

5. Intangible sporting assets

This heading includes the player acquisition rights and other similar concepts. The movements in this heading of the consolidated balance sheet during the 2018/19 season are as follows:

	Thousands of euros			
	Balance at 07/01/2018	Additions and charges	Derecognitions, disposals and decreases	Balance at 06/30/2019
Cost:				
Soccer	687,907	322,430	(211,879)	798,458
Basketball	3,500	1,120	(150)	4,470
Handball	1,920	110	(50)	1,980
Roller Hockey and other sports	555	76	(121)	510
Advances	5,866	400	(5,316)	950
Total cost	699,748	324,136	(217,516)	806,368
Accumulated amortization:				
Soccer	(243,437)	(143,801)	113,071	(274,167)
Basketball	(1,574)	(1,280)	120	(2,734)
Handball	(875)	(358)	25	(1,208)
Roller Hockey and other sports	(482)	(89)	107	(464)
Total accumulated amortization	(246,368)	(145,528)	113,323	(278,573)
Impairment:				
Soccer	(2,500)	(26,311)	28,811	-
Total impairment	(2,500)	(26,311)	28,811	-
Total net amount	450,880	152,297	(75,382)	527,795

Player acquisition rights are considered as an expense in future seasons, net of the effect of impairment provisions, in accordance with the following estimate:

	Thousands of euros
	06/30/2019
Season:	
2019/2020	149,411
2020/2021	138,976
2021/2022	130,720
2022/2023 and subsequent	108,688
Total	527,795

The most significant additions for the year correspond to the acquisition of players' registration rights amounting to 265,855 thousand euros.

At June 30, 2019 there are contingent liabilities derived from the agreements reached with other clubs for the acquisition of the registration rights of players belonging to the first team, which are subject to the fulfillment of several conditions. The probability of occurrence depends on uncertain future events, with a maximum payable amount of 62 million euros based on the contractual agreements applicable at June 30, 2019. Additionally, there are agreements with clubs over which the Club has contingent accounts receivable related to players that have been sold or loaned for a maximum amount of 19 million euros.

Additionally, the Club retains pre-emption rights over certain players amounting to 950 thousand euros. The Board of Directors and sport management of the Club consider that there is no indication that these pre-emption rights may be impaired.

Disposals for the current year mainly correspond to the sale of players, which have generated profit of 98,526 thousand euros, recorded in the "Gains/(losses) on disposals" heading in the accompanying consolidated income statement. Additionally, during the current year, employment contracts with several players have been terminated, resulting in a loss of 210 thousand euros.

Also, the "Gains/(losses) on disposals" heading in the accompanying consolidated income statement includes other profit amounting to 2,404 thousand euros, mainly generated as a result of collections of variable amounts for the sporting performance agreed in the agreements for the sale of registration rights and for the sale of players who belonged to the Club in prior years.

Subsequent to June 30, 2019 and prior to the authorization of the consolidated financial statements for issue, the Club has paid the escape clause amounting to 120 million euros in one player's employment contract.

The Club's Board of Directors is not aware of any situations that require the recognition of significant impairment losses at June 30, 2019 other than those recorded in the accompanying consolidated financial statements.

The average term of the employment contracts with the squad that can be registered with the Spanish Professional Soccer League is 5 years.

At June 30, 2019, fully amortized intangible sporting assets amount to 2,895 thousand euros.

The players are hired under an employment contract drawn up in conformity with Royal Decree 1006/1985 of June 26, regulating the special employment relationship of sports professionals, under the general scheme.

Income from the loan and training of players recorded under the "Other operating income" heading in the consolidated income statement during the year 2018/19 amounts to 12,690 thousand euros (Note 18.2).