

Hamrun Spartans F.C.

Annual Financial Report

&

Financial Statements

31 December 2021

Hamrun Spartans Football Club
Annual Financial Statements for the year ended 31 December 2021

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Hamrun Spartans Football Club
Annual Financial Statements for the year ended 31 December 2021

GENERAL INFORMATION

Registration

Hamrun Spartans Football Club is registered in Malta with the Malta Football Association.

Officials & other Executive Committee Members:

President: Mr Joseph Portelli

Vice President: Mr Gaetano Debattista

Secretary: Mr Stephan Saliba

Treasurer: Mr Antoine Attard M.A. (Econ.) B.com, (Hons.) (Bkg. & Fin.)

Other Executive Committee Members: Ms Jodie Saliba, Mr Gaetano Thewma, Mr Victor Cassar, Mr Marcel Bonnici, Mr Nunzio Antignani, Mr Alan Cutajar, Ms Joanne Debattista, Mr Andrei Dimech, Mr Brian Degabriele Dpa (melit), HDPAF, Exec M.B.A. and Mr Eric Saliba.

Club Address: 143, Triq il-Kbira San Guzepp, Hamrun

Bankers Address: Bank of Valletta p.l.c., Hamrun

Auditor: Mr John C Buttigieg

EXECUTIVE COMMITTEE MEMBERS' REPORT

The Executive Committee Members submit their annual report and the audited financial statements for the year ended 31 December 2021.

Principal activity

Hamrun Spartans Football Club is constituted in accordance with the rules and regulations of the Malta Football Association and observes the rules, regulations and decisions of the Malta Football Association as well as those of the Fédération Internationale de Football Association (FIFA) and of the Union des Associations Européennes de Football (UEFA).

Results

The statement of comprehensive income is set out on page 9.

Review of the year

The Club generated a loss of €1,031,763 during the year under review.

Executive Committee Members

During the year ended 31 December 2021, the Executive Committee Members were as listed on page 3.

Statement of Executive Committee Members' responsibilities

In terms of the licensing regulations applicable to Premier Division member clubs, the Club is to prepare financial statements for each financial period which give a true and fair view of the financial position of the Club as at the end of the financial period and of the profit or loss for that period.

In preparing the financial statements, the Club is required to: -

- adopt the going concern basis unless it is inappropriate to presume that the Club will continue to function;
- select suitable accounting policies and apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- account for income and charges relating to the accounting period on the accrual basis;
- value separately the components of asset and liability items;
- report comparative figures corresponding to those of the preceding accounting period; and
- prepare the financial statements in accordance with the requirements of the International Financial Reporting Standards as adopted by the EU and Voluntary Organisations Act (Cap.492) enacted in Malta.

EXECUTIVE COMMITTEE MEMBERS' REPORT - continued

Statement of Executive Committee Members' responsibilities (continued)

The Executive Committee Members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Club. This responsibility includes designing, implementing, and maintaining such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. They are also responsible for safeguarding the assets of the Club and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Mr John C Buttigieg has expressed his willingness to continue in office and a resolution for his re-appointment will be proposed at the Annual General Meeting.

The Executive Committee Members' report was approved by the members and was signed on its behalf by:



Mr Joseph Portelli (President)



Mr Antoine Attard (Treasurer)



Mr Stephan Saliba (Secretary)

Date: 08 April 2022

INDEPENDENT AUDITOR'S REPORT

To the members of Hamrun Spartans Football Club

Opinion

I have audited the accompanying financial statements of Hamrun Spartans Football Club ("the Club"), set out on pages 9 to 26, which comprise the statement of financial position as at 31 December 2021, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements give a true and fair view of the financial position of the Club as at 31 December 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and Voluntary Organisations Act (Cap. 492) enacted in Malta.

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Club in accordance with the ethical requirements of both the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) and the Accountancy Profession (Code of Ethics for Warrant Holders) Directive issued in terms of the Accountancy Profession Act (Cap. 281) in Malta that are relevant to our audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the IESBA Code and the Code of Ethics for Warrant Holders in Malta. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Material Uncertainty Related to Going Concern

I draw attention to Note 2 in the financial statements, which indicates that the Club incurred a net loss of €1,031,763 during the year ended 31 December 2021 and, as of that date, the Club's total liabilities exceeded its total assets by €1,783,307. As stated in Note 2, these events or conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Club's ability to continue as a going concern. My opinion is not modified in respect of this matter.

Other Information

The Executive Committee Members are responsible for the other information. My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon. In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

INDEPENDENT AUDITOR'S REPORT (continued)
To the members of Hamrun Spartans Football Club

Other Information (continued)

In addition, in light of the knowledge and understanding of the Club and its environment obtained in the course of the audit, I am required to report if I have identified material misstatements in the Executive Committee members' report and other information. I have nothing to report in this regard.

Responsibilities of the Executive Committee Members

The Executive Committee Members are responsible for the preparation and fair presentation of the financial statements in accordance with the requirements of the International Financial Reporting Standards as adopted by the EU and Voluntary Organisation Act (Cap. 492), enacted in Malta and for such internal control as they determine 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 Executive Committee Members are responsible for assessing the Club'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 they either intend to liquidate the Club or to cease operations, or have no realistic alternative but to do so.

The Executive Committee Members are responsible for overseeing the Club's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objective is 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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.

As part of an audit in accordance with ISAs, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.

INDEPENDENT AUDITOR'S REPORT (continued)
To the members of Hamrun Spartans Football Club

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Committee Members;
- Conclude on the appropriateness of the Executive Committee Members' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Club to cease to continue as a going concern; and
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Executive Committee Members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Report on Other Legal and Regulatory Requirements

Under the Voluntary Organisations Act (Cap. 492) I am required to report to you if, in my opinion:

- I have not received all the information and explanations I require for my audit,
- Adequate accounting records have not been kept, or that returns adequate for my audit have not been received from branches not visited by me.
- The financial statements are not in agreement with the accounting records and returns.

I have nothing to report to you in respect of these responsibilities.



This copy of the audit report has been signed by
Mr John C Buttigieg
Certified Public Accountant

23, Capital Heights,
George Borg Olivier Street,
Victoria, VCT 2519
Gozo

08 April 2022

STATEMENT OF COMPREHENSIVE INCOME

	Notes	2021 €	2020 €
Income	3	996,127	1,056,488
Expenditure	4	<u>(2,026,306)</u>	<u>(1,017,227)</u>
Operating (loss)/profit		(1,030,179)	39,261
Interest payable and similar charges	5	<u>(1,584)</u>	<u>(1,902)</u>
(Loss)/Profit for the year:		<u>(1,031,763)</u>	37,359

STATEMENT OF FINANCIAL POSITION

At 31 December 2021

	Notes	2021 €	2020 €
Non-current assets			
Intangible assets	8	187,016	198,990
Property, plant, and equipment	9	144,185	-
		<u>331,201</u>	<u>198,990</u>
Current assets			
Receivables	10	72,461	229,553
Cash at bank and in hand	11	41,284	398
		<u>113,745</u>	<u>229,951</u>
TOTAL ASSETS		444,946	428,941
ACCUMULATED FUNDS AND LIABILITIES			
Accumulated fund and surplus			
Accumulated fund		<u>(1,783,307)</u>	<u>(751,544)</u>
Non-current liabilities			
Other liabilities	12	2,105,309	917,124
		<u>2,105,309</u>	<u>917,124</u>
Current liabilities			
Borrowings	13	-	27,654
Trade and other liabilities	14	122,944	235,707
		<u>122,944</u>	<u>263,361</u>
Total liabilities		2,228,253	1,180,485
TOTAL ACCUMULATED FUND AND LIABILITIES		444,946	428,941

The financial statements on pages 9 to 26 have been authorised for issue by the Executive Committee Members and signed on their behalf by:



Mr Joseph Portelli
(President)



Mr Antoine Attard
(Treasurer)



Mr Stephan Saliba
(Secretary)

Date: 08 April 2022

STATEMENT OF CHANGES IN EQUITY

	Accumulated fund €	Total €
Financial year ended 31 December 2020		
Balance at 01 January 2020	(788,903)	(788,903)
Total comprehensive income for the year - <i>profit for the financial year</i>	37,359	37,359
Balance at 31 December 2020	(751,544)	(751,544)
Financial year ended 31 December 2021		
Balance at 01 January 2021	(751,544)	(751,544)
Total comprehensive income for the year - <i>(loss) for the financial year</i>	(1,031,763)	(1,031,763)
Balance at 31 December 2021	(1,783,307)	(1,783,307)

STATEMENT OF CASH FLOWS

	2021	2020
Note	€	€
Cash flows from operating activities		
Net (loss)/profit before tax	(1,031,763)	37,359
Adjustments for:		
Depreciation of tangible fixed assets	4,153	-
Amortisation of player registration costs	53,437	19,692
	<u>(974,173)</u>	57,051
Operating (loss)/profit before working capital changes	(974,173)	57,051
Decrease/Increase in receivables	157,092	(139,566)
Increase in creditors	1,075,422	222,048
	<u>258,341</u>	139,533
Cash generated from operations	258,341	139,533
Net cash from operating activities	<u>258,341</u>	139,533
Cash flows from investing activities		
Players' registration costs	(41,463)	(213,000)
Movement of fixed tangible assets	(148,338)	79,125
	<u>(189,801)</u>	(133,875)
Net cash from investing activities	<u>(189,801)</u>	(133,875)
Cash flows from financing activities		
Amounts (repaid) in respect of loans	-	(35,000)
	<u>-</u>	(35,000)
Net cash from financing activities	<u>-</u>	(35,000)
Net movement in cash and cash equivalents	68,540	(29,342)
Cash and cash equivalents at beginning of year	(27,256)	2,086
Cash and cash equivalents at end of year	11 41,284	(27,256)

1. ACCOUNTING CONVENTION AND BASIS OF PREPARATION

The financial statements have been prepared and presented in accordance with the requirements of the International Financial Reporting Standards as adopted by the EU and Voluntary Organisations Act (Cap. 492), enacted in Malta. The financial statements have been prepared on the historical cost basis. These financial statements present information about the Club as an individual undertaking.

These financial statements are prepared under the historical cost convention, unless otherwise disclosed in the relevant accounting policy.

These financial statements are presented in Euro (€) which is the Club's functional currency.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

Intangibles assets

Player registration costs

Player registration costs are recognised only if it is probable that the expected future economic benefits that are attributable to the player registration will flow to the Club and the cost of the player registration can be measured reliably. Player registration costs are initially measured at cost, and comprise the player's purchase price and any directly attributable costs, including agents' fees.

Player registration costs are subsequently carried at cost less any accumulated amortisation and any accumulated impairment losses. Amortisation is calculated to write down the carrying amount of the registration costs on a straight-line basis over the period of the player's contract.

At each statement of financial position date, the Club assesses whether there is any indication of impairment. If any such indication exists, the recoverable amount is estimated, and if impairment is identified, such impairment is recognised through profit and loss.

Gains and losses on sale of players are determined by reference to their carrying amount and are accounted for through the income statement.

Property, plant, and equipment

Recognition and measurement

Property, plant, and equipment is recognised as an asset when it is probable that the future economic benefits that are associated with the asset will flow to the entity and the cost can be measured reliably. An item of property, plant and equipment is initially measured at cost comprising the purchase price, any costs directly attributable to bringing the assets to a working condition for their intended use, and the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located. Subsequent expenditure is capitalised as part

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of the cost of tangible fixed assets only if it enhances the economic benefits of an asset in excess of the previously assessed standards of performance, or it replaces or restores a component that has been separately depreciated over its useful life.

After initial recognition, an item of property, plant and equipment is carried under the cost model, that is at cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation

Depreciation is calculated to write down the carrying amount of the asset on a systematic basis over its expected useful life. Depreciation of an asset begins when it is available for use and ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) or the date that the asset is derecognised. The depreciation charge for each period is recognised in profit or loss.

Land is not depreciated. The rates of depreciation used for other items of tangible fixed assets are the following:

	%
Ground improvement	2.8

Depreciation method, useful life, and residual value

The depreciation method applied, the residual value and the useful life are reviewed on a regular basis and when necessary, revised with the effect of any changes in estimate being accounted for prospectively.

Derecognition of property, plant, and equipment

On disposal of an item of property, plant and equipment, the cost and related accumulated depreciation and impairment losses, if any are derecognised and the difference between the disposal proceeds and the carrying amount is recognised in profit or loss.

Financial assets, financial liabilities and equity

General Note

Investments are stated at cost less any write-off for long term diminution in value. A financial asset or financial liability is recognised on the Club's balance sheet when the Club becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially recognised at their fair value plus in the case of financial assets and financial liabilities not classified as held for trading and subsequently measured at fair value, transaction costs attributable to the acquisition or issue of the financial assets and financial liabilities.

Financial assets and financial liabilities are derecognised if and to the extent that, it is no longer probable that any future economic benefits associated with the item will flow to or from the entity.

An equity instrument is any contract that evidences a residual interest in the assets of the Club after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

A financial instrument, or its component parts, is classified as a financial liability, financial asset or an equity instrument in accordance with the substance of the contractual arrangement rather than its legal form.

Trade and other receivables

Trade and other receivables are stated at their nominal value unless the effect of discounting is material in which case trade and other receivables are measured at amortised cost using the effective interest method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence of impairment.

Trade and other payables

Liabilities for trade and other amounts payables, including amounts owed to related parties, are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Club.

Impairment of non-financial assets

The Club's non-financial and financial assets are tested for impairment.

Non-financial assets

The carrying amounts of the Club's non-financial assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use.

Whenever the carrying amount of an asset exceeds its recoverable amount, an impairment loss is recognised and the carrying amount of the asset is reduced to its recoverable amount. Impairment losses are recognised immediately in profit or loss, unless they relate to an asset which is carried at revalued amount, in which case they are treated as a revaluation decrease to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that asset.

The carrying amounts of Club's assets are also reviewed at each balance sheet date to determine whether there is any indication that an impairment loss recognised in prior periods may no longer exist or may have decreased. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss previously recognised is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. When an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, to the extent that it does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. Impairment reversals are recognised immediately in profit or loss, unless they relate to an asset which is carried at a revalued amount, in which case they are treated as a revaluation increase unless an impairment loss on the same asset was previously recognised in profit or loss.

Borrowings

All loans and borrowings are initially recognised at cost, being the fair value of the consideration received and including acquisition charges associated with the borrowing/loan.

Borrowing costs are recognised as an expense in the period in which they are incurred.

Cash and cash equivalents

Cash in hand and at banks and short-term deposits which are held to maturity are carried at cost. Cash and cash equivalents are defined as cash in hand, demand deposits and short-term, highly liquid investments readily convertible to known amounts of cash and subject to insignificant risk of changes in value.

For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash in hand and deposits at banks, net of outstanding bank overdrafts.

Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Club and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

- gate receipts are recognised over the period of the season,
- marketing, sponsorship and advertising are recognised over the duration of the respective contracts,
- broadcasting rights are taken in proportion to the number of matches played,
- merchandising and catering are recognised on an earned basis,
- football related rental income is recognised over the duration of the contract,
- donations and other third party contributions are recognised on a cost basis,
- interest income is recognised as the interest accrues, unless collectability is in doubt.

Foreign currencies

Transactions in foreign currencies are converted into euro at the rates of exchange ruling on the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into euro at the rates of exchange ruling at the statement of financial position date. All resulting differences are taken to the profit and loss account.

Going concern

The financial statements have been prepared on a going concern basis. At the end of the reporting period, the club had net total liabilities and a deficiency of €1,783,307 (2020: €751,544). Thus, there is a material uncertainty that may cast significant doubt on the entity's ability to continue as a going concern and therefore, the club may be unable to realize its assets and discharge its liabilities in the normal course of business. The Executive Committee members have however, obtained assurances from the Main sponsor and president that they will continue to provide financial support to enable it to meet its liabilities as they fall due.

Based on the foregoing, the Executive Committee believes that it remains appropriate to prepare the financial statements on a going concern basis.

Hamrun Spartans Football Club
Notes to the Financial Statements for the year ended 31 December 2021

3. INCOME

Income attributable to the football activity and ancillary items is as follows:-

	2021	2020
	€	€
Membership Fees	37,167	20,892
National competitions & prize money	3,600	2,250
Pitch hiring	-	1,000
Merchandising	74,563	20,779
Bar Rentals	1,920	-
Income from disposal of player registrations (including loan income)		
Gain on disposal of player registration	4,200	5,000
Contributions/Donations from related parties		
Donations & voluntary contributions	25,554	53,093
Other/Non-Split		
Gate receipts	18,346	3,565
Commercial		
Nursery income	65,943	45,484
Fund raising activities	15,845	11,090
Solidarity & Prize Money		
UEFA solidarity & participation	7,500	3,988
Sponsorships & advertising	430,422	683,200
Other Income		
Insurance claims	400	3,300
Amount written off	34,455	89,109
Covid 19 – MFA grant	-	13,500
Covid 19 – Wage supplement	199,183	100,238
Covid 19 – Maltaenterprise scheme	4,000	-
Ground management income	62,747	-
Other income	10,282	-
	996,127	1,056,488

Hamrun Spartans Football Club
Notes to the Financial Statements for the year ended 31 December 2021

4. EXPENDITURE

The operating profit/loss is stated after charging:-

	2021	2020
	€	€
<u>Cost of Sales/Materials</u>		
Affiliation fees and other dues	8,000	13,780
Advertising	3,572	-
Kits	23,078	18,297
Medical expenses	22,764	16,299
Overseas travel and accommodation	38,508	3,997
Transport	31,132	11,425
Work permit and visas	2,525	3,086
Friendlies expenses	1,623	110
Merchandising material	60,719	21,741
Training camp	62,182	-
Nursery expenses	26,827	10,857
<u>Other/Non-Split</u>		
Other operating expenses		
Players' wages and salaries	1,314,486	813,654
Players' Maternity fund	1,979	1,384
The Youth Football Association	-	128
Fines and penalties	20,527	9,445
Training costs	2,694	675
<u>Cost of acquiring player registrations (including non-capitalised agent fees and loan fees)</u>		
Transfer fees	-	1,500
<u>Expenses of Non-Football Operations</u>		
Office expenses	298	606
Audit fees	2,000	2,000
Insurance	19,458	16,274
Others	-	376
Professional fees	17,979	4,300
Other fees	5,000	-
Reception fees	7,602	5,349

4. EXPENDITURE (continued)

	2021	2020
	€	€
<u>Expenses of Non-Football Operations (continued)</u>		
UEFA cases fees	35,968	-
Donations	2,650	-
<u>Property & Facilities expenses</u>		
Ground operation expenditure	84,647	-
Rent & Insurance	124,892	15,166
Repair and maintenance	-	26,418
Water and Electricity	47,606	668
Amortisation of intangible fixed assets (player registrations)	53,437	19,692
Depreciation of Tangible Fixed Assets	4,153	-
	2,026,306	1,017,227

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2021	2020
	€	€
On bank charges	1,584	1,902

6. STAFF COSTS

The staff costs incurred during the year was as follows:

	2021	2020
	€	€
Wages and salaries – coaches, players and administration	1,207,680	744,487
Wages and salaries – Nursery	63,402	40,220
Social security costs	43,404	28,947
	1,314,486	813,654

The average number of persons employed by the Club during the year was 47 (2020:42).

7. INCOME TAX

Hamrun Spartans Football Club is exempt from tax in terms of Section 12 (1) of the Income Tax Act.

8. INTANGIBLE ASSETS

	2021 €	2020 €
Year ended 31 December		
Opening net book amount	198,990	5,682
Additions	41,463	213,000
Disposals	-	-
Amortisation for the year	(53,437)	(19,692)
Amortisation released on disposal	-	-
Closing net book amount	187,016	198,990
At 31st December		
Cost	284,463	243,000
Accumulated amortisation	(97,447)	(44,010)
Net book amount	187,016	198,990
At 31st December		
Cost	243,000	30,000
Accumulated amortisation	(44,010)	(24,318)
Net book amount	198,990	5,682

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Notes to the Financial Statements for the year ended 31 December 2021

8. INTANGIBLE ASSETS (continued)

PLAYER IDENTIFICATION TABLE

	Date of Birth	Start Date of Contract	End Date of Contract	Cost of Registration	Amortisation at 01 Jan 2021	Amortisation for the year	Amortisation at 31 Dec 2021	Disposal (cost)	Disposal (amortisation)	Closing book value	net value
				€	€	€	€	€	€	€	€
Financial year ended 31/12/21											
Micallef Karl	08/08/96	10/01/17	31/05/21	30,000	28,329	1,671	30,000	-	-	-	-
Corbolan Juan Carlos	03/01/97	01/08/20	31/05/25	90,000	7,806	18,623	26,429	-	-	63,571	63,571
Mbong Joseph	15/07/97	01/08/20	31/05/25	40,000	3,469	8,277	11,746	-	-	28,254	28,254
Guillaumeir Matthew	09/04/98	01/10/20	30/06/25	83,000	4,406	17,481	21,887	-	-	61,113	61,113
Bonello Henry	13/10/88	16/07/21	31/05/26	25,000	-	2,563	2,563	-	-	22,437	22,437
Debono Matthias	11/02/02	01/01/21	31/05/25	4,989	-	1,461	1,461	-	-	3,528	3,528
Galea Christopher	04/04/01	01/01/21	31/05/25	4,500	-	1,318	1,318	-	-	3,182	3,182
Higgins Kieran	13/08/01	01/01/21	31/05/25	4,237	-	1,241	1,241	-	-	2,996	2,996
Micallef Nikolai	17/08/03	01/01/21	31/05/25	1,870	-	548	548	-	-	1,322	1,322
Tabone Miguel	08/01/02	01/01/21	31/05/25	867	-	254	254	-	-	613	613
Balance at 31 December 2022				284,463	44,010	53,437	97,447	-	-	187,016	187,016

During the period under review the following players were sold at a profit as stated below:

Abdilla Aiden	20/09/21	€ 500
Aquilina Alistair	09/09/21	500
Debono Andy	27/10/21	300
Fiteni Jerome	14/10/21	800
Mifsud Reuben	30/08/21	500
Portelli Xavier	10/11/21	500
Scerri Luca	19/01/21	300
Scerri Luca	19/09/21	300
Sciberras Jake	12/09/21	500
Total for year		4,200

9. TANGIBLE FIXED ASSETS

	Ground	Total
	€	€
Year ended 31 December 2021		
Opening net book amount	-	-
Additions	148,338	148,338
Depreciation charge	(4,153)	(4,153)
Depreciation released on disposals	-	-
Closing net book amount	144,185	144,185
At 31 December 2021		
Cost	148,338	148,338
Accumulated depreciation	(4,153)	(4,153)
Net book amount	144,185	144,185
At 31 December 2020		
Cost	-	-
Accumulated depreciation	-	-
Net book amount	-	-

10. RECEIVABLES

	2021	2020
	€	€
Dues in relation to player transfers	500	4,000
Amounts owed from related parties (note i)	2,798	171,196
Other debtors	69,163	54,357
	72,461	229,553

(i) Amounts due from related parties are unsecured. Interest-free and collectible upon demand. The consideration will be paid in cash.

11. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash in hand and balance with banks. Cash and cash equivalents included in the cash flow statement reconcile to the balance sheet amounts as follows:

	2021	2020
	€	€
Cash at bank and in hand	41,284	398
Current bank account	-	(27,654)
	41,284	(27,256)

12. OTHER LIABILITIES

	2021	2020
	€	€
Falling due after one year		
Private creditors	70,960	112,723
Amount owed to related parties (note i)	1,829,623	719,440
Amounts due to IRD – long term	204,726	84,961
	2,105,309	917,124

(i) Amounts due to related parties are unsecured, interest free and carries no fixed term of repayment.

13. INTEREST BEARING BORROWINGS

	2021	2020
	€	€
Falling due within one year		
Current bank account	-	27,654
	-	27,654
Total borrowings	-	27,654

The Club had bank facilities of €35,000.

14. TRADE AND OTHER LIABILITIES

	2021	2020
	€	€
Falling due within one year		
Players' dues	9,385	10,109
Amounts due to IRD – short term	58,098	111,773
Vat payable	46,295	47,648
Accruals	9,166	42,139
Other creditors	-	24,038
	122,944	235,707

15. RELATED PARTIES

Loans from related parties

The amount owed to related parties consists of a loan of €1,814,608 from Jupiter Properties Ltd C76555, a wholly owned company by Mr Joseph Portelli a loan of €11,215 from Mr Victor Cassar and another loan of €3,800 from Mr Gaetano Debattista.

16. FINANCIAL INSTRUMENTS

At year-end, the Club's main financial assets on the statement of financial position comprised trade and other receivables and cash at bank and in hand. The Club had no off-balance sheet financial assets.

At year-end, the Club's main financial liabilities on the statement of financial position consisted of trade and other payables and amounts owed to related parties. The Club had no off-balance sheet financial liabilities.

Timing of cash flows

The presentation of the financial assets and liabilities listed under the current and non-current headings within the statement of financial position is intended to indicate the timing in which cash flows will arise.

Credit risk

Financial assets which potentially subject the Club to concentrations of credit risk consist principally of certain trade and other debtors and cash at bank.

Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions.

Foreign currency risk

The Club is not significantly exposed to foreign currency risk on payments of expenses and collection of receivables since the Club operates primarily in Euro. However, the Executive Committee seeks to ensure that, in cases where other currencies are involved, the possibility of the risk is appropriately considered.

Fair values

The carrying amounts of cash at banks, trade and other receivables and trade and other payables approximated their fair values due to their short-term maturities of these assets and liabilities.

17. MINIMUM DISCLOSURES

These financial statements include the minimum disclosure requirements in accordance with current licence regulations. Where amounts relating to such minimum disclosures were nil, no disclosure was made in the financial statements.

18. COMPARATIVE FIGURES

Certain amounts in the income and expenditure accounts have been re-classified to conform with the current year's presentation. This had no effect on the Club's reported position and financial performance.