit awards are accounted for only when known at the end of the football season.

Revenue derived from season tickets is credited to income in the period to which it relates. Amounts received in advance are credited to deferred income in the balance sheet.

Sponsorship, advertising and similar commercial income is recognised over the duration of the respective contracts. Amounts received in advance are credited to deferred income in the balance sheet. Conferencing and banqueting receipts are recognised at the time of the event with deposits held in the balance sheet as deferred income until then or until they are refunded, whichever is the earlier.

The fixed element of broadcasting revenue is recognised over the duration of the football season whilst fees received for live coverage or highlights are taken when earned.

### TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets, other than freehold land, are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Property improvements	20% Straight Line
Plant and machinery	20% Straight Line
Fixtures, fittings & equipment	20% Straight Line
Motor vehicles	20% Straight Line

### LEASING

Rentals payable under operating leases are charged against income on a straight-line basis over the lease term.

### STOCK

Stock is valued at the lower of cost and net realisable value. Net realisable value is based upon estimated selling price less further costs to completion.

# CPFC 2010 Limited

## ACCOUNTING POLICIES

---

### RETIREMENT BENEFITS

The group contributes to a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

### DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the group's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

### INTANGIBLE FIXED ASSETS - PLAYER REGISTRATIONS

Payments made to third parties in order to acquire a player's registration, including agents' fees and transfer fee levies, are capitalised at cost. The cost is then amortised on a straight-line basis over the period of the player's contract.

The group performs an impairment review on player registrations if adverse events indicate that the amortised carrying value of its intangible assets may not be recoverable. If such circumstances arise, individual player registrations are written down for impairment where the carrying value exceeds the directors' estimate of fair value less any costs to sell.

Future payments for the acquisition of a player's registration, which may become due dependent on the players concerned making a certain number of first team appearances or on the occurrence of other certain specified future events, are recognised within the original cost of acquisition if, in the opinion of the directors, it is probable that these payments will actually be made.

Fees receivable from other football clubs on the transfer of players' registrations together with associated costs, are dealt with through the profit and loss account in the accounting period in which the agreement to transfer the player's registration takes place.

### PROVISIONS

Provisions are recognised when the group has a present obligation as a result of a past event, it is probable that a transfer of economic benefits will be required to settle the obligation, and a reliable estimate can be made as to the amount of the obligation.

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

---

### 1 TURNOVER

The total turnover of the group for the year has been derived from its principal activity, wholly undertaken in the United Kingdom.

	2015 £	2014 £
Gate Receipts	10,246,282	9,341,611
Sponsorship and advertising	3,626,223	1,669,392
Broadcasting (FA and League Income)	79,668,268	74,183,806
Other commercial activities	4,758,036	3,172,684
Other income	4,097,161	2,033,813
	<u>102,395,970</u>	<u>90,401,306</u>

### 2 OPERATING EXPENSES

	2015 £	2014 £
Amortisation of player registrations	10,715,180	5,700,121
Impairment of player registration	1,375,000	816,667
Depreciation of tangible fixed assets	1,688,693	1,026,702
Staff costs (note 5)	68,028,216	45,755,527
Other operating charges	13,260,178	14,280,725
	<u>95,067,267</u>	<u>67,579,694</u>

### 3 INTEREST RECEIVABLE AND SIMILAR INCOME

	2015 £	2014 £
Bank interest received	94,625	97,161
	<u></u>	<u></u>

### 4 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	2015 £	2014 £
Profit on ordinary activities before taxation is stated after charging:		
Operating lease rentals:		
Plant and machinery	-	7,916
Auditors' remuneration:		
– Statutory audit	29,500	27,500
– Tax compliance	2,500	2,500
– Other non-audit services	8,000	8,000
	<u></u>	<u></u>

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

---

<b>5</b>	<b>EMPLOYEES</b>	<b>2015 No</b>	<b>2014 No</b>
	The average monthly number of persons (including directors) employed by the group during the year was:		
	Full time players, managers and coaches	102	88
	Full time administration and commercial	85	54
		<u>187</u>	<u>142</u>
		<u><u>2015</u></u>	<u><u>2014</u></u>
		<u>£</u>	<u>£</u>
	Staff costs for the above persons:		
	Wages and salaries	60,154,251	40,359,949
	Social security costs	7,818,612	5,298,989
	Other pension costs	55,353	96,589
		<u>68,028,216</u>	<u>45,755,527</u>
		<u><u>2015</u></u>	<u><u>2014</u></u>
		<u>£</u>	<u>£</u>

The directors received £Nil remuneration during the year (2014: £Nil). No director received pension benefits during the year (2014: Nil).



**CPFC 2010 Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 June 2015

---

<b>6 TAXATION</b>	2015 £	2014 £
Based on the profit for the year:		
UK corporation tax on profit for the year	1,788,531	3,179,918
Adjustment in respect of prior periods	(26,574)	-
	<u>1,761,957</u>	<u>3,179,918</u>
DEFERRED TAX		
Origination and reversal of timing differences	(100,512)	1,948,477
Adjustment in respect of prior periods	(70,224)	-
	<u>(170,736)</u>	<u>1,948,477</u>
Tax charge on profit on ordinary activities	<u>1,591,221</u>	<u>5,128,395</u>
 FACTORS AFFECTING THE TAX CHARGE FOR THE YEAR		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK as explained below:		
Profit on ordinary activities before tax	7,886,804	23,067,044
Profit on ordinary activities multiplied by the standard rate of UK corporation tax UK of 20.75 % (2014: 22.5%)	<u>1,636,512</u>	<u>5,190,085</u>
Effects of:		
Expenses not deductible for tax purposes	821	5,556
Fixed asset permanent differences	46,745	54,787
Depreciation in excess of capital allowances	51,522	120,446
Adjustments in respect of previous periods	(26,574)	-
Tax losses utilised	-	(2,202,207)
Other short-term timing differences	52,931	11,251
Current tax charge for the year	<u>1,761,957</u>	<u>3,179,918</u>

**7 RESULT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY**

As permitted by Section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The parent company's profit for the financial year was £999,170 (2014: £Nil).

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

### 8 INTANGIBLE FIXED ASSETS

<i>GROUP</i>	<i>Goodwill</i> £	<i>Player registration and management cost</i> £	<i>Total</i> £
Cost			
1 July 2014	8,383,346	22,059,114	30,442,460
Additions	-	30,620,020	30,620,020
Disposals	-	(3,584,671)	(3,584,671)
30 June 2015	8,383,346	49,094,463	57,477,809
Amortisation			
1 July 2014	8,383,346	7,581,364	15,964,710
Charged in the year	-	10,715,180	10,715,180
On disposals	-	(2,446,630)	(2,446,630)
Impairment	-	1,375,000	1,375,000
30 June 2015	8,383,346	17,224,914	25,608,260
Net book value			
30 June 2015	-	31,869,549	31,869,549
30 June 2014	-	14,477,750	14,477,750

### 9 TANGIBLE FIXED ASSETS

<i>GROUP</i>	<i>Freehold land and buildings</i> £	<i>Plant and machinery</i> £	<i>Fixtures, fittings and equipment</i> £	<i>Motor vehicles</i> £	<i>Total</i> £
Cost					
1 July 2014	7,349,104	2,089,306	2,087,758	73,253	11,599,471
Additions	-	1,734,768	1,519,077	43,600	3,297,395
30 June 2015	7,349,104	3,824,074	3,606,835	116,853	14,896,866
Depreciation					
1 July 2014	734,332	589,315	486,540	11,363	1,821,550
Charged in the year	224,511	732,759	716,046	15,377	1,688,693
30 June 2015	958,843	1,322,074	1,202,586	26,740	3,510,243
Net book value					
30 June 2015	6,390,261	2,502,000	2,404,249	90,113	11,386,623
30 June 2014	256,170	1,499,991	1,601,218	61,890	9,777,921

Freehold land and buildings includes £2,396,206 of land that is not depreciated.

**CPFC 2010 Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 June 2015

10	FIXED ASSET INVESTMENTS	<i>Shares in group undertakings £</i>
	COMPANY	
	Cost	
	1 July 2014 and 30 June 2015	1,000,001
	Impairment	
	1 July 2014	1,000,000
	Write back of impairment	(1,000,000)
	30 June 2015	-
	Net book value	
	30 June 2015	1,000,001
	30 June 2014	1

Due to the improved trading position and profitability of CPFC Limited the investment in this entity has been written back in the year. In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

The company holds more than 20% of the equity (and no other share or loan capital) of the following undertakings:

<i>Subsidiary undertakings:</i>	<i>Class of holding</i>	<i>Proportion directly held</i>	<i>Nature of business</i>
CPFC Limited	Ordinary	100%	Football Club
CPFC Selhurst Park Limited	Ordinary	100%	Stadium management

11	STOCKS	<i>Group</i>		<i>Company</i>	
		2015	2014	2015	2014
		£	£	£	£
	Goods held for resale	281,589	155,717	-	-

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

12	DEBTORS	Group		Company	
		2015 £	2014 £	2015 £	2014 £
	Due within one year:				
	Trade debtors	1,055,767	909,719	-	-
	Debtors arising from football transfers	536,553	-	-	-
	Other debtors	1,073,222	581,764	-	830
	Amounts owed by group undertakings	-	-	15,450,000	-
	Prepayments and accrued income	659,388	1,136,543	-	-
	Deferred tax asset	170,736	-	-	-
		<u>3,495,666</u>	<u>2,628,026</u>	<u>15,450,000</u>	<u>830</u>
	Due after more than one year:				
	Amounts owed by group undertakings	-	-	-	15,450,000

The deferred tax asset comprises depreciation in excess of capital allowances of £108,336 (2014: £nil) and other short-term timing differences of £62,400 (2014: £nil). This balance is recoverable after more than one year.

13	CREDITORS: Amounts falling due within one year	Group		Company	
		2015 £	2014 £	2015 £	2014 £
	Trade creditors	1,363,238	4,496,224	-	-
	Creditors arising from football transfers	6,303,198	2,674,000	-	-
	Other taxation and social security costs	6,199,526	4,934,234	-	-
	Other creditors	982,194	40,575	-	-
	Accruals and deferred income	20,445,708	12,661,185	-	-
	Other loans (see note 25)	10,700,000	10,700,000	10,700,000	10,700,000
	Corporation tax	835,006	3,179,918	-	-
		<u>46,828,870</u>	<u>38,686,136</u>	<u>10,700,000</u>	<u>10,700,000</u>

Included within accruals and deferred income is £5,894,684 (2014: £5,418,974) in relation to amounts received in advance in respect of season ticket sales. This income is to be released to the profit and loss account in the period to which it relates.

Other loans are secured by debenture, they are repayable on demand and no interest is being charged.

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

	2015	2014
	£	£
<b>14 CREDITORS: Amounts falling due after more than one year</b>		
Creditors arising from football transfers	2,643,985	-
Other creditors	1,341,950	-
Accruals and deferred income	77,914	114,058
	<u>4,063,849</u>	<u>114,058</u>

Accruals and deferred income relates to advance season ticket sales. Revenue derived from season ticket sales is recognised in the profit and loss account in the period to which they relate.

### 15 PROVISIONS FOR LIABILITIES

	<i>Cost of Player Registration</i>	
	2015	2014
	£	£
Balance at 1 July 2014	-	-
Provided in year	4,250,000	-
Utilised in year	(1,166,666)	-
Balance at 30 June 2015	<u>3,083,334</u>	<u>-</u>

The above provision represents contingent amounts payable under the terms of transfer agreements.

### 16 CONTINGENT LIABILITIES

Under the terms of certain contracts with other football clubs in respect of player transfers, additional payments would be payable by the group if the conditions of those contracts were to be met. The maximum amount payable if all conditions were to be met is £311,429 (2014: £580,000).

	2015	2014
	£	£
<b>17 SHARE CAPITAL</b>		
Allotted, called up and fully paid Ordinary shares of £1 each	<u>5,750,000</u>	<u>5,750,000</u>
	<i>Group</i>	<i>Company</i>
	£	£
<b>18 PROFIT AND LOSS ACCOUNT</b>		
Balance at 1 July 2014	9,726,062	(999,169)
Profit for the year	6,295,583	999,170
Balance at 30 June 2015	<u>16,021,645</u>	<u>1</u>

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

---

19	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2015 £	2014 £
	GROUP		
	Profit after taxation	6,295,583	17,882,801
	Opening shareholders' funds	15,476,062	(2,406,739)
	Closing shareholders' funds	<u>21,771,645</u>	<u>15,476,062</u>
	COMPANY		
	Profit after taxation	999,170	-
	Opening shareholders' funds	4,750,831	4,750,831
	Closing shareholders' funds	<u>5,750,001</u>	<u>4,750,831</u>

## 20 RETIREMENT BENEFITS

The group contributes to defined contribution pension schemes. The assets of the schemes are held in independently administered funds. The pension cost charge for the year of £55,353 (2014: £96,589) represents contributions payable by the group. Contributions totalling £8,838 (2014: £6,900) were payable at the year end and are included in other creditors.

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

21	CASH FLOWS	2015 £	2014 £
a	Reconciliation of operating profit to net cash inflow from operating activities		
	Operating profit	7,328,703	22,821,615
	Depreciation of tangible fixed assets	1,688,693	1,026,702
	Amortisation of player registrations	10,715,180	5,700,121
	Impairment of player registrations	1,375,000	816,667
	Increase in stocks	(125,872)	(121,905)
	(Increase)/decrease in debtors	(160,351)	7,530,855
	Increase in creditors	8,164,254	11,145,865
	Net cash inflow from operating activities	28,985,607	48,919,920
b	Analysis of cash flows for headings netted in the cash flow		
	<b>Player registrations</b>		
	Payments for purchase of players	(21,263,503)	(20,049,114)
	Receipts from sale of players	1,064,964	542,000
	<b>Net cash outflow for player registrations</b>	(20,198,539)	(19,507,114)
	<b>Returns on investments and servicing of finance</b>		
	Interest received	94,625	97,161
	<b>Net cash inflow for returns on investments and servicing of finance</b>	94,625	97,161
	<b>Capital expenditure</b>		
	Purchase of tangible fixed assets	(3,297,395)	(5,558,861)
	<b>Net cash outflow for capital expenditure</b>	(3,297,395)	(5,558,861)
c	Analysis of net funds		
	<i>At</i>		<i>At</i>
	<i>1 July 2014</i>	<i>Cash flow</i>	<i>30 June 2015</i>
	£	£	£
	Cash at bank and in hand	27,236,842	1,477,429
	Debt due within one year	(10,700,000)	-
	Total	16,536,842	1,477,429
			18,014,271

# CPFC 2010 Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2015

22	CAPITAL COMMITMENTS	Group		Company	
		2015 £	2014 £	2015 £	2014 £
	Contracted for but not provided in the financial statements	2,883,000	3,021,000	-	-

## 23 ULTIMATE CONTROLLING PARTY

The group is controlled by four shareholders with equal shareholding; hence, there is no ultimate controlling party.

## 24 POST BALANCE SHEET EVENTS

In the post year-end period, the group contracted for the sale and purchase of a number of players. The cost of these purchases was £21,482,000 and the sale proceeds were £7,365,000.

## 25 RELATED PARTY TRANSACTIONS

### GROUP AND COMPANY

Included within Creditors are amounts payable to the following related parties:

	2015 £	2014 £
S Parish (director and shareholder)	2,012,500	2,012,500
VMM Limited (a company controlled by S Parish)	1,000,000	1,000,000
Farr Vintners Limited	3,012,500	3,012,500
(a company controlled by S Browett, a director and shareholder)		
J Hosking (shareholder)	3,012,500	3,012,500
Churchill Properties (Southern) Limited	1,662,500	1,662,500
(a company controlled by M Long, a director and shareholder)		
	<u>10,700,000</u>	<u>10,700,000</u>

### GROUP

During the year £44,679 (2014: £Nil) was charged by VMM Ltd in respect of works performed at Crystal Palace Football Club. At 30 June 2015 £Nil (2014: £Nil) remained outstanding.

During the year £162,835 (2014: £158,995) was invoiced to Farr Vinters Limited in respect of match day hospitality income. In addition to this, £40,868 (2014: £59,373) was charged by Farr Vinters Limited in respect of purchases of match day wine. At 30 June 2015 £842 (2014: £Nil) remained outstanding and was included within trade creditors.

### COMPANY

The company has taken advantage of the exemptions in FRS8 that transactions do not need to be disclosed with companies 100% of whose voting rights are controlled within the group.