

COMPANY REGISTRATION NUMBER R0000145

**CLIFTONVILLE FOOTBALL AND ATHLETIC
CLUB LIMITED**

FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2023



CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Financial Statements

Year ended 31 May 2023

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CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Officers and professional advisers

Year ended 31 May 2023

Management Committee

Mr D Begley – Chairman (Appointed 28/09/23)
Mr P McKeown – Chairman (resigned 28/09/2023)
Mr A Keenan – Facilities Director
Ms J McMullan- Fundraising and Supporters Liaison
Director
Mr P Donald – Director
Mr C McArdle – Finance Officer

Mr G Walsh (secretary)

Registered Office

Solitude
Cliftonville Street
Belfast
BT14 6LP

Bankers

Ulster Bank Limited
365 - 369 Ormeau Road
Belfast
BT7 3GP

Solicitors

J G Haughey & Co
2 Finaghy Road North
Belfast
BT10 0JA

Auditors

Quarter
Chartered Accountants & Statutory Auditors
St. Anne's House
15 Church Street
Belfast
BT1 1PG

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Statement of Financial Position

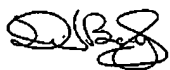
Year ended 31 May 2023

	Note	31 May 2023 £	31 May 2022 £
Fixed Assets			
Tangible fixed assets	10	2,031,343	2,077,155
Intangible fixed assets – players	11	55,410	87,521
Intangible fixed assets – other		-	-
Investments		-	-
		<u>2,086,753</u>	<u>2,164,676</u>
Current assets			
Inventories	12	40,839	41,844
Receivables	13	48,923	40,257
Bank and cash		<u>106,195</u>	<u>215,651</u>
		<u>195,957</u>	<u>297,752</u>
Payables: amounts falling due within one year	14	<u>(297,223)</u>	<u>(276,756)</u>
Net current assets / (liabilities)		<u>(101,266)</u>	<u>20,996</u>
Total Assets less Current Liabilities		<u>1,985,487</u>	<u>2,185,672</u>
Payables: amounts falling due after more than one year	15	<u>(265,066)</u>	<u>(323,228)</u>
		<u>1,720,421</u>	<u>1,862,444</u>
Provisions for Liabilities and Charges	16	<u>(92,910)</u>	<u>(99,782)</u>
Deferred Grant	17	<u>(1,069,656)</u>	<u>(1,090,426)</u>
Net Assets		<u>557,855</u>	<u>672,236</u>
Reserves			
Profit and Loss Account		350,400	471,852
Revaluation Reserve		<u>207,455</u>	<u>200,384</u>
Members' funds		<u>557,855</u>	<u>672,236</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102.

The company has taken advantage of the exemption under section 444 not to file the Income statement and Director's report

These Financial Statements were approved by the Management Committee on 5 October 2023 and signed on behalf of the Management Committee by:



Mr D Begley
Chairman
Registration Number R0000145

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

1. GENERAL INFORMATION

Cliftonville Football and Athletic Club Limited is a company limited by guarantee incorporated in United Kingdom, The Pavilion, Solitude, Cliftonville Street, Belfast, BT14 6LP is the registered office, which is also the principal place of business. The nature of the company's operations and its principal activities are set out in the Directors Report. The financial statements have been presented in Pound Sterling (£) which is also the functional currency of the company.

2. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance

The financial statements of the company for the year ended 31 May 2023 have been prepared in accordance with the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland (FRS 102) issued by the Financial Reporting Council and in accordance with the Companies Act 2006.

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Cash flow Statement

The company has availed of the exemption in FRS 102 from the requirement to prepare a Statement of Cash flows because it is classified as a small company.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold Property (Existing property)	-	2% Straight Line
Freehold Property (Newly constructed property)	-	2% Straight Line
Fixtures & Fittings (Floodlights)	-	4% Straight Line
Fixtures & Fittings (3G Pitch and CCTV/PA system)	-	10% Straight Line
Fixtures & Fittings (All other)	-	25% Reducing Balance

The carrying values of tangible assets are reviewed annually for impairment in the period if events or changes in circumstances indicate that the carrying value may not be recoverable.

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

Inventories

Inventories are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

Trade and other receivables

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Borrowing costs

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

Provisions

Provisions are recognised when the company has a present legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the same value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

Trade and other payables

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Government and Irish FA Capital Grants

Capital grants received and receivable are treated as deferred income and amortised to the Income Statement annually over the useful economic life of the asset to which it relates. Revenue grants are credited to the Income Statement when received.

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

Taxation

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Statement of Financial Position date.

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 have occurred at that date that will result in an obligation to pay more tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

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

3 INFORMATION RELATING TO THE AUDITORS REPORT

The Audit Report was unqualified. There were no matters to which the auditor was required to refer by way of emphasis.

The financial statements were audited by Quarter Chartered Accountants.

The Auditor's report was signed by Gary McElean (Senior Statutory Auditor) for and on behalf of Quarter on 5th October 2023.

4 PROVISIONS AVAILABLE FOR AUDIT OF SMALL ENTITIES

In common with many other small businesses of our size and nature, we use our auditors to provide assistance with the preparation of the annual financial statements and management accounts; to prepare and submit corporation tax returns to HM Revenue and Customs and to submit all relevant documentation to Companies House.

5 JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION

The directors consider the accounting estimates and assumptions below to be its critical accounting judgements and estimates:

(a) Critical judgements in applying the company's accounting policies

Critical judgement has been applied to the useful life of tangible assets with respect to depreciation accounting policies.

(b) Key accounting estimates and assumptions

An accounting estimate has been applied to inventories, with a provision for obsolete stock being provided at 25% of Football Club stock.

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

6. AUDITORS REMUNERATION

	2023 £	2022 £
Audit of the statutory financial statements	5,250	5,250
	<u>5,250</u>	<u>5,250</u>

The limitation of the firm's liability for this engagement, which is capped at five times the amount of professional fees actually paid, is referenced in the letter of engagement dated 27th July 2023. This was approved on 27th July 2023.

7. OPERATING PROFIT/(LOSS)

	2023 £	2022 £
Operating profit/(loss) is stated after charging: Profit/(Loss) on disposal of intangible fixed assets	7,565	-
	<u>7,565</u>	<u>-</u>

8. EMPLOYEES AND REMUNERATION

Number of employees

The average number of persons employed (including executive directors) during the year was as follows:

	2023 Number	2022 Number
Playing	28	25
Coaching	5	6
Social Club	7	9
Admin	1	1
FDC	2	1
	<u>43</u>	<u>42</u>

9. TAXATION

	2023 £	2022 £
(a) Analysis of charge in the year		
Current tax:		
Corporation tax at 25% (2022 – 19%) (Note 9 (b))	-	-
	<u>-</u>	<u>-</u>
Deferred tax:		
Origination and reversal of timing differences	(6,872)	19,319
	<u>(6,872)</u>	<u>19,319</u>
Total deferred tax	(6,872)	19,319
	<u>(6,872)</u>	<u>19,319</u>
Tax on profit (Note 9 (b))	(6,872)	19,319
	<u>(6,872)</u>	<u>19,319</u>

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

(b) Factors affecting tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the United Kingdom 25% (2022 - 19%). The differences are explained below:

	2023 £	2022 £
Profit (loss) before tax	<u>(121,253)</u>	<u>58,957</u>
Profit (loss) before tax multiplied by the standard rate of corporation tax in the United Kingdom at 25% (2022 – 19%)	(30,313)	11,202
Effects of:		
Expenses not deductible for tax purposes	(11,990)	(7,814)
Depreciation in excess of capital allowances for period	18,856	(22,527)
Deferred tax	(6,872)	19,319
Surplus tax loss	<u>23,447</u>	<u>19,139</u>
Total tax charge for the year (Note 9 (a))	<u>(6,872)</u>	<u>19,319</u>

10. Tangible fixed assets

	Football club property £	Football club equipment £	Social club equipment £	Total £
Cost or valuation				
At 1 June 2022	2,242,684	589,862	41,552	2,874,098
Additions	-	40,695	-	40,695
Disposals	-	-	-	-
At 31 May 2023	<u>2,242,684</u>	<u>630,557</u>	<u>41,552</u>	<u>2,914,793</u>
Depreciation				
At 1 June 2022	558,883	198,050	40,010	796,943
Charge for the year	44,854	41,267	386	86,507
On disposals	-	-	-	-
At 31 May 2023	<u>603,737</u>	<u>239,317</u>	<u>40,396</u>	<u>883,450</u>
Net Book Value				
At 31 May 2023	<u>1,638,947</u>	<u>391,240</u>	<u>1,156</u>	<u>2,031,343</u>
At 31 May 2022	<u>1,683,801</u>	<u>391,812</u>	<u>1,542</u>	<u>2,077,155</u>

The club instructed CBRE (32-28 Linenhall Street, Belfast), the international real estate services provider and independent property valuer's to carry out a valuation of the club property as at 31 May 2013. This was carried out during August 2013 on a depreciated replacement cost basis. The valuation was not significantly different to the corresponding net book value contained within the financial statements.

On transition to FRS 102, the club has elected to use a revaluation of football club property before the date of transition to FRS 102 as the deemed cost at the revaluation date.

As revaluation of club property has been taken as the deemed cost from the date of revaluation, excess depreciation from revaluation has been transferred from the revaluation reserve to the profit and loss reserve. During the YE 31 May 2023 £6,871 was transferred from revaluation reserve to realised reserves.

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

11. Intangible fixed assets

	Player registrations £	Total £
Costs of acquiring registrations		
At 1 June 2022	170,000	170,000
Additions	21,000	21,000
Disposals	(55,000)	(55,000)
At 31 May 2023	136,000	136,000
Depreciation		
At 1 June 2022	82,479	82,479
Charge for the year	45,677	45,677
Depn on Disposal	(47,566)	(47,566)
At 31 May 2023	80,590	80,590
Net Book Value		
At 31 May 2023	55,410	55,410
At 31 May 2022	87,521	87,521

12. Inventories

	2023 £	2022 £
Football club	33,704	35,372
Social club	7,135	6,472
	40,839	41,844

13. Receivables

	2023 £	2022 £
Accounts receivable from player transfers and development fees	-	-
Accounts receivable from players on loan from another club	-	-
Accounts receivable from related parties	-	-
Accounts receivable from the IFA	-	-
Tax assets	-	-
Trade receivables	-	7,020
VAT repayable	-	2,973
Other receivables	48,923	30,264
	48,923	40,257

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

14. Payables (amounts falling due within one year)

	2023	2022
	£	£
Bank loans and overdraft	25,138	28,480
Other loans	109,419	115,907
Directors Loans	4,600	4,600
Trade payables and accruals	130,192	103,710
Deferred income	-	5,000
Other payables	16,565	11,976
Amounts due to IFA	-	-
Accounts payable relating to player transfers	-	-
Accounts payable for players on loan to another club	-	-
Salaries due to players and other staff	-	-
Accounts payable to related parties	-	-
PAYE & NIC	-	7,083
VAT	11,309	-
Corporation tax	-	-
Short-term provisions	-	-
	<u>297,223</u>	<u>276,756</u>

The club PAYE reference number is 925/70365.

The club VAT reference number is 924 270 830

15. PAYABLES

Amounts falling due after more than one year

	2023	2022
	£	£
Bank loan	74,739	96,313
Other loans	190,327	226,915
	<u>265,066</u>	<u>323,228</u>

Other Loans

Repayable in one year or less, or on demand (Note 15)	134,557	144,387
Repayable between one and two years	56,922	65,284
Repayable between two and five years	88,015	101,517
Repayable in five years or more	120,129	156,427
	<u>399,623</u>	<u>467,615</u>

CLIFTONVILLE FOOTBALL AND ATHLETIC CLUB LIMITED

Notes to the Financial Statements

Year ended 31 May 2023

Security:

The following securities have been agreed in relation to the Clubs borrowings from Ulster Bank:

- Freehold 1st Legal Charge over the Borrower's property at Solitude, Cliftonville Street, Belfast;
- Debenture pledged by Cliftonville Football and Athletic Club Limited;
- Personal Guarantee for £295,800 from Gerard Lawlor, Paul Treanor, Stephen McKillop and John Rogan.

The property known as "Solitude" Cliftonville Street, Belfast, BT14 6LP is subject to the following mortgages:-

- Mortgage to Ulster Bank dated 1 September 1994 (subject to a Priority Agreement dated 10 February 2009);
- Debenture to Ulster Bank dated 22 July 2009.
- Mortgage to Hugh McCartan dated 14 April 2016.

The following security had been agreed in relation to the Club's borrowings from Tennent's NI Ltd:

- Personal guarantees from Ms Bronagh McMullan, Mr Stephen McKillop and Mr Gerard Lawlor

16. Provisions for liabilities and charges

The amounts provided for deferred taxation and other provisions are analysed below:

	Capital Allowances	Property Revaluations	Losses	Other	Total
At 1 June 2022	69,491	49,430	(19,139)	-	99,782
Charged to profit and loss	20,025	13,942	(29,451)	(11,388)	6,872
Released during the year	-	-	-	-	-
As at 31 May 2023	89,516	63,372	(48,590)	(11,388)	92,910

17. Deferred Grant

	2023 £	2022 £
Opening balance	1,090,426	1,040,110
Grants received	25,000	91,541
Released to Profit and Loss Account	(45,770)	(41,225)
Closing balance	1,069,656	1,090,426

Security;

Mortgage to Sports Council for Northern Ireland dated 2 August 2007 (subject to a Priority Agreement dated 10 February 2009).

18. Related party transactions

There were no related party transactions during the financial year.

19. Events after end of reporting period

There have been no significant events affecting the company since the financial year-end.