

Registered number: 03612963

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST. AUGUST 2003.



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MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

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MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

Company Information

Directors

Mr. W.P. Holloway
Mrs. S.A. Holloway
Mr. L. Mittell

Secretary

Mr. W.D. Snowdon

Reporting Accountants

Barlow, Mendham & Co.
Glandover House,
67, Bute Street,
ABERDARE...CF44 7LD.

Bankers

National Westminster Bank,
Welsh Valley Business Centre,
PO Box 30,
CAERPHILLY.....CF83 1YG.

Solicitors

Hugh James Ford Simey,
Arlbee House,
Greyfriars Road,
CARDIFF.....CF10 3QB.

Registered Office

Arlbee House,
Greyfriars Road,
CARDIFF.....CF10 3QB.

Registered Number

03612963

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST. AUGUST 2003

The Directors present their Report and Accounts for the year ended 31st. August 2003.

Principal Activities

The Company's principal activities during the period were that of a professional football club and social club.

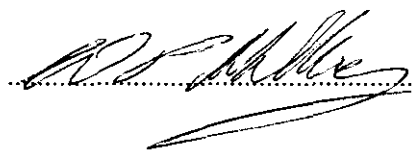
Directors

The Directors who served during the year and their interests in the share capital of the company were as follows:-

	<u>2003</u>	<u>2002</u>
Mr. W.P. Holloway	-	-
Mrs. S.A. Holloway	-	-
Mr. L. Mittell	-	-
	-----	-----
	-	-
	=====	=====

Small Company Special Provisions

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.



W.P. Holloway
Director

15/4/04

ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS OF
MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st. August 2003, set out on pages 4 to 8, and you consider that the Company is exempt from audit under the provisions of Section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited Accounts from the accounting records and information and explanations supplied to us.

Barlow Mendham & Co

Barlow, Mendham & Co
Accountants,
Glandover House,
67, Bute Street,
ABERDARE

Date.....15/6/04

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST. AUGUST 2003.

	<u>Notes</u>	<u>2003</u>	<u>2002</u>
Turnover	1	569,372	549,764
Cost of Sales		485,305	561,304
		-----	-----
		84,067	(11,540)
Distribution Costs		55,194	44,854
Administrative Expenses		57,582	35,111
		-----	-----
OPERATING PROFIT (LOSS)		(28,709)	(91,505)
Profit (Loss) on Ordinary Activities before Taxation	2	(28,709)	(91,505)
Interest Receivable		19	-
Interest Payable		(12,730)	(8,605)
		-----	-----
		(41,420)	(100,110)
Taxation on Profit on Ordinary Activities	3	-	-
		-----	-----
Retained Loss for the year		(41,420)	(100,110)
Retained Loss brought forward		(412,033)	(311,923)
		-----	-----
Retained Loss carried forward		(453,453)	(412,033)
		=====	=====

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

BALANCE SHEET

AS AT 31ST. AUGUST 2003.

	<u>Notes</u>	<u>2003</u>	<u>2002</u>
<u>FIXED ASSETS</u>			
Tangible Assets	4	122,383	138,841
Intangible Assets	5	22,500	24,000
		-----	-----
		144,883	162,841
<u>CURRENT ASSETS</u>			
Stocks		3,000	4,500
Debtors	6	15,930	20,108
Cash at Bank & In Hand		4,485	20,219
		-----	-----
		23,415	44,827
<u>CREDITORS</u> Amounts falling due within one year			
	7	391,037	351,388
		-----	-----
<u>NET CURRENT ASSETS</u>			
<u>(LIABILITIES)</u>			
		(367,622)	(306,561)
		-----	-----
<u>TOTAL ASSETS, LESS</u>			
<u>CURRENT LIABILITIES</u>			
		(222,739)	(143,720)
<u>CREDITORS</u> Amounts falling due after more than one year			
	8	(190,032)	(227,631)
		-----	-----
<u>NET ASSETS</u>			
		(412,771)	(371,351)
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	9	40,682	40,682
Profit and Loss Accounts		(453,453)	(412,033)
		-----	-----
		(412,771)	(371,351)
		=====	=====


The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to Section 249B(2) of the Act.

The directors acknowledge their responsibility for:

(i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and

(ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

.......... W.P. Holloway 15/4/04
Director

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST. AUGUST 2003.

1) ACCOUNTING POLICIES

1.1. Basis of preparation of Accounts

The Accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

1.3 Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Leasehold Land & Property	99 years
Plant and Machinery	25% on written down value
Motor Vehicles	25% on written down value

1.4. Leasing and Hire Purchase

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the assets have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

1.5 Stocks

Stock is valued at the lower of cost and net realisable value.

1.6 Deferred Taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an undiscounted basis at the tax rates which are expected to apply in the period when the timing differences will reverse.

2) OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging.

	<u>2003</u>	<u>2002</u>
Depreciation of tangible fixed assets -		
- owned by the company	16,838	21,382
- held under finance agreements	1,322	1,762
Amortisation of Goodwill	1,500	1,500
	=====	=====

3) TAXATION

There is no corporation tax payable due to the losses incurred in this and previous years.

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST. AUGUST 2003.

(continued)

<u>4) TANGIBLE FIXED ASSETS</u>	<u>Leasehold</u>			
	<u>Land &</u>	<u>Plant and</u>	<u>Motor</u>	<u>Total</u>
	<u>Buildings</u>	<u>machinery</u>	<u>Vehicle</u>	
<u>Cost</u>				
As at 1.9.02	78,567	143,779	12,400	234,746
Additions	-	1,702	-	1,702
	-----	-----	-----	-----
As at 31.8.03	78,567	145,481	12,400	236,448
	=====	=====	=====	=====
<u>Depreciation</u>				
As at 1.9.02	4,635	84,158	7,112	95,905
Charge for the year	1,508	15,330	1,322	18,160
	-----	-----	-----	-----
As at 31.8.03	6,143	99,488	8,434	114,065
	=====	=====	=====	=====
<u>Net Book Value</u>				
As at 31.8.03	72,424	45,993	3,966	£122,383
	=====	=====	=====	=====
As at 31.8.02	73,932	59,621	5,288	138,841
	=====	=====	=====	=====

Included above is a motor vehicle costing £12,400 which is the subject of a finance agreement.

5) INTANGIBLE FIXED ASSETS

- GOODWILL

<u>Cost -</u>	
1.9.02	30,000
	=====
31.8.08	30,000
	=====
<u>Depreciation -</u>	
As at 1.9.02	6,000
Charge for the year	1,500

As at 31.8.03	7,500
	=====
<u>Net Book Value</u>	
As at 31.8.03	22,500
	=====
As at 1.9.02	24,000
	=====

Goodwill is being written off in equal instalments over its estimated economic life of 20 years.

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST. AUGUST 2003

(continued)

	<u>2003</u>	<u>2002</u>
<u>6) DEBTORS</u>		
Trade Debtors	15,930	20,108
	=====	=====
<u>7) CREDITORS</u> Amounts falling due within one year -		
Bank Loans and Overdrafts	35,883	35,883
Hire Purchase Agreements	2,045	2,045
Trade Creditors	28,797	16,323
Social Security and Other Taxes	30,203	1,881
Directors Loan Accounts	101,584	102,731
Cymru Sport (Wales) Ltd.	192,525	192,525
	-----	-----
	391,037	351,388
	=====	=====
<u>8) CREDITORS</u> Amounts falling due after more than one year -		
Bank Loan	132,290	155,849
Brewery Loan	57,600	70,000
Hire Purchase Agreement	142	1,782
	-----	-----
	190,032	227,631
	=====	=====
<p>The bank loan is secured by a personal guarantee of the directors.</p>		
<u>9) SHARE CAPITAL</u>		
<u>Authorised</u>		
Ordinary Shares of £1 each	40,682	40,682
	=====	=====
<u>Allotted, Called up & Fully Paid</u>		
Ordinary Shares of £1 each	40,682	40,682
	=====	=====

10 RELATED PARTIES

The bank loan and overdraft is supported by a personal guarantee from Mr. W. Holloway.

The company has a loan from Cymru Sports Ltd. This company has common directors with Merthyr Tydfil Football Club (1997) Ltd.

The controlling party is Durham Investments Ltd by virtue of owning 95% of the issued ordinary share capital.

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST. AUGUST 2003.

	<u>2003</u>		<u>2002</u>
<u>Football Club</u>			
Gate Receipts	44,755		34,375
Other Income	137,153		109,478
	-----		-----
	181,908		143,853
Players Wages	98,799	156,924	
Other Wages	27,196	30,207	
Match Officials	3,345	3,977	
Pitch Expenses	16,772	13,492	
Training Facility	3,403	1,921	
Fund Raising Costs	1,356	-	
Transfers & Signing on Fees	-	1,892	
Subscriptions	2,784	-	
Travel & Players Expenses	16,033	13,202	
Hire Purchase Interest	405	405	
Match Day Expenses	8,977	14,269	
Kit	5,677	5,375	
Cleaning and Laundry	640	-	
Leasing and Rent of Equipment	11,710	-	
General Expenses (50%)	37,669	42,622	
Administrative Expenses (50%)	34,702	21,655	
	-----	-----	
	269,468		305,941
<u>NET (LOSS)</u>	-----		-----
	(87,560)		(162,088)
	=====		=====

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST. AUGUST 2003.

	<u>2003</u>		<u>2002</u>
<u>Strikers Club</u>			
Bar Sales	293,798		302,957
Bar Purchases	125,921		147,423
	-----	167,877	-----
			155,534
Other Income	92,666		102,955
Catering Purchases	27,544		-
	-----	65,122	-----
		-----	102,955
		-----	-----
		232,999	-----
			258,489
Bar Wages	74,184		84,759
Stocktaker	-		592
Security	16,508		12,927
Entertainment	21,499		28,528
Cleaning/Bar Requisites	2,297		5,428
General Expenses (50%)	37,669		42,622
Administration Expenses (50%)	34,702		21,655
	-----	186,859	-----
			196,511
<u>NET PROFIT</u>		-----	-----
		46,140	-----
		=====	=====
			61,978

MERTHYR TYDFIL FOOTBALL CLUB (1997) LIMITED

SCHEDULE OF GENERAL AND ADMINISTRATION EXPENSES

FOR THE YEAR ENDED 31ST. AUGUST 2003.

	<u>2003</u>	<u>2002</u>
<u>General Expenses</u>		
Telephone	5,301	2,835
Printing, Postage & Stationery	484	14,247
Advertising	4,461	-
Rates and Water	17,022	12,076
Heat and Light	11,856	10,488
Repairs and Maintenance	16,554	19,455
Depreciation	18,160	24,644
Amortisation of Goodwill	1,500	1,500
	-----	-----
	75,338	85,245
	=====	=====
 <u>Administration Expenses</u>		
Accountancy Fees	3,000	3,928
Legal Fees	1,473	-
Administration Wages	25,394	19,707
Licences	3,629	-
Insurances	8,527	9,741
Loan Interest	12,325	-
Bank Charges and Interest	2,055	9,335
Bank Interest Received	(19)	-
Management Fees	13,020	600
	-----	-----
	69,404	43,311
	=====	=====