

Meeting Notes and Actions

Everton Football Club and Everton FC Shareholders' Association

Location: Royal Liver Building – June 18th, 2024 – 16:00

Attendees: From Everton FC Shareholders' Association

John Blain, Vice Chair

Robbie Daniels

Barry Hancox

Dave Kelly

Paul Murphy

Phil Parker

Tony Rimmer

Ian Seymour

From Everton FC

Colin Chong, Interim CEO and Stadium Development Director

Richard Kenyon, Chief Commercial and Communications Officer

Apologies: From Everton FC Shareholders' Association

Julie Hobson, Chair

Ian Webster, Treasurer

Keith Seymour, Secretary

Tom Hughes

Michael Owen

Martin Williams

Agenda

1. Introductions & Apologies
2. Ownership Update
3. PSR & Premier League
4. Accounts
5. Transition from Goodison Park to Bramley Moore Dock Update
6. AOB

Introductions

Colin Chong gave his apologies as he had to leave the meeting after item 4 of the Agenda.

Agenda Item 2 – Ownership

What are the benefits to the Club of the majority shareholder entering into a period of exclusivity with a preferred bidder for the sale of his shareholding?

The Exclusivity Agreement sets out the general terms of the proposed Sale and Purchase Agreement (of the majority shareholding) and documents the commitments both parties intend to stand up to. For example, it will document how long the period will last, who funds the club's operating costs during the period (typically the buyer), and what the expected treatment will be on completion for the club's major creditors.

This provides stability during the period which is the precursor to the transition from the existing owner to the new owner. It also provides collateral and commitments that will provide input to the Premier League's Owners & Directors Test

The EFCSA offered to provide oversight of the Sale Process to address concerns that some members of the Board may have a conflict of interest when seeking to appropriately represent the best interests of all shareholders.

Will the Club be accepting the offer?

The Club explained that they had taken action to ensure that the Board is satisfying its obligation to act in the best interest of all shareholders. Mr. Moshiri would recuse himself from Board decisions where a conflict could occur. The Club's Directors are receiving independent legal advice in respect of discharging all duties owed to the Club including in respect of potential conflicts of interest and who formally confirms that they believe the right decisions are being made.

For this reason, the Board believes accepting the kind offer by the EFCSA to provide oversight is not necessary.

Agenda Items 3 & 4 – Accounts, PSR & Premier League

To ensure compliance with the Premier League's Profitability & Sustainability Rules (PSR) does the Club anticipate a need to generate income from player trading prior to the end of the Financial Year?

The outcome with regards to PSR is not clear due to continuing uncertainty around the treatment of some of the costs associated with the construction of the Everton Stadium.

Nonetheless, and as is prudent at this stage a 'worst case' scenario would require player sales to comply with the rules and the Club is preparing for this.

The club remains committed to compliance and continues to work proactively to ensure the best possible outcome.

What are the club's views on the legal action being taken by Man City and are we aligning ourselves behind them?

The entire process around Man City is complex and far reaching and whilst the Club can see the merit in some of the arguments put forward by City there are others with which they do

not agree. In that case the Club is neither for nor against Man City and will watch with interest as the legal case proceeds.

Why did the Club vote against an increase in the PSR limits to £135m as recently proposed by Aston Villa?

The Premier League Members unanimously rejected the proposal as presented by Aston Villa. The Club noted that having been punished twice (and Nottm. Forest once) by the PL against the existing threshold it seems only fair that other clubs should be held to that standard too.

Agenda item 5 – Transition from Goodison Park to BMD

Richard Kenyon advised that this should start for season ticket holders around October 2024 and exact details would be released nearer that time.

Agenda item 6 – AOB

- Richard Kenyon advised that the award of the Ena Jones Trophy to Jarrad Branthwaite, as Young Player of the Year, would hopefully be arranged once players return to training in July.
- Richard Kenyon said that he was happy to work with the Association and to explore options regarding non-season ticket holder shareholders being classed as “members” of the club.
- Shareholders queries how many tickets they would be eligible for we reach a cup semi-final or final? Richard Kenyon said that he would make enquiries and update us at the proper time.

There being no further business the meeting closed at 17:05.