

**PARS UNITED COMMUNITY INTEREST COMPANY**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MAY 2017**  
**PAGES FOR FILING WITH REGISTRAR**

# PARS UNITED COMMUNITY INTEREST COMPANY

## Company Information

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<b>Directors</b>	Mr R M Garmory Mr D B Adamson Mr W O Braisby Mr C McBay Mr G H Milne Ms K A Rennie	(Appointed 30 January 2017)
<b>Company number</b>	SC438195	
<b>Registered office</b>	East End Park Halbeath Road Dunfermline Fife KY12 7RB	
<b>Auditor</b>	Condie & Co 10 Abbey Park Place Dunfermline Fife KY12 7NZ	
<b>Business address</b>	East End Park Halbeath Road Dunfermline Fife KY12 7RB	
<b>Bankers</b>	Santander UK plc 2 Triton Square Regent's Place London NW1 3AN	

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# PARS UNITED COMMUNITY INTEREST COMPANY

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# PARS UNITED COMMUNITY INTEREST COMPANY

## Chairman's Statement

For The Year Ended 31 May 2017

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### General

I have pleasure in presenting the company's fourth set of statutory accounts.

Following his appointment to the Board of Dunfermline Athletic Football Club Ltd ("DAFC"), Drew Main resigned from the Board of the company. The vacancy created by Drew's resignation was filled by Karyn Rennie. On behalf of the Board, I should like to thank Drew for his service to the company and to wish Drew and Karyn well in their respective new roles.

### Finances and trading

Throughout the year, the company's primary activity was that of acting as the holding company for its subsidiary - DAFC.

Your board meets quarterly to discuss reports received from DAFC. These reports cover financial matters, compliance issues and anything else which may have arisen in the reporting period. Members of the DAFC board attend these meetings to allow for a full discussion and debate.

During the year, the company converted its debt of £416,929 due from DAFC into new Ordinary shares in DAFC. At the same time, the company subscribed cash of £133,071 for further new Ordinary shares in DAFC.

During the course of the year to 31 May 2017, the company issued 10,000 A Shares and 38,333 B Shares for a total consideration of £48,333.

On behalf of the board



Mr R M Garmory

Director

28 September 2017

# PARS UNITED COMMUNITY INTEREST COMPANY

## Statement Of Financial Position

As At 31 May 2017

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	Notes	2017 £	£	2016 £	£
<b>Fixed assets</b>					
Investments	2		630,002		80,002
<b>Current assets</b>					
Debtors	5	-		416,929	
Cash at bank and in hand		35,914		123,955	
		<u>35,914</u>		<u>540,884</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(3,150)</u>		<u>(3,151)</u>	
<b>Net current assets</b>			<u>32,764</u>		<u>537,733</u>
<b>Total assets less current liabilities</b>			<u>662,766</u>		<u>617,735</u>
<b>Capital and reserves</b>					
Called up share capital	8		870,053		821,720
Profit and loss reserves			<u>(207,287)</u>		<u>(203,985)</u>
<b>Total equity</b>			<u>662,766</u>		<u>617,735</u>

The directors of the company have elected not to include a copy of the income statement within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 28 September 2017 and are signed on its behalf by:



Mr R M Garmory  
Director

Company Registration No. SC438195

# PARS UNITED COMMUNITY INTEREST COMPANY

## Notes To The Financial Statements

### For The Year Ended 31 May 2017

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#### 1 Accounting policies

##### Company information

Pars United Community Interest Company is a private company limited by shares incorporated in Scotland. The registered office is East End Park, Halbeath Road, Dunfermline, Fife, KY12 7RB.

#### 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 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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 £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 May 2017 are the first financial statements of Pars United Community Interest Company prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 June 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

#### 1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Fixed asset investments

Interests in subsidiaries and associates are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the company holds a long-term interest and where the company has significant influence. The company considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

#### 1.4 Cash and cash equivalents

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

# PARS UNITED COMMUNITY INTEREST COMPANY

## Notes To The Financial Statements (Continued)

For The Year Ended 31 May 2017

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### 1 Accounting policies

#### 1.5 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 statement of financial position 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.

#### 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, bank loans, loans from fellow group companies and preference shares that are classified as debt, 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 payments 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.

#### 1.6 Equity instruments

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

### 2 Fixed asset investments

	2017	2016
	£	£
Investments	630,002	80,002

Investments are recorded at cost and reviewed annually for impairment.

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# PARS UNITED COMMUNITY INTEREST COMPANY

## Notes To The Financial Statements (Continued)

For The Year Ended 31 May 2017

### 2 Fixed asset investments

#### Movements in fixed asset investments

	Shares in group undertakings and participating interests
	£
<b>Cost or valuation</b>	
At 1 June 2016	80,002
Additions	550,000
	<hr/>
At 31 May 2017	630,002
	<hr/>
<b>Carrying amount</b>	
At 31 May 2017	630,002
	<hr/> <hr/>
At 31 May 2016	80,002
	<hr/> <hr/>

The investment additions represent the purchase of 550,000 ordinary shares in the subsidiary via a debt for equity swap of £416,929 and cash issue of £133,071.

### 3 Subsidiaries

Details of the company's subsidiaries at 31 May 2017 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Dunfermline Athletic Football Club Limited	Scotland	Association football	Ordinary	96.38	-

The aggregate capital and reserves and the result for the year of the subsidiaries noted above was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Dunfermline Athletic Football Club Limited	26,376	1,546,483



# PARS UNITED COMMUNITY INTEREST COMPANY

## Notes To The Financial Statements (Continued)

For The Year Ended 31 May 2017

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### 4 Associates

Details of the company's associates at 31 May 2017 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Pars United (EEP) Ltd	Scotland	Property Rental	A Ordinary	100.00	

The A Ordinary shareholding above grants voting rights of 25.1% to the company.

### 5 Debtors

	2017	2016
Amounts falling due within one year:	£	£
Amounts due from group undertakings	-	416,929
	<u>          </u>	<u>          </u>

### 6 Creditors: amounts falling due within one year

	2017	2016
	£	£
Other creditors	3,150	3,151
	<u>          </u>	<u>          </u>

### 7 Deferred taxation

There were no deferred tax movements in the year.

Deferred tax is not recognised in respect of tax losses of £5,418 as it is not probable that they will be recovered against the reversal of deferred tax liabilities or future taxable profits.

# PARS UNITED COMMUNITY INTEREST COMPANY

## Notes To The Financial Statements (Continued)

For The Year Ended 31 May 2017

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<b>8</b>	<b>Called up share capital</b>		
		<b>2017</b>	<b>2016</b>
		£	£
	<b>Ordinary share capital</b>		
	<b>Issued and fully paid</b>		
	248,085 A Ordinary Shares of £1 each	248,085	238,085
	621,968 B Ordinary Shares of £1 each	621,968	583,635
		<u>870,053</u>	<u>821,720</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.

### Reconciliation of movements during the year:

	<b>A Ordinary Number</b>	<b>B Ordinary Number</b>
At 1 June 2016	238,085	583,635
Issue of fully paid shares	<u>10,000</u>	<u>38,333</u>
At 31 May 2017	<u>248,085</u>	<u>621,968</u>

During the year, the company issued 10,000 A Ordinary Shares and 38,333 B Ordinary Shares at par value.

### 9 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Sharon Collins.

The auditor was Condie & Co.