

Pars United Community Interest Company

Financial Statements

31st May 2015



CONDIE & CO

Chartered Accountants & Statutory Auditor
10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

Pars United Community Interest Company

Financial Statements

Year Ended 31st May 2015

Contents	Page
Officers and Professional Advisers	1
Chairman's Statement	2
Directors' Report	3
Independent Auditor's Report to the Shareholders	5
Profit and Loss Account	7
Balance Sheet	8
Notes to the Financial Statements	9

Pars United Community Interest Company

Officers and Professional Advisers

The Board of Directors	Mr R Garmory Mr I Hunter Mr A Main Mr R McArthur Mr C McBay Miss E M Ross
Registered Office	East End Park Halbeath Road Dunfermline KY12 7RB
Auditor	Condie & Co Chartered Accountants & Statutory Auditor 10 Abbey Park Place Dunfermline Fife KY12 7NZ
Bankers	Santander UK plc 2 Triton Square Regent's Place London NW1 3AN

Pars United Community Interest Company

Chairman's Statement

Year Ended 31st May 2015

General

I have pleasure in presenting the company's second set of statutory accounts which cover the first full year since its subsidiary, Dunfermline Athletic Football Club Ltd. ("DAFC") came out of administration.

Finances and Trading

Throughout the year, the company's primary activity continued to be that of acting as the holding company for its subsidiary DAFC.

In September 2014, the youth football development activity previously carried on by Black & White (Dunfermline) Ltd was transferred to the newly formed Fife Elite Football Academy.

During the course of the year to 31 May 2015, a further 36,385 shares were issued for a total consideration of £36,385.



Mr R M Garmory

Chairman

Approved by the directors on 21st September 2015

Pars United Community Interest Company

Directors' Report

Year Ended 31st May 2015

The directors present their report and the financial statements of the company for the year ended 31st May 2015.

Principal Activities

The principal activity of the company during the period was that of the holding company of Dunfermline Athletic Football Club Limited.

Directors

The directors who served the company during the year were as follows:

Mr R Garmory
Mr I Hunter
Mr A Main
Mr R McArthur
Mr C McBay
Miss E M Ross

Directors' Responsibilities

The directors are responsible for preparing the Directors' 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 company and of the profit or loss of the company for that year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Pars United Community Interest Company

Directors' Report *(continued)*

Year Ended 31st May 2015

Auditor

Condie & Co are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Small Company Provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Signed on behalf of the directors



Mr R M Garmory
Chairman

Approved by the directors on 21st September 2015

Pars United Community Interest Company

Independent Auditor's Report to the Shareholders of Pars United Community Interest Company

Year Ended 31st May 2015

We have audited the financial statements of Pars United Community Interest Company for the year ended 31st May 2015 which comprise the Profit and Loss Account, Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Directors and Auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the Annual Report, 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 Ethical Standards for Auditors.

Scope of the Audit of the Financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on Financial Statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st May 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on Other Matter Prescribed by the Companies Act 2006

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

Pars United Community Interest Company


Independent Auditor's Report to the Shareholders of Pars United Community Interest Company
(continued)

Year Ended 31st May 2015

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.



George Primrose (Senior Statutory Auditor)

For and on behalf of
CONDIE & CO
Chartered Accountants
& Statutory Auditor

10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

22nd September 2015

Pars United Community Interest Company

Profit and Loss Account

Year Ended 31st May 2015

	Note	Year to 31 May 15 £	Period from 4 Dec 12 to 31 May 14 £
Turnover		–	–
Administrative expenses		2,839	197,281
Operating Loss	2	<u>(2,839)</u>	<u>(197,281)</u>
Interest receivable		234	332
Loss on Ordinary Activities Before Taxation		<u>(2,605)</u>	<u>(196,949)</u>
Tax on loss on ordinary activities		–	–
Loss for the Financial Year		<u><u>(2,605)</u></u>	<u><u>(196,949)</u></u>

The notes on pages 9 to 11 form part of these financial statements.

Pars United Community Interest Company

Balance Sheet

31st May 2015

	Note	2015 £	2014 £
Fixed Assets			
Investments	3		80,002
Current Assets			
Debtors due within one year	4	406,326	245,853
Cash at bank		123,088	250,656
		529,414	496,509
Creditors: Amounts Falling due Within One Year	5	2,250	3,125
Net Current Assets		527,164	493,384
Total Assets Less Current Liabilities		607,166	573,386
Capital and Reserves			
Called-up equity share capital	8	806,720	770,335
Profit and loss account	9	199,554	196,949
Shareholders' Funds		607,166	573,386

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These accounts were approved by the directors and authorised for issue on 21st September 2015, and are signed on their behalf by:



Mr R M Garmory
Chairman

Company Registration Number: SC438195

The notes on pages 9 to 11 form part of these financial statements.

Pars United Community Interest Company

Notes to the Financial Statements

Year Ended 31st May 2015

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements have been prepared on a going concern basis, which assumes that the company will be able to continue in existence for the foreseeable future. The company incurred an operating loss of £2,605 during the period ended 31st May 2015 and at that date had assets in excess of liabilities of £607,166. The company currently has no bank borrowing in place and operates with the support of its shareholders to raise funds for its subsidiaries as and when this is required. The company is dependant on the continued support of its shareholders and the directors are confident that this support will continue for the foreseeable future and accordingly they consider it appropriate for the financial statements to be prepared on the going concern basis.

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

2. Operating Loss

Operating loss is stated after charging:

	Year to 31 May 15 £	Period from 4 Dec 12 to 31 May 14 £
Directors' remuneration	–	–
Auditor's fees	<u>1,875</u>	<u>2,750</u>

3. Investments

	Investment in subsidiaries £
Cost	
At 1st June 2014 and 31st May 2015	<u>80,002</u>
Net Book Value	
At 31st May 2015 and 31st May 2014	<u>80,002</u>

Pars United Community Interest Company

Notes to the Financial Statements

Year Ended 31st May 2015

3. Investments *(continued)*

The company owns 93.58% of the ordinary share capital of Dunfermline Athletic Football Club Limited a company incorporated in Scotland which is professional football club. The company also owns 100% of the ordinary share capital of Black & White (Dunfermline) Limited a company incorporated in Scotland that develops youth football.

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	2015 £	2014 £
Aggregate capital and reserves		
Dunfermline Athletic Football Club Limited	957,116	1,287,307
Black & White (Dunfermline) Limited	–	(178,751)
Profit and (loss) for the year		
Dunfermline Athletic Football Club Limited	(330,191)	10,138,895
Black & White (Dunfermline) Limited	–	12,115

4. Debtors

	2015 £	2014 £
Amounts owed by group undertakings	405,000	244,709
VAT recoverable	1,326	1,144
	<u>406,326</u>	<u>245,853</u>

5. Creditors: Amounts Falling due Within One Year

	2015 £	2014 £
Accruals and deferred income	2,250	3,125
	<u>2,250</u>	<u>3,125</u>

6. Transactions with the Directors

During the year the following directors subscribed for B ordinary shares: I Hunter 2,000 shares and R McArthur 2,000 shares. The shares subscribed for were allotted at a par value of £1.

Pars United Community Interest Company

Notes to the Financial Statements

Year Ended 31st May 2015

7. Related Party Transactions

No individual party or group has a controlling interest in Pars United Community Interest Company.

During the year the company donated £nil (2014 - £109,750) to Dunfermline Athletic Football Club Limited.

During the year the company provided funding and settled expenses on behalf of Dunfermline Athletic Football Club Limited amounting to £160,291 (2014 - £244,709). At 31st May 2015 the company was due £405,000 (2014 - £244,709) from Dunfermline Athletic Football Club Limited.

During the year the company donated £nil (2014 - £33,200) to Black & White (Dunfermline) Limited.

8. Share Capital

Allotted, called up and fully paid:

	2015		2014	
	No	£	No	£
A Ordinary shares of £1 each	228,085	228,085	203,085	203,085
B Ordinary shares of £1 each	578,635	578,635	567,250	567,250
	<u>806,720</u>	<u>806,720</u>	<u>770,335</u>	<u>770,335</u>

Any shares held by The Pars Supporters' Trust are designated as A Ordinary Shares. Any shares held by any other person are designated as B Ordinary Shares. The A Ordinary Shares and the B Ordinary Shares rank pari passu in all respects save that: the holder of the A Ordinary Shares has the right to nominate up to two persons to serve as directors; and the holders of the B Ordinary Shares, together, have the right to elect up to two persons to serve as directors. In addition to those class rights, all shareholders have the further right to elect up to two directors.

As a CIC, the company is subject to restrictions relating to disposals of assets and to dividends. Distributions by way of dividend and distributions of profits on a winding up can only be paid to nominated charities or other asset-locked bodies.

9. Profit and Loss Account

	Year to 31 May 15 £	Period from 4 Dec 12 to 31 May 14 £
Balance brought forward	(196,949)	-
Loss for the financial year	(2,605)	(196,949)
Balance carried forward	<u>(199,554)</u>	<u>(196,949)</u>
