

**SCARBOROUGH FC SUPPORTERS SOCIETY LTD**  
**REPORT OF THE DIRECTORS AND**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2008**

Winn & Co  
Chartered Accountants  
& Registered Auditors  
62/63 Westborough  
Scarborough  
North Yorkshire  
YO11 1TS

**SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

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FOR THE YEAR ENDED 31 MARCH 2008**

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**SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 MARCH 2008**

**DIRECTORS:**

Mr S Cope (Chairman)  
Mr B Courtney  
Mr R Adamson  
Mr T Brown  
Mr J Clarke  
Ms W Danby  
Mr J Hunter  
Mr C Rooke  
Mr A Troughton  
Mrs S Troughton  
Mr K Smith

**SECRETARY:** Mr B Courtney

**REGISTERED OFFICE:**

Seadogs Trust  
130 Scalby Road  
Scarborough  
North Yorkshire  
YO12 5QP

**REGISTERED NUMBER:** IP30123R (England and Wales)

**AUDITORS:**

Winn & Co  
Chartered Accountants  
& Registered Auditors  
62/63 Westborough  
Scarborough  
North Yorkshire  
YO11 1TS

## **SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

### **REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2008**

The directors present their report with the financial statements of the company for the year ended 31 March 2008.

#### **PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of running the Scarborough Athletic Football Club.

#### **REVIEW OF BUSINESS**

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

The first season in existence for Scarborough Athletic has been as successful off the field as well as on it. This result has given the club the opportunity to look forward to another positive 12 months. The attendance figures were much higher than any optimistic prediction made at the start of the season which was at the heart of the positive financial performance, this was reinforced by the support shown in the membership numbers, this figure was consistently over 500 providing a solid backbone of revenue throughout the season. This resulted in a healthy £89k turnover and £17k profit after tax during the accounting period since incorporation.

The slow start to the a season on the field could have been met with a knee jerk reaction to release extra funds for players wages, but the Board showed faith in the Manager and we were rewarded with some great football during the season without having to break the bank. The stance in the first season, and continues as long as there is a club, is that Scarborough Athletic is not a money machine regarding paying player's wages. Brian France has stated that he will not be paying 'silly money' for anyone and the fact that he has never spent over his budget at any club bodes well for the future.

The club has enjoyed a hugely beneficial relationship with Bridlington Town where we had a very reasonable rent charge helping keep overheads low during the first season. We technically lost out on bar and food takings, but given the magnitude of work that needed to be done in the first season to get the club off the ground combined with the very low rent charge this was without question a win-win situation.

#### **FUTURE DEVELOPMENTS**

The club hopes to have a similar level of profitability next season; if the attendance levels remain constant then we should be looking at another financially positive season. The club has thus far kept price increases at bay; the deal with Bridlington Town continues meaning rent is still extremely favourable; the transport companies have raised their prices marginally but nowhere near the increases that we have faced at the pumps.

The club has agreed an increased playing budget to help Brian achieve what we all hope for on the field, promotion. As previously stated in this report, the amount of money is not enough to disrupt the financial future of the club but enough to help Brian make steps forward to the higher leagues that we aspire to. The current economic climate has not gone unnoticed by the board, playing 20 miles down the road doesn't help when petrol prices continue to spiral. It is a distinct possibility that people can no longer afford to go and see as many games as they would like. Expectation aside, one of the most important words for forecasting and budgeting is prudence; it would take both a significant reduction in membership and attendance to get close to a breakeven figure.

The sponsorship deal with Y50 has been a huge boost for the coming season, as well as the continued support from local businesses in terms of programme advertisement. This time last year when approaching businesses we had little to offer and everything to prove, however after a successful season the club is a much more tangible entity for sponsorship and advertising opportunities. As a result of this the revenue from advertising and sponsorship is expected to increase in the next 12 months. Two extra home league games also add to the expected turnover figure combined with the potential for extra cup revenue in the coming season, our expectations for success are high but in terms of financial planning our cup outlook is deliberately prudent, we are certainly not counting any chickens before they have hatched.

The club takes a bank balance of £20k into the coming season which means that there is a sufficient buffer to weather any storms that could possibly happen in the next 12 months. Although good cash flow planning is important we have enough cash to fund over 3 months of expenses which is more than many companies can boast after only 18 months of trading.

In conclusion the finances continue to look healthy and it is now time to enjoy a potentially very exciting season on the field.

## **SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

### **REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2008**

#### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 April 2007 to the date of this report.

Mr S Cope (Chairman)

Mr B Courtney

Mr R Adamson

Mr T Brown

Mr J Clarke

Ms W Danby

Mr J Hunter

Mr C Rooke

Mr A Troughton

Mrs S Troughton

Mr K Smith

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing 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). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

#### **AUDITORS**

The auditors, Winn & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

#### **ON BEHALF OF THE BOARD:**

Mr B Courtney - Secretary

19 July 2008

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

We have audited the financial statements of Scarborough FC Supporters Society Ltd for the year ended 31 March 2008 on pages six to nine. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page three.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

**Opinion**

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 March 2008 and of its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.

Winn & Co  
Chartered Accountants  
& Registered Auditors  
62/63 Westborough  
Scarborough  
North Yorkshire  
YO11 1TS

19 July 2008

**SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2008**

	Notes	Year Ended 31.3.08 £	Period 27.9.06 to 31.3.07 £
<b>TURNOVER</b>		82,268	6,190
Cost of sales		<u>45,522</u>	<u>-</u>
<b>GROSS PROFIT</b>		36,746	6,190
Administrative expenses		<u>23,614</u>	<u>1,244</u>
<b>OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	2	13,132	4,946
Tax on profit on ordinary activities	3	<u>-</u>	<u>-</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u><u>13,132</u></u>	<u><u>4,946</u></u>

The notes form part of these financial statements

**SCARBOROUGH FC SUPPORTERS SOCIETY LTD****BALANCE SHEET  
31 MARCH 2008**

	Notes	2008 £	£	2007 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		476		-
<b>CURRENT ASSETS</b>					
Debtors	5	904		-	
Cash at bank and in hand		<u>20,153</u>		<u>4,946</u>	
		21,057		4,946	
<b>CREDITORS</b>					
Amounts falling due within one year	6	<u>3,455</u>		<u>-</u>	
<b>NET CURRENT ASSETS</b>			<u>17,602</u>		<u>4,946</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>18,078</u>		<u>4,946</u>
<b>RESERVES</b>					
Profit and loss account	7		<u>18,078</u>		<u>4,946</u>
			<u>18,078</u>		<u>4,946</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

# SCARBOROUGH FC SUPPORTERS SOCIETY LTD

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2008

### 1. ACCOUNTING POLICIES

#### Basis of preparing the financial statements

The principal accounting policies adopted in the preparation of the financial statements are set out below

#### Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The effect of events relation to the period ended 31 March 2008, which occurred before the date of approval of the financial statements by the Board of Directors, have been included to the extent required to show a true and fair view of the state of affairs of the company at 31 March 2008 and of its results for the period ended on that date.

#### Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

#### Tangible fixed assets

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

Computer equipment - 33% on cost

#### Deferred tax

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

#### Hire purchase and leasing commitments

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

### 2. OPERATING PROFIT

The operating profit is stated after charging:

	Year Ended 31.3.08 £	Period 27.9.06 to 31.3.07 £
Depreciation - owned assets	<u>237</u>	<u>-</u>
Directors' emoluments and other benefits etc	<u>-</u>	<u>-</u>

### 3. TAXATION

#### Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 March 2008 nor for the period ended 31 March 2007.

**SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2008**

**4. TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
<b>COST</b>	
Additions	<u>713</u>
At 31 March 2008	<u>713</u>
<b>DEPRECIATION</b>	
Charge for year	<u>237</u>
At 31 March 2008	<u>237</u>
<b>NET BOOK VALUE</b>	
At 31 March 2008	<u><u>476</u></u>

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

	2008 £	2007 £
Trade debtors	400	-
Prepayments	<u>504</u>	<u>-</u>
	<u><u>904</u></u>	<u><u>-</u></u>

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

	2008 £	2007 £
Trade creditors	2,407	-
Social security and other taxes	49	-
Accrued expenses	<u>999</u>	<u>-</u>
	<u><u>3,455</u></u>	<u><u>-</u></u>

**7. RESERVES**

	Profit and loss account £
At 1 April 2007	4,946
Profit for the year	<u>13,132</u>
At 31 March 2008	<u><u>18,078</u></u>

**SCARBOROUGH FC SUPPORTERS SOCIETY LTD**

**TRADING AND PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2008**

	Year Ended 31.3.08		Period 27.9.06 to 31.3.07	
	£	£	£	£
<b>Turnover</b>				
Gate receipts	32,171		-	
Merchandise Sales	8,220		-	
Sponsorship and advertising	9,292		-	
Programme Sales	6,511		-	
Miscellaneous Income	4,103		-	
Trust Revenue	<u>21,971</u>		<u>6,190</u>	
		82,268		6,190
<b>Cost of sales</b>				
Purchases	7,911		-	
Match Day Expenses	<u>37,611</u>		-	
		<u>45,522</u>		-
<b>GROSS PROFIT</b>		36,746		6,190
<b>Expenditure</b>				
Administration	<u>23,367</u>		<u>1,244</u>	
		<u>23,367</u>		<u>1,244</u>
		13,379		4,946
<b>Finance costs</b>				
Bank charges		<u>10</u>		-
<b>Depreciation</b>				
Computer equipment		<u>237</u>		-
<b>NET PROFIT</b>		<u><u>13,132</u></u>		<u><u>4,946</u></u>

This page does not form part of the statutory financial statements