

REGISTERED NUMBER: 00045611 (England and Wales)

**Financial Statements**

**for the Period**

**1 June 2017 to 30 June 2018**

**for**

**Lincoln City Football Club  
Company Limited**

**Lincoln City Football Club**  
**Company Limited (Registered number: 00045611)**

**Contents of the Financial Statements**  
**for the Period 1 June 2017 to 30 June 2018**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>4</b>

**Lincoln City Football Club**  
**Company Limited**

**Company Information**  
**for the Period 1 June 2017 to 30 June 2018**

**DIRECTORS:** R G Bates  
Lincoln City Supporters' Society Ltd  
S L Tointon  
C H Nates  
I Reeve  
R I Clarke  
J S Wright  
G D Levine  
H F F Kok  
R J Clarke  
D Lowes  
S A Melnick

**SECRETARY:** C J Hubbard

**REGISTERED OFFICE:** Sincil Bank Stadium  
Sincil Bank  
LINCOLN  
Lincolnshire  
LN5 8LD

**REGISTERED NUMBER:** 00045611 (England and Wales)

**ACCOUNTANTS:** Nicholsons  
Chartered Accountants  
Newland House  
The Point  
Weaver Road  
LINCOLN  
Lincolnshire  
LN6 3QN

**BANKERS:** The Co-operative Bank  
16 Saltergate  
LINCOLN  
Lincolnshire  
LN2 1DG

**Lincoln City Football Club**  
**Company Limited (Registered number: 00045611)**

**Balance Sheet**  
**30 June 2018**

	Notes	2018		2017	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	4		677,934		35,208
Tangible assets	5		2,439,799		1,690,857
Investments	6		4		1
			<u>3,117,737</u>		<u>1,726,066</u>
<b>CURRENT ASSETS</b>					
Stocks		7,223		5,251	
Debtors	7	3,112,745		2,816,560	
Cash at bank and in hand		<u>64,850</u>		<u>268,133</u>	
		3,184,818		3,089,944	
<b>CREDITORS</b>					
Amounts falling due within one year	8	<u>3,617,114</u>		<u>1,938,484</u>	
<b>NET CURRENT (LIABILITIES)/ASSETS</b>			<u>(432,296)</u>		<u>1,151,460</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			2,685,441		2,877,526
<b>CREDITORS</b>					
Amounts falling due after more than one year	9		<u>602,276</u>		<u>381,768</u>
<b>NET ASSETS</b>			<u>2,083,165</u>		<u>2,495,758</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			4,327,074		3,650,182
Revaluation reserve	12		830,200		830,200
Retained earnings			<u>(3,074,109)</u>		<u>(1,984,624)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>2,083,165</u>		<u>2,495,758</u>

The notes form part of these financial statements

**Lincoln City Football Club**  
**Company Limited (Registered number: 00045611)**

**Balance Sheet - continued**  
**30 June 2018**

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 30 June 2018.

The members have not required the company to obtain an audit of its financial statements for the period ended 30 June 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 26 March 2019 and were signed on its behalf by:

C H Nates - Director

**Lincoln City Football Club**  
**Company Limited (Registered number: 00045611)**

**Notes to the Financial Statements**  
**for the Period 1 June 2017 to 30 June 2018**

**1. STATUTORY INFORMATION**

Lincoln City Football Club Company Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

**Turnover**

Turnover represents gate monies, league levy and cup pool, advertising and sponsorship income, bar and catering, retail shop and all weather pitch income, excluding Value Added Tax.

Income received in advance is classed as deferred income and does not form part of the current years turnover,

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 10% on cost, 5% on cost and 2% on cost
Equipment	- 20% on cost
All weather pitch	- 10% on cost and 2% on cost
Motor vehicles	- 20% on reducing balance

**Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at cost.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Notes to the Financial Statements - continued  
for the Period 1 June 2017 to 30 June 2018**

**2. ACCOUNTING POLICIES - continued**

**Financial instruments**

Only basic financial instruments as defined in FRS 102 are held. Financial assets and financial liabilities are recognised in the accounts only when the entity becomes party to the contractual provisions of the instrument and their measurement basis is as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank is classified as a basic financial instrument and is measured at transaction price.

Financial liabilities - trade creditors, accruals and other creditors are basic financial instruments, and are measured at amortised cost. Where a financial liability constitutes a financing transaction it is initially and subsequently measures at the present value of future payments, discounted at a market rate of interest.

Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

**Taxation**

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Lincoln City Football Club  
Company Limited (Registered number: 00045611)**

**Notes to the Financial Statements - continued  
for the Period 1 June 2017 to 30 June 2018**

2. **ACCOUNTING POLICIES - continued**

**Hire purchase and leasing commitments**

Assets obtained under hire contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Pensions are paid to some employees' personal pension plans. These costs are charged to the profit and loss account as they occur.

**Government grants**

Government grants received are treated as deferred creditors and credited to the profit and loss account over the estimated useful life of the relevant fixed assets.

**Deferred income**

Deferred income comprises amounts received from sponsorship, season tickets and other income which is released to the profit and loss on a straight line basis over the period to which it relates.

**Transfer fees**

Transfer fees and other costs associated with the acquisition of players, management and professional department support team' registrations are capitalised as intangible fixed assets. These costs are amortized over the period of the players, management and professional department support team contracts adjusted for any agreed extensions. These costs are adjusted when the amortised value exceeds the amount recoverable through use or sale. Future costs which may become due are recognised within the original cost of acquisition if, in the opinion of the directors, it is probable that these costs will be incurred.

Where proceeds are received from the disposal of players, management and professional department support team these future receipts are not recognised as part of the proceeds of disposal until such time as the events upon which these receipts are dependent, are known to have occurred. No value is recognised in the financial statements for players, management and professional department support team developed within the company.

**Assets Under Construction**

Costs relating to material incomplete building projects are capitalised as assets under construction. No depreciation is charged until the building work is completed and the asset brought into use. At this time the asset will be reclassified into an appropriate fixed asset category.



**Lincoln City Football Club**  
**Company Limited (Registered number: 00045611)**

**Notes to the Financial Statements - continued**  
**for the Period 1 June 2017 to 30 June 2018**

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the period was 246 (2017 - 169) .

4. **INTANGIBLE FIXED ASSETS**

	Transfer registrations £	Computer software £	Totals £
<b>COST</b>			
At 1 June 2017	65,000	3,900	68,900
Additions	794,518	-	794,518
At 30 June 2018	<u>859,518</u>	<u>3,900</u>	<u>863,418</u>
<b>AMORTISATION</b>			
At 1 June 2017	29,792	3,900	33,692
Amortisation for period	151,792	-	151,792
At 30 June 2018	<u>181,584</u>	<u>3,900</u>	<u>185,484</u>
<b>NET BOOK VALUE</b>			
At 30 June 2018	<u>677,934</u>	-	<u>677,934</u>
At 31 May 2017	<u>35,208</u>	-	<u>35,208</u>

5. **TANGIBLE FIXED ASSETS**

	Freehold property £	Assets under construction £	Equipment £
<b>COST OR VALUATION</b>			
At 1 June 2017	2,663,012	-	263,359
Additions	7,340	664,357	245,789
Disposals	-	-	(42,295)
At 30 June 2018	<u>2,670,352</u>	<u>664,357</u>	<u>466,853</u>
<b>DEPRECIATION</b>			
At 1 June 2017	1,240,371	-	134,101
Charge for period	71,656	-	73,644
Eliminated on disposal	-	-	(39,916)
At 30 June 2018	<u>1,312,027</u>	<u>-</u>	<u>167,829</u>
<b>NET BOOK VALUE</b>			
At 30 June 2018	<u>1,358,325</u>	<u>664,357</u>	<u>299,024</u>
At 31 May 2017	<u>1,422,641</u>	-	<u>129,258</u>

**Lincoln City Football Club  
Company Limited (Registered number: 00045611)**

**Notes to the Financial Statements - continued  
for the Period 1 June 2017 to 30 June 2018**

5. **TANGIBLE FIXED ASSETS - continued**

	All weather pitch £	Motor vehicles £	Totals £
<b>COST OR VALUATION</b>			
At 1 June 2017	443,873	23,700	3,393,944
Additions	-	-	917,486
Disposals	-	-	(42,295)
At 30 June 2018	<u>443,873</u>	<u>23,700</u>	<u>4,269,135</u>
<b>DEPRECIATION</b>			
At 1 June 2017	304,915	23,700	1,703,087
Charge for period	20,865	-	166,165
Eliminated on disposal	-	-	(39,916)
At 30 June 2018	<u>325,780</u>	<u>23,700</u>	<u>1,829,336</u>
<b>NET BOOK VALUE</b>			
At 30 June 2018	<u>118,093</u>	-	<u>2,439,799</u>
At 31 May 2017	<u>138,958</u>	-	<u>1,690,857</u>

Freehold property is included in the accounts at valuation and other tangible fixed assets at historical cost. The St Andrews Stand and Stacey West Stand were revalued by the directors in the year 1990/91 and the South Park Stand revalued in 1992/93. In 1993/94 the Stacey West Stand was revalued by a further £300,000 and other ground improvements by £91,022. In 1994/95 the Sincil Bank Stand was completed and revalued by £719,821. Had the revaluations not been carried out, the original cost less grants of the stands and buildings would have been £1,299,809 (2017: £1,292,469) and the net book value £782,481 (2017: £801,290).

The directors confirm these figures are still an accurate valuation.

**Lincoln City Football Club  
Company Limited (Registered number: 00045611)**

**Notes to the Financial Statements - continued  
for the Period 1 June 2017 to 30 June 2018**

**6. FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
<b>COST</b>	
At 1 June 2017	1
Additions	3
At 30 June 2018	<u>4</u>
<b>NET BOOK VALUE</b>	
At 30 June 2018	<u>4</u>
At 31 May 2017	<u>1</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

**Lincoln City Football Club Centre of Excellence Limited**

Registered office:

Nature of business: Developing of sporting excellence

	%
Class of shares:	holding
Ordinary	100.00

**Impfinity Ltd**

Registered office:

Nature of business: Other business support activities

	%
Class of shares:	holding
Ordinary	100.00

**7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Trade debtors	516,784	242,995
Amounts owed by group undertakings	2,300,000	6,303
Other debtors	153,631	2,400,000
Prepayments and accrued income	142,330	167,262
	<u>3,112,745</u>	<u>2,816,560</u>

**Lincoln City Football Club  
Company Limited (Registered number: 00045611)**

**Notes to the Financial Statements - continued  
for the Period 1 June 2017 to 30 June 2018**

**8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Hire purchase contracts (see note 10)	9,535	9,535
Trade creditors	754,529	324,410
Tax	20,260	20,204
Social security and other taxes	384,038	199,303
Bonds	67,945	61,923
Directors' current accounts	-	119,700
Accruals and deferred income	2,362,163	1,183,765
Deferred grants	18,644	19,644
	<u>3,617,114</u>	<u>1,938,484</u>

**9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2018	2017
	£	£
Hire purchase contracts (see note 10)	45,305	58,220
Bonds	499,194	221,060
Deferred capital grant more than five years	27,201	60,912
Accruals and deferred income	-	11,000
Deferred grants	30,576	30,576
	<u>602,276</u>	<u>381,768</u>

**10. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2018	2017
	£	£
Net obligations repayable:		
Within one year	9,535	9,535
Between one and five years	45,305	58,220
	<u>54,840</u>	<u>67,755</u>

	Non-cancellable operating leases	
	2018	2017
	£	£
In more than five years	<u>365,625</u>	<u>-</u>

**Lincoln City Football Club  
Company Limited (Registered number: 00045611)**

**Notes to the Financial Statements - continued  
for the Period 1 June 2017 to 30 June 2018**

**11. SECURED DEBTS**

The following secured debts are included within creditors:

	2018	2017
	£	£
Hire purchase contracts	<u>54,840</u>	<u>67,755</u>

Security is given against the asset to which the loan relates.

**12. RESERVES**

	Revaluation reserve £
At 1 June 2017 and 30 June 2018	<u>830,200</u>

**13. CONTINGENT LIABILITIES**

There are potential liabilities and assets in respect of transactions involving players registrations. Due to the variable nature of these amounts it is not possible to calculate the maximum potential liability or asset.

**14. CAPITAL COMMITMENTS**

	2018	2017
	£	£
Contracted but not provided for in the financial statements	<u>635,643</u>	<u>-</u>

**15. RELATED PARTY DISCLOSURES**

**TRADING RELATIONSHIPS**

During the period the company has traded with other businesses in which individual directors have an interest.

All of these transactions were carried out under normal commercial terms.

**DIRECTORS**

There were no amounts owing to directors at 30 June 2018 (2017: £119,700).

These loans were unsecured and no interest was charged.

**16. GOING CONCERN**

The company continues to be supported by its parent company and underlying investors.

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.