

Company Registration No. 02509978 (England and Wales)

**SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31 JULY 2018**

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## COMPANY INFORMATION

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<b>Director</b>	D Chansiri
<b>Company number</b>	02509978
<b>Registered office</b>	Hillsborough Sheffield S6 1SW
<b>Auditor</b>	BHP LLP 2 Rutland Park Sheffield S10 2PD

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# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

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# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STRATEGIC REPORT

**FOR THE PERIOD ENDED 31 JULY 2018**

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The director presents the strategic report for the period ended 31 July 2018.

### **Fair review of the business**

The company uses a number of key performance indicators to measure its performance. Turnover rose by £1.8m to £25.2m (£23.4m 2017) of which £1.2m was due to extending the financial year by two months. Average league attendance fell to 25,939 (27,306). The team finished 15th in the Football League Championship (4th 2017).

### **Results and Dividends**

The results for the company are set out in the profit and loss account on page 14.

The company's profit for the period of £2.6m was an improvement of £23.4m from the previous year (2017 £20.8m loss).

The directors do not recommend the payment of a dividend (£nil 2017).

### **Principal risks and uncertainties**

The directors consider the principal risk facing the company is the performance and divisional status of the team. In light of this risk the company remains dependant on the continued financial support from its shareholder.

The company is regulated by the rules of FIFA, UEFA, The FA and The Football League, the board ensures compliance with the relevant rules and regulations and monitors and considers the impact closely of any potential changes.

### **Statement on Social Responsibility**

#### **Charity Policy**

The club supported various charities throughout the year, believing it is important to use the power of the SWFC brand to give these worthwhile charities the opportunities to raise funds at the football club. A snapshot of this policy includes the following beneficiaries:

- Bluebell Wood Children's Hospice
- The Children's Hospital Charity, Sheffield
- Weston Park Hospital Cancer Charity
- St Luke's Hospice
- S6 Foodbank
- Royal Society for the Blind

We also provide match tickets and signed memorabilia for numerous charitable organisations, local schools and youth organisations. In addition, we work closely with several homeless charities, while the NCS (National Citizen Service) programme works with several charities to raise both their profile and much-needed funds through the social action programmes.

#### **Community Involvement**

This year was yet another hugely successful period for Corporate Social Responsibility at the club where our work in the community has gone from strength to strength.

The number of young people and families we reach is over 100,000 and the range of activities provided has also expanded, creating one of the most wide-ranging community programmes not only in football, but throughout sport. The city partnerships have increased due to the success of the programmes we deliver across the city of Sheffield.

We have secured a state of the art education facilities to deliver high quality education to students in South Yorkshire, making us one of the biggest providers of BTEC sport in South Yorkshire.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STRATEGIC REPORT (CONTINUED)

*FOR THE PERIOD ENDED 31 JULY 2018*

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### **Community Programme**

The Sheffield Wednesday Community Programme is the Football Club's charitable arm, established to support the development of cohesive communities around South Yorkshire and increase engagement, training provision and support amongst its residents working across four EFL key themes:

- Participation
- Social Inclusion
- Health and Well-Being
- Education

We endeavour to encourage confidence, active lifestyle and participation of sport regardless of gender, ethnicity and disability.

The Sheffield Wednesday Community Programme enjoys major success in connecting the local community to our club and is widely recognised as an exciting market leader. The Sheffield Wednesday Community Programme operates under five key aims:

- Raising educational achievement
- Creating pathways to employment
- Building healthier lifestyles
- Bringing communities together
- Reducing crime

Partnerships are the key to the programme creating sustainability, with associates on board from University of Hallam, Sheffield College, NCFE, Skills Funding Agency, SCC, NCS Trust, EFL and PL.

The Sheffield Wednesday Community Programme Scheme is ground-breaking, and its innovative projects are delivered through a regular presence in schools, working with disadvantaged or socially excluded groups in society, achieving positive results through crime reduction and community-based coaching sessions.

### **Education Programme**

The Sheffield Wednesday Community Programme provides local people with routes into various education, employment and training opportunities which are individually tailored to suit their learning needs. The programmes delivered by the charity aim to improve the motivation, confidence and self-esteem of people on the courses and help to create life-changing opportunities as they are supported in improving their employability prospects.

We work in partnership with the local authority on our Alternative Provision programme. This programme is for learners who, because of exclusion, illness or other reasons, would not otherwise receive suitable education; education arranged by schools for learners on a fixed period exclusion; and learners being directed by schools to off-site provision to improve their behaviour. We offer vocational qualifications and imbed numeracy and literacy whilst using the power of sport to try and re-engage these young people back in to main stream education. Pathways are in place for students to attend post 16 provision at Sheffield Wednesday Community Programme at the end of year 11.

Our post 16 Education Provision delivers Study Programmes that include BTEC Level 1 in Sport (Sport and Active Leisure), NCFE Level 2 in Sport (Coaching Pathway), BTEC Level 3 Extended Diploma in Sport (Development, Coaching and Fitness) and BTEC Level 3 Extended Diploma in Performing Arts (Dance Pathway). Learners are taught by fully qualified teachers from the Community Programme and re-sit functional skills or GCSE English and Maths if they have not achieved a GCSE grade 4 (or above). All students have an enrichment timetable that includes training and participating in an 11 a side football programme, representing the college in the AoC league. The Performing Arts students have taken part in a variety of dances including ballet, jazz, contemporary and street. They have performed at various venues including on the pitch at Sheffield Wednesday first team matches.

# **SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED**

## **STRATEGIC REPORT (CONTINUED)**

***FOR THE PERIOD ENDED 31 JULY 2018***

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All learners take part in work placements with the aim to improve their CV and give them vital work experience in preparation for Higher Education and employment.

All learners have clear pathways through the courses, with progression to Higher Education provision.

In Partnership with the EFL Trust and the University of South Wales, we offer a Foundation Degree in Community Football Coaching and Development with a top up to a BSc (Hons) Football Coaching Development and Administration degree. We have a 100% success rate of employment for students that have completed the full BSc (Hons) degree.

Again, in partnership with the EFL trust we have delivered our first adult education traineeship programme for learners aged 19-24. The programme is designed to upskill learners to make them more employable. Learners studied a level 1 qualification in Customer Service, work preparation training including CV writing and interview preparation, functional skills in English and Maths up to level 2 and a work placement for 12 weeks. All the learners that completed the programme gained paid employment.

### **KEY FACTS - EDUCATION**

Based on the academic year 2017/18

- 10 learners - on the Alternative Provision Programme
- 150 learners - on Post 16 Education Provision
- 10 learners - on Higher Education Provision
- 4 learners - on the 19-24 Traineeship Programme 95% of University UCAS applications were successful
- All Standard Verifications passed with no actions for sport and performing arts
- Our NCFE level 2 work is to be used as an example to other local providers due to the outstanding feedback we received
- 100% of learners that have completed the BSc (Hons) degree have paid employment in the football industry.
- 100% of learners that completed the traineeship have gained paid employment
- The SWFCCP are on the RoATP to deliver apprenticeships

National Citizen Scheme

#### Numbers and targets

488 young people had attended the NCS over the year. Recruitment had been strong in the majority of schools.

The EFL Trust has issued a new reduced contract for the forthcoming year. We will deliver only 390 places opposed to 500 last year. The reduction is due to the spring delivery model being taken away from the contract for all clubs and low attendance numbers in Summer 18.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STRATEGIC REPORT (CONTINUED)

***FOR THE PERIOD ENDED 31 JULY 2018***

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### Partnership Schools

We deliver in the following designated schools and colleges:

- Bradfield School
- Chaucer School
- Ecclesfield School
- Forge Valley Community School
- Hillsborough College
- Hinde House 3-16 School
- Longley Park Sixth Form College
- Stocksbridge High School
- Tupton School
- Birley School
- Sheffield High School

### Successes

We remain one of the biggest local delivery partners throughout the NCS programme. Our NCS students raised significant funds for various charities across the year including Sheffield Children's Hospital, Sheffield Royal Society for the Blind and Cavendish Cancer Care.

### Venues

We have utilised the following venues across Sheffield for the delivery of different programme phases:

Youth Hostel Associations (Peak District/Lake District)

Kingswood Dearne Valley

Sheffield 3 (University Accommodation)

Hillsborough College

Hillsborough Arena

Hillsborough Stadium

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STRATEGIC REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### Premier League Projects

Sheffield Wednesday Community Programme

KPI	Description	SWFCCP 2018-19 Target	Delivered to date (Dec 2018)	Planned in for 2019
1.1	Specific number of <b>teaching &amp; learning CPD</b> sessions delivered by either internal or external staff	3		
1.2	Specific number of <b>CCO staff</b> to complete the Level 3 PESS this academic year	4		Level 3 AfPe starts in January (James and Cameron) PLCF Children and YP Wellbeing
2.1	Specific number of <b>engaged teachers attending CPD</b> events delivered by CCO	2 with a minimum of 10 teachers attending each one		
2.2	Specific number of <b>teachers receiving support</b> from CCO within their PE lessons	15	4	
2.3	Specific number of <b>targeted interventions</b> (cohorts/individual, running for a minimum of 6 weeks)	2	Parson Cross Playground leaders	
2.4	Specific number of <b>workshops to improve children's understanding around PSHE</b>	4		
2.5	Specific number of <b>'English' or 'Maths' or 'Both'</b> (MUST SPECIFY) (classes/cohorts/individuals, running for a minimum of 6 weeks)	2 cohorts of 10 pupils	Wharncliffe Side Reading Stars	
3.2a	Specific number <b>competitions</b> , as well as specific number of <b>schools targeted</b> to engage with across all <b>female</b> competitions	2 competitions, minimum of 5 schools attending		Y3/4 Girls Football
3.2b	Specific number <b>competitions</b> , as well as specific number of <b>schools targeted</b> to engage with across all <b>male</b> competitions	2 competitions, minimum of 5 schools attending		KS1 World Cup KS1 Tennis Festival
3.3a	Specific number of <b>individual girls-only extra-curricular</b> sport sessions (the overall number of unique sessions are required)	24 sessions	Wharncliffe Side Breakfast Club Parson Cross Lunch Club	
3.3b	Specific number of <b>individual girls extra-curricular boys/mixed</b> sport sessions (the overall number of unique sessions are required)	32 sessions	Lound ASC Windmill ASC	
3.4	Specific number of <b>collapsed curriculum days</b> , as well as specific number of <b>schools engaged</b> with	4 with minimum of 1 school attending each	Show Racism the Red Card	World Book Day Superhero Day
3.5	Specific number of <b>assemblies</b> , as well as specific number of <b>schools engaged</b> with	8 with a minimum of 1 school engaged		Safer Internet Day Respect Week
3.7	Specific number of <b>schools engaged</b> across all activities/mass participation	20		



# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STRATEGIC REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### Premier League Girls Football

Description	SWFCCP 2018-19 Target	Delivered to date (Dec 2018)	Planned in for 2019
Satellites	12	9	New session at SWFC TG
Engaged (11+)	244	126	
Engaged (14+)		52	
Retained (11+)	159	83	
Sustained (11+)	122	0 Not delivered enough weeks yet	
Transitioned	24	0	Creation of new team – Thorncliffe or Oughtibridge
Volunteers	5	0	Education Students

### Premier League Kicks



Engaging participants in constructive activities across a wide variety of sports through coaching, music and personal development sessions.

### PL Kicks Core

Description	SWFCCP 2018-19 Target	Delivered to date (Dec 2018)	Planned in for 2019
Engaged	425	477	
Retained	276	211	
Sustained	179	0 Not delivered enough weeks yet	
Females	64	58	
14+	255	170	
Volunteers	13	13	
Qualifications	4	0	Break away training PLCF youth Work PLCF Youth Mental Health
Competitions	8	6	Stoke Rotherham Leeds

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STRATEGIC REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### PL Kicks Multi-Sport

Description	SWFCCP 2018-19 Target	Delivered to date (Dec 2018)	Planned in for 2019
Engaged	85	92	
Retained	55	46	
Sustained	36	0	
Females	12	15	
14+	51	26	
Volunteers	2	5	
Qualifications	2	0	PLCF Adult wellbeing
Competitions	2	1	Host netball competition

Across the Premier League Projects SIV plays a key strategic role for the community programme as it provides facility hire for each of the programme's weekly hub sessions as well as facility for competitions and staff CPD.

A new partnership with Thorncliffe St Georges Park is due to start in January 2018 with the facility hosting competitions and new weekly sessions.

#### Mini Owls

Mini Owls sessions take place at various centres throughout Sheffield. These are fun-based learning programmes for three to five-year-olds to encourage all aspects of balance and co-ordination, with both mental and physical development. Over 220 children per week attend sessions.

Participants are taught to improve communication, motor skills and spatial awareness in a fun and safe environment. When the children reach the age of five, there is a natural progression into our Junior Owls Programme.

#### Early Years Programme

Delivered in nursery and infant schools across Sheffield, the Sheffield Wednesday Community Programme has produced this structured coaching resource to ensure a high level of sporting interest from a young age.

The Early Years Programme delivers an exciting multi-sport project that helps develop children's agility, balance and co-ordination, in addition to their social interaction skills and self-confidence.

Children are encouraged to engage in sport from an early age with motivation to improve their performance through continual assessment.

#### Holiday Programme

Soccer Camps are delivered at a wide range of venues across Sheffield.

Predominantly football-based, but with multi-sport and specialist courses also available, the Soccer Camps are aimed at children aged between four and 14 who receive professional coaching and can win medals and trophies. The Sheffield Wednesday Community Holiday Programme is run by FA qualified community coaches and is a fantastic way for children to spend the school holidays. Sheffield Wednesday Community Programme has numerous Soccer Camps throughout the year, with the flagship camp based at the club's Middlewood Road training ground.

# **SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED**

## **STRATEGIC REPORT (CONTINUED)**

***FOR THE PERIOD ENDED 31 JULY 2018***

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### **Development Centres**

This is one of Sheffield Wednesday Community Programme's most high profile schemes.

We run a number of development centres, which include an Advanced Training Syllabus where sessions are planned in partnership with the SWFC academy. This gives the chance for participants to potentially progress to the academy which in turn could lead to a professional career. Through the academy, community coaches will recommend young players who show potential, which may lead to an opportunity of a trial with Sheffield Wednesday Development Centre.

### **Overseas Programme**

The Overseas Programmes for seven to 18-year-olds are used as a recruitment tool for Sheffield Wednesday Football Club. All players who attend these sessions are assessed and if shown to have potential are offered the opportunity to attend trials with the Sheffield Wednesday academy. The links formed also give the community coaches the opportunity to develop their own skills whilst coaching in an overseas environment.

### **School Programme**

Sheffield Wednesday Community Programme delivers an After School Programme to local Schoolchildren in 25 schools per week. Though predominantly football-based, the sessions also offer dance, gymnastics and basketball training and are run by qualified community coaches. The sessions encourage extra curriculum participation with an emphasis on children's agility, balance and co-ordination, in addition to their social interaction and well-being.

### **Curriculum Coaching Programme**

The Sheffield Wednesday Community Programme is delivered within schools to cover teachers' planning, preparation and assessment time. We provide qualified coaches to deliver quality PE lessons in local schools following the national curriculum and FA guidelines. Over 100 sessions per week are delivered in schools throughout the local area and we are currently delivering coaching sessions in 25 schools per week.

### **Healthy School Programme**

The Healthy School Programme targets Y6 children and consists of five sessions of one-hour learning focusing on physical exercise, healthy eating and the effects of smoking. The sessions are based around fun games and aim to adopt the effects of a healthy lifestyle to the children in a way they can relate to their daily lives. The programme has a significant impact on child obesity, chronic heart disease, diabetes and mental well-being, all issues prevalent within our local community.

### **Disability Programme**

The Disability and Mental Health Programme aims to improve the quality of life for disabled people by developing the physical fitness of both male and female participants from all age categories. With Sheffield and Hallamshire County FA as one of our key partners we increase participation in all areas of our programme and push to develop players to a competitive standard which will create more opportunities for elite performers to excel.

Our aim at Sheffield Wednesday Community Programme is to provide an all-inclusive disability project. We offer social opportunities to those that may not necessarily have the chance of an able-bodied sports participant.

### **Social Inclusion Programme**

The Social Inclusion Programme delivers a wide range of youth inclusion projects that enables young people to participate in a diverse collection of sport and educational activities within deprived wards in Sheffield. Sheffield Wednesday Community Programme is one of only seven clubs nationally involved with this Football League Trust Project over the next three years.

Sheffield Wednesday Community Programme delivers free weekly evening and weekend sessions throughout the year with over 15,000 participants and a proven record of reducing youth crime and anti-social behaviour.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STRATEGIC REPORT (CONTINUED)

**FOR THE PERIOD ENDED 31 JULY 2018**

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The project engages with young people and enables them to make informed lifestyle decisions and remove barriers to participation such as lack of finance and transport. The scheme delivers free doorstep sport to young people in deprived areas of Sheffield with the aim of raising aspirations and inspiring young people to reach their potential.

- Wembley trip for team and volunteers in November
- FLT Girls Under-13s Cup and FLT Boys Under-11s Cup
- Fit For Football
- Walking Football targeting the over-50 age bracket

Originally funded by Sport England as part of the Make Your Move programme, our Steel City Fit Club programme is a project that helps Owls fans understand the benefits of having a healthy diet and lifestyle. The project reaches out to people across the city who have not been involved in sport or physical activity on a regular basis. The most important innovative aspect of the project is the use of both the brand and stadium of Sheffield Wednesday to engage people and fans in physical activity.

Two year on, the Community Programme now offers its participants a membership scheme and has become self-sustaining. Participants can access two types of membership: full time members access two classes plus one walking football session per week. Part time members access one class plus one walking football session per week. There is also an option to play as you go. To date, the Community Programme have 14 full time members and three part time.

Ours is the only club to have a self-sustaining model and is continuing to develop its offer by introducing a monthly day trip around a location in South Yorkshire and also social events organised by the members for the members).

### **SWFC Fit Club Targets 2018 (set by the Sheffield Wednesday Community Programme)**

SWFC Steel City Fit Club Targets 2017-2018

150 members (100 full time, 50 part time)

75 transition of gateway participants top members in one year

4 walking football sessions per week (open to male & female)

3 events in the year

SWFC walking group set up

### **Community Box**

The community Programme corporate box at Hillsborough is used to entertain potential partners and also benefits key stakeholders such as Bluebell Wood Children's Hospice and the Children's Hospital, Sheffield.



D Chansiri

**Director**

20 June 2019

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## DIRECTOR'S REPORT

**FOR THE PERIOD ENDED 31 JULY 2018**

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The director presents his annual report and financial statements for the period ended 31 July 2018.

### **Principal activities**

The principal activity of the company is the operation of a professional football club together with the related ancillary activities.

### **Director**

The director who held office during the period and up to the date of signature of the financial statements was as follows:

D Chansiri

J Redgate

K S Meire

(Resigned 1 February 2018)

(Appointed 1 January 2018 and resigned 11 February 2019)

### **Results and dividends**

The results for the period are set out on page 14.

No ordinary dividends were paid. The director does not recommend payment of a final dividend.

### **Disabled persons**

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 within the company continues and that the appropriate training is arranged. It is the policy of the company that the training, career development and promotion of disabled persons should, as far as possible, be identical to that of other employees.

### **Employee involvement**

The company's policy is to consult and discuss with employees matters likely to affect employees' interests.

Information about matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the company's performance.

### **Auditor**

In accordance with the company's articles, a resolution proposing that BHP LLP be reappointed as auditor of the company will be put at a General Meeting.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## DIRECTOR'S REPORT (CONTINUED)

*FOR THE PERIOD ENDED 31 JULY 2018*

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### **Statement of director's responsibilities**

The director is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 period. In preparing these financial statements, the director is required to:

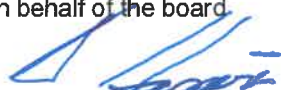
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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. He is 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 of disclosure to auditor**

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

On behalf of the board



D Chansiri  
**Director**

20 June 2019

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

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#### Opinion

We have audited the financial statements of Sheffield Wednesday Football Club Limited (the 'company') for the period ended 31 July 2018 which comprise the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 July 2018 and of its profit for the period 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.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Material uncertainty related to going concern

We draw attention to note 1.2 in the financial statements, which indicates that additional funding will be required to enable the company to continue in operational existence. The owner has confirmed that sufficient financial support will be made available to enable the company to meet its obligations as they fall due for a period of not less than 12 months from the date of approval of the financial statements. As stated in note 1.2, the director acknowledges that this support is not legally binding, and these conditions, along with other matters as set forth in note 1.2, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

#### Other information

The director is responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the strategic report and the director's report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the director's report have been prepared in accordance with applicable legal requirements.

# **SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### **TO THE MEMBERS OF SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED**

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#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the director's report.

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of director**

As explained more fully in the director's responsibilities statement, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

#### **Use of our report**

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 him 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.

**John Warner (Senior Statutory Auditor)**  
for and on behalf of BHP LLP

21 June 2019

**Chartered Accountants**  
**Statutory Auditor**

2 Rutland Park  
Sheffield  
S10 2PD



# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 JULY 2018

		period ended 31 July 2018 £ 000	31 May 2017 £ 000
Turnover	3	25,234	23,377
Cost of sales		(48,937)	(36,199)
<b>Gross loss</b>		<b>(23,703)</b>	<b>(12,822)</b>
Administrative expenses		(1,716)	(1,344)
Profit on disposal of stadium		38,061	-
Profit/(loss) on disposal of players		2,257	551
Depreciation		(1,308)	(940)
Amortisation of player registrations		(10,947)	(6,171)
<b>Operating profit/(loss)</b>	<b>4</b>	<b>2,644</b>	<b>(20,726)</b>
Interest receivable and similar income	7	5	7
Interest payable and similar expenses	8	(73)	(46)
<b>Profit/(loss) before taxation</b>		<b>2,576</b>	<b>(20,765)</b>
Taxation	9	-	-
<b>Profit/(loss) for the financial period</b>		<b>2,576</b>	<b>(20,765)</b>
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>2,576</b>	<b>(20,765)</b>

The Profit And Loss Account has been prepared on the basis that all operations are continuing operations.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## BALANCE SHEET

AS AT 31 JULY 2018

	Notes	2018 £ 000	£ 000	2017 £ 000	£ 000
<b>Fixed assets</b>					
Intangible assets	10		17,222		15,856
Tangible assets	11		4,802		26,881
			<u>22,024</u>		<u>42,737</u>
<b>Current assets</b>					
Stocks	12	546		228	
Debtors	13	65,076		2,481	
Cash at bank and in hand		2,111		2,065	
		<u>67,733</u>		<u>4,774</u>	
<b>Creditors: amounts falling due within one year</b>	14	(15,129)		(16,743)	
<b>Net current assets/(liabilities)</b>			<u>52,604</u>		<u>(11,969)</u>
<b>Total assets less current liabilities</b>			<u>74,628</u>		<u>30,768</u>
<b>Creditors: amounts falling due after more than one year</b>	15		(84,977)		(43,693)
<b>Net liabilities</b>			<u>(10,349)</u>		<u>(12,925)</u>
<b>Capital and reserves</b>					
Called up share capital	19		25,500		25,500
Share premium account			19,706		19,706
Revaluation reserve			-		6,421
Profit and loss reserves			(55,555)		(64,552)
<b>Total equity</b>			<u>(10,349)</u>		<u>(12,925)</u>

The financial statements were approved by the board of directors and authorised for issue on 20 June 2019 and are signed on its behalf by:



D Chansiri  
Director

Company Registration No. 02509978

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 JULY 2018

	Notes	Share capital £ 000	Share premium account £ 000	Revaluation reserve £ 000	Profit and loss reserves £ 000	Total £ 000
<b>Balance at 1 June 2016</b>		23,221	19,706	6,540	(43,906)	5,561
<b>Year ended 31 May 2017:</b>						
Loss and total comprehensive income for the year		-	-	-	(20,765)	(20,765)
Issue of share capital	<b>19</b>	2,279	-	-	-	2,279
Transfers		-	-	(119)	119	-
<b>Balance at 31 May 2017</b>		25,500	19,706	6,421	(64,552)	(12,925)
<b>Period ended 31 July 2018:</b>						
Profit and total comprehensive income for the period		-	-	-	2,576	2,576
Transfers		-	-	(6,421)	6,421	-
<b>Balance at 31 July 2018</b>		25,500	19,706	-	(55,555)	(10,349)

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 JULY 2018

	Notes	2018 £ 000	£ 000	2017 £ 000	£ 000
<b>Cash flows from operating activities</b>					
Cash absorbed by operations	26		(26,945)		(11,389)
Interest paid			(73)		(46)
<b>Net cash outflow from operating activities</b>			<b>(27,018)</b>		<b>(11,435)</b>
<b>Investing activities</b>					
Purchase of player registrations and trademarks		(13,667)		(8,481)	
Disposal of player registrations		622		183	
Purchase of tangible fixed assets		(762)		(2,139)	
Proceeds on disposal of tangible fixed assets		1,044		-	
Interest received		5		7	
<b>Net cash used in investing activities</b>			<b>(12,758)</b>		<b>(10,430)</b>
<b>Financing activities</b>					
Proceeds from issue of shares		-		2,279	
Loan from shareholder		40,080		19,981	
Payment of finance leases obligations		(258)		(144)	
<b>Net cash generated from financing activities</b>			<b>39,822</b>		<b>22,116</b>
<b>Net increase in cash and cash equivalents</b>			<b>46</b>		<b>251</b>
Cash and cash equivalents at beginning of period			2,065		1,814
<b>Cash and cash equivalents at end of period</b>			<b>2,111</b>		<b>2,065</b>

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE PERIOD ENDED 31 JULY 2018

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#### 1 Accounting policies

##### Company information

Sheffield Wednesday Football Club Limited is a private company limited by shares incorporated in England and Wales. The registered office is Hillsborough, Sheffield, S6 1SW.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £ 000.

The financial statements have been prepared on the historical cost convention, modified to include the revaluation of freehold properties. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

The Company's business activities together with factors likely to affect its future development, performance and position are set out in the Directors report.

In considering the appropriateness of the going concern basis for the preparation of the financial statements, the director has considered the working capital requirements of the Company for the short, medium and longer term taking account of reasonably possible changes in trading performance and downside sensitivities within the cash flow forecasts. In doing so, the director has determined that additional funding will be required to enable the Company to continue in operational existence. The owner has confirmed that sufficient financial support will be made available to enable the Company to meet its obligations as they fall due for a period of not less than 12 months from the date of approval of the financial statements. The director acknowledges that this support is not legally binding and is dependent on the availability of funding from the owner. Therefore, a material uncertainty exists which may cast significant doubt over the company's ability to continue as a going concern and, therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Nevertheless, after making enquiries and considering the funding requirements of the Company, the director is confident that funding will be made available and has a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly he continues to adopt the going concern basis in the preparation of the financial statements.

#### 1.3 Reporting period

The current reporting period is for the fourteen months ended 31 July 2018. The reporting period has been extended to account for significant events that occurred after the previous year end of 31 May 2018. Comparative amounts presented in the financial statements (including the related notes) are not entirely comparable.

#### 1.4 Turnover

Turnover comprises the value of match receipts and season tickets, less percentage payments to the Football League and Football Association, receipts from the Football League and the Premier League, and other commercial and miscellaneous income except donations, all exclusive of value added tax.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### 1 Accounting policies

(Continued)

#### 1.5 Intangible fixed assets other than goodwill

Player registrations	The cost of players' registrations is capitalised and amortised over the period of the respective players' contracts. Any transfer fee levy fund received during the year is credited against additions to intangible fixed assets.
Trademarks	1 year

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	2% - 10% straight line
Leasehold property	Over the term of the lease
Plant and machinery	7.5% - 25% straight line

Land is not depreciated.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### 1.7 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

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### 1 Accounting policies

(Continued)

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

#### 1.9 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

#### 1.10 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Other financial assets**

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

##### **Impairment of financial assets**

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

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### 1 Accounting policies

(Continued)

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### ***Classification of financial liabilities***

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

#### ***Basic financial liabilities***

Basic financial liabilities, including creditors and loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### ***Other financial liabilities***

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as being measured at fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

#### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

#### 1.11 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.



# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

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### 1 Accounting policies

(Continued)

#### 1.12 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

#### 1.13 Retirement benefits

The company offers an all-employee Scheme in line with auto-enrolment requirements. Contributions are charged to the profit and loss account for the period in which they are payable to the scheme.

#### 1.14 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

#### 1.15 Player trading

Player trading comprises amortisation of players' registrations and profits and losses on disposal of players' registrations.

#### 1.16 Signing on fees and loyalty bonuses

Signing on fees and loyalty bonuses represent a normal part of the employment cost of the player and as such are accounted for in the year they become payable under the player's contract. Those instalments due in the future on continued service are not provided for but are noted as contingent liabilities.

### 2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the director is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### 3 Turnover

An analysis of the company's turnover, which is derived wholly in the UK, is as follows:

	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
<b>Turnover</b>		
Match receipts and associated turnover	18,129	16,835
Commercial activities	7,105	6,542
	<u>25,234</u>	<u>23,377</u>

#### Turnover analysed by geographical market

	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
United Kingdom	<u>25,234</u>	<u>23,377</u>

### 4 Operating profit/(loss)

	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
Operating profit/(loss) for the period is stated after charging/(crediting):		
Fees payable to the company's auditor for the audit of the company's financial statements	23	22
Depreciation of owned tangible fixed assets	1,115	870
Depreciation of tangible fixed assets held under finance leases	193	70
Profit on disposal of tangible fixed assets	(63)	-
Amortisation of player registrations and trademarks	<u>10,960</u>	<u>6,171</u>

### 5 Employees

The average monthly number of persons (including directors) employed by the company during the period was:

	<b>2018</b>	<b>2017</b>
	<b>Number</b>	<b>Number</b>
	<u>302</u>	<u>274</u>

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

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<b>5 Employees</b>	<b>(Continued)</b>	
Their aggregate remuneration comprised:		
	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
Wages and salaries	37,445	25,970
Social security costs	4,757	3,265
Pension costs	206	106
	<u>42,408</u>	<u>29,341</u>
	<u><u>42,408</u></u>	<u><u>29,341</u></u>
<b>6 Director's remuneration</b>		
	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
Remuneration for qualifying services	201	152
	<u>201</u>	<u>152</u>
	<u><u>201</u></u>	<u><u>152</u></u>
Remuneration disclosed above include the following amounts paid to the highest paid director:		
	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
Remuneration for qualifying services	101	152
	<u>101</u>	<u>152</u>
	<u><u>101</u></u>	<u><u>152</u></u>
<b>7 Interest receivable and similar income</b>		
	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
<b>Interest income</b>		
Interest on bank deposits	5	7
	<u>5</u>	<u>7</u>
	<u><u>5</u></u>	<u><u>7</u></u>
<b>8 Interest payable and similar expenses</b>		
	<b>2018</b>	<b>2017</b>
	<b>£ 000</b>	<b>£ 000</b>
<b>Interest on financial liabilities measured at amortised cost:</b>		
Interest on bank overdrafts and loans	23	21
Interest on finance leases and hire purchase contracts	50	25
	<u>73</u>	<u>46</u>
	<u><u>73</u></u>	<u><u>46</u></u>

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# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### 9 Taxation

The actual charge for the period can be reconciled to the expected charge/(credit) for the period based on the profit or loss and the standard rate of tax as follows:

	2018 £ 000	2017 £ 000
Profit/(loss) before taxation	2,576	(20,765)
Expected tax charge/(credit) based on the standard rate of corporation tax in the UK of 19.00% (2017: 20.00%)	489	(4,153)
Tax effect of expenses that are not deductible in determining taxable profit	1	6
Gains not taxable	(2,254)	-
Change in unrecognised deferred tax assets	1,604	3,421
Depreciation on assets not qualifying for tax allowances	160	62
Effect of change in deferred tax rates	-	664
Taxation for the period	-	-

The company has accumulated tax losses of approximately £122.8m (2017: £87.5m)

### 10 Intangible fixed assets

	Player registrations £ 000	Trademarks £ 000	Total £ 000
<b>Cost</b>			
At 1 June 2017	24,558	12	24,570
Additions	12,946	2	12,948
Disposals	(2,741)	-	(2,741)
At 31 July 2018	34,763	14	34,777
<b>Amortisation and impairment</b>			
At 1 June 2017	8,713	1	8,714
Amortisation charged for the period	10,947	13	10,960
Disposals	(2,119)	-	(2,119)
At 31 July 2018	17,541	14	17,555
<b>Carrying amount</b>			
At 31 July 2018	17,222	-	17,222
At 31 May 2017	15,845	11	15,856

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### 11 Tangible fixed assets

	Freehold property £ 000	Leasehold property £ 000	Plant and machinery £ 000	Total £ 000
<b>Cost</b>				
At 1 June 2017	24,961	3,524	4,980	33,465
Additions	115	1,280	754	2,149
Disposals	(23,926)	(1,037)	-	(24,963)
At 31 July 2018	1,150	3,767	5,734	10,651
<b>Depreciation and impairment</b>				
At 1 June 2017	1,547	1,627	3,410	6,584
Depreciation charged in the period	630	225	453	1,308
Eliminated in respect of disposals	(1,987)	(56)	-	(2,043)
At 31 July 2018	190	1,796	3,863	5,849
<b>Carrying amount</b>				
At 31 July 2018	960	1,971	1,871	4,802
At 31 May 2017	23,414	1,897	1,570	26,881

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts.

	2018 £ 000	2017 £ 000
Plant and machinery	1,648	468

### 12 Stocks

	2018 £ 000	2017 £ 000
Finished goods and goods for resale	546	228

### 13 Debtors

Amounts falling due within one year:	2018 £ 000	2017 £ 000
Trade debtors	452	613
Other debtors	7,500	-
Prepayments and accrued income	4,492	1,736
	12,444	2,349

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

13 Debtors		2018	2017
		£ 000	£ 000
(Continued)			
<b>Amounts falling due after more than one year:</b>			
Other debtors		52,500	-
Prepayments and accrued income		132	132
		<u>52,632</u>	<u>132</u>
<b>Total debtors</b>		<u>65,076</u>	<u>2,481</u>
14 Creditors: amounts falling due within one year		2018	2017
	Notes	£ 000	£ 000
Obligations under finance leases	17	369	98
Trade creditors		5,685	7,935
Taxation and social security		1,864	1,746
Other creditors		258	-
Accruals and deferred income		6,953	6,964
		<u>15,129</u>	<u>16,743</u>
15 Creditors: amounts falling due after more than one year		2018	2017
	Notes	£ 000	£ 000
Obligations under finance leases	17	1,140	282
Loan from shareholder	16	77,694	37,658
Trade creditors		4,514	4,493
Accruals and deferred income		1,629	1,260
		<u>84,977</u>	<u>43,693</u>
16 Loans and overdrafts		2018	2017
		£ 000	£ 000
Loan from shareholder		<u>77,694</u>	<u>37,658</u>
Payable after one year		<u>77,694</u>	<u>37,658</u>

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

### 16 Loans and overdrafts (Continued)

The loan from the shareholder has no set repayment or interest terms. In the opinion of the directors there would be no benefit in calculating a theoretical carrying value at amortised cost as required by FRS 102. The balances continue therefore to be carried at transaction price.

17 Finance lease obligations	2018	2017
	£ 000	£ 000
Future minimum lease payments due under finance leases:		
Within one year	369	98
In two to five years	1,140	282
	<u>1,509</u>	<u>380</u>

18 Retirement benefit schemes	2018	2017
	£ 000	£ 000
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	206	106
	<u>206</u>	<u>106</u>

The company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the company in an independently administered fund.

19 Share capital	2018	2017
	£ 000	£ 000
Ordinary share capital		
Issued and fully paid		
25,000,000 ordinary shares of £1 each	25,500	25,500
	<u>25,500</u>	<u>25,500</u>

### 20 Financial commitments, guarantees and contingent liabilities

#### Promotion payments

In the event of the club's promotion to the Premier League various contracted amounts will fall due for payment including bonuses to players and staff plus amounts to the loan note holders (£1,336,000) and bank (£750,000) of the Club's previous holding company - Sheffield Wednesday plc. These amounts are not provided for in the accounts and will be charged to the accounts as and when the liability is incurred. The amounts due to the loan note holders and bank arise in the event of promotion on or before 31 May 2021.

#### Player related matters

No provision is included in the financial statements for signing-on fees and loyalty bonuses, as at 31 July 2018, of £5,948,000 (31 May 2017: £7,491,000) which would become due to certain players if they are still in the service of the Club on specific future dates. Some player contracts and transfer agreements include clauses that require the Company to pay additional wages or fees if it is promoted to the Premiership during the term of the player's contract. These amounts are less than the additional income that would arise as a result of promotion.

# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

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### 21 Capital commitments

Amounts contracted for but not provided in the financial statements:

	2018 £ 000	2017 £ 000
Acquisition of tangible fixed assets	-	119

### 22 Events after the reporting date

On 1 September 2018 the company issued 21,000,000 ordinary shares at par value to Mr D Chansiri.

On 14 June 2019 the company became a wholly-owned subsidiary of Sheffield Wednesday Holdings Limited, a company registered in Hong Kong, as a result of a share for share exchange.

### 23 Related party transactions

#### Transactions with related parties

Mr D Chansiri is a director of Sheffield Wednesday Football Club Community Programme. During the year the company recharged amounts to SWFC Community Programme for expenses incurred on their behalf.

Mr D Chansiri is also a director of Elev8 Energy Drink Ltd and Elev8 Clothing Ltd.

Income of £61,266,667 was receivable from related parties in respect of transactions recognised in these financial statements.

There are no other related party transactions to disclose.

### 24 Ultimate controlling party

At 31 July 2018 the company was controlled by D Chansiri by virtue of his holding 100% of the issued share capital.

There was no change in the ultimate controlling party following the share for share exchange detailed in note 22.



# SHEFFIELD WEDNESDAY FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JULY 2018

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### 25 Football League Pension Costs

Certain ex-employees of the Company are members of the closed Football league Limited Pension and Life Assurance Scheme, a defined benefit scheme. As the company is one of a number of participating employers in the scheme, it is not possible to accurately identify any actuarial surplus or deficit. However under Section 75 of the Pensions Act 1995, the Company, as a participating employer in the scheme, is liable to fund the deficit relating to Company ex-employees who are members of the scheme.

The liability calculated by the Trustees at 1 September 2017 and allocated to the Company amounted to £92,971. The balance estimated as outstanding is included in accruals. The assets of the scheme are held separately from those of the Company.

### 26 Cash generated from operations

	2018	2017
	£ 000	£ 000
Profit for the year after tax	2,576	(20,765)
<b>Adjustments for:</b>		
Finance costs	73	46
Investment income	(5)	(7)
Gain on disposal of tangible fixed assets	(38,124)	-
Amortisation and impairment of intangible assets	10,960	6,171
Depreciation and impairment of tangible fixed assets	1,308	940
<b>Movements in working capital:</b>		
(Increase) in stocks	(318)	(143)
(Increase)/decrease in debtors	(2,594)	2,176
(Decrease)/increase in creditors	(821)	193
<b>Cash absorbed by operations</b>	<u>(26,945)</u>	<u>(11,389)</u>