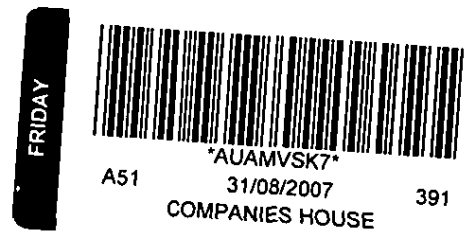


Registered number
03612963

Merthyr Tydfil Football Club Limited

Report and Accounts

31 August 2006





Merthyr Tydfil Football Club Limited
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Accountants' report	3
Profit and loss account	4
Balance sheet	5
Notes to the accounts	6 - 8

The following pages do not form part of the Statutory accounts

Profit and loss account - Football Club	9
Profit and loss account - Strikers	10
Schedule of General and Administration expenses	11



**Merthyr Tydfil Football Club Limited
Company Information**

Directors

Mr W P Holloway
Mrs S A Holloway
Mr L Mittel
Mr L M Davies
Mr P Johnson

Secretary

Mr W D Snowdon

Accountants

Barlow, Mendham & Co
Glandover House
67 Bute St
Aberdare
R C T
CF44 7LD

Bankers

HSBC Bank plc
High Street
Merthyr Tydfil
CF47 8DN

Registered office

Llywn Y Brain Mawr
Creigiau
Cardiff
CF15 9SG

Registered number

03612963



Merthyr Tydfil Football Club Limited
Directors' Report

The directors present their report and accounts for the year ended 31 August 2006

Principal activities

The company's principal activity during the year continued to be that of a professional Football Club and Social Club. The improvement in the result for the year is due to an extended run in the F A Cup culminating in an appearance on Sky T V

Directors

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

	£1 Ordinary shares	
	31 Aug 2006	1 Sep 2005
Mr W P Holloway	38,648	38,648
Mrs S A Holloway	-	-
Mr L Mittel	-	-
Mr L M Davies	-	-
Mr P Johnson	-	-

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

This report was approved by the board on 29/8/07.



Mr L M Davies
Director



Merthyr Tydfil Football Club Limited
Accountants' Report

Accountants' report to the directors of
Merthyr Tydfil Football Club Limited

You consider that the company is exempt from an audit for the year ended 31 August 2006. You have acknowledged, on the balance sheet, your responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company and of its profit or loss for the financial year.

In accordance with your instructions, we have prepared the accounts which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records of the company and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these accounts.

Barlow Mendham & Co

Barlow, Mendham & Co
Accountants

29/8/07

Glandover House
67 Bute St
Aberdare
R C T
CF44 7LD



Merthyr Tydfil Football Club Limited
Profit and Loss Account
for the year ended 31 August 2006

	Notes	2006 £	2005 £
Turnover		561,677	446,493
Cost of sales		(373,314)	(369,617)
Gross profit		<u>188,363</u>	<u>76,876</u>
Distribution costs		(110,480)	(87,037)
Administrative expenses		(43,780)	(31,843)
Operating profit/(loss)	2	<u>34,103</u>	<u>(42,004)</u>
Interest receivable		857	89
Interest payable	3	(18,575)	(18,797)
Profit/(loss) on ordinary activities before taxation		<u>16,385</u>	<u>(60,712)</u>
Tax on profit/(loss) on ordinary activities		-	-
Profit/(loss) for the financial year		<u>16,385</u>	<u>(60,712)</u>
Retained loss brought forward		(644,389)	(583,677)
Retained loss carried forward	8	<u>(628,004)</u>	<u>(644,389)</u>



Merthyr Tydfil Football Club Limited
Balance Sheet
as at 31 August 2006

	Notes	2006 £	2005 £
Fixed assets			
Intangible assets	4	18,000	19,500
Tangible assets	5	<u>83,962</u>	<u>71,104</u>
		101,962	90,604
Current assets			
Stocks		3,750	3,750
Cash at bank and in hand		<u>9,656</u>	<u>3,000</u>
		13,406	6,750
Creditors: amounts falling due within one year	6	<u>(441,758)</u>	<u>(440,675)</u>
Net current liabilities		(428,352)	(433,925)
Total assets less current liabilities		<u>(326,390)</u>	<u>(343,321)</u>
Creditors' amounts falling due after more than one year	7	(260,932)	(260,386)
Net liabilities		<u>(587,322)</u>	<u>(603,707)</u>
Capital and reserves			
Called up share capital	8	40,682	40,682
Profit and loss account	9	(628,004)	(644,389)
Shareholders' funds		<u>(587,322)</u>	<u>(603,707)</u>

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 responsibilities for

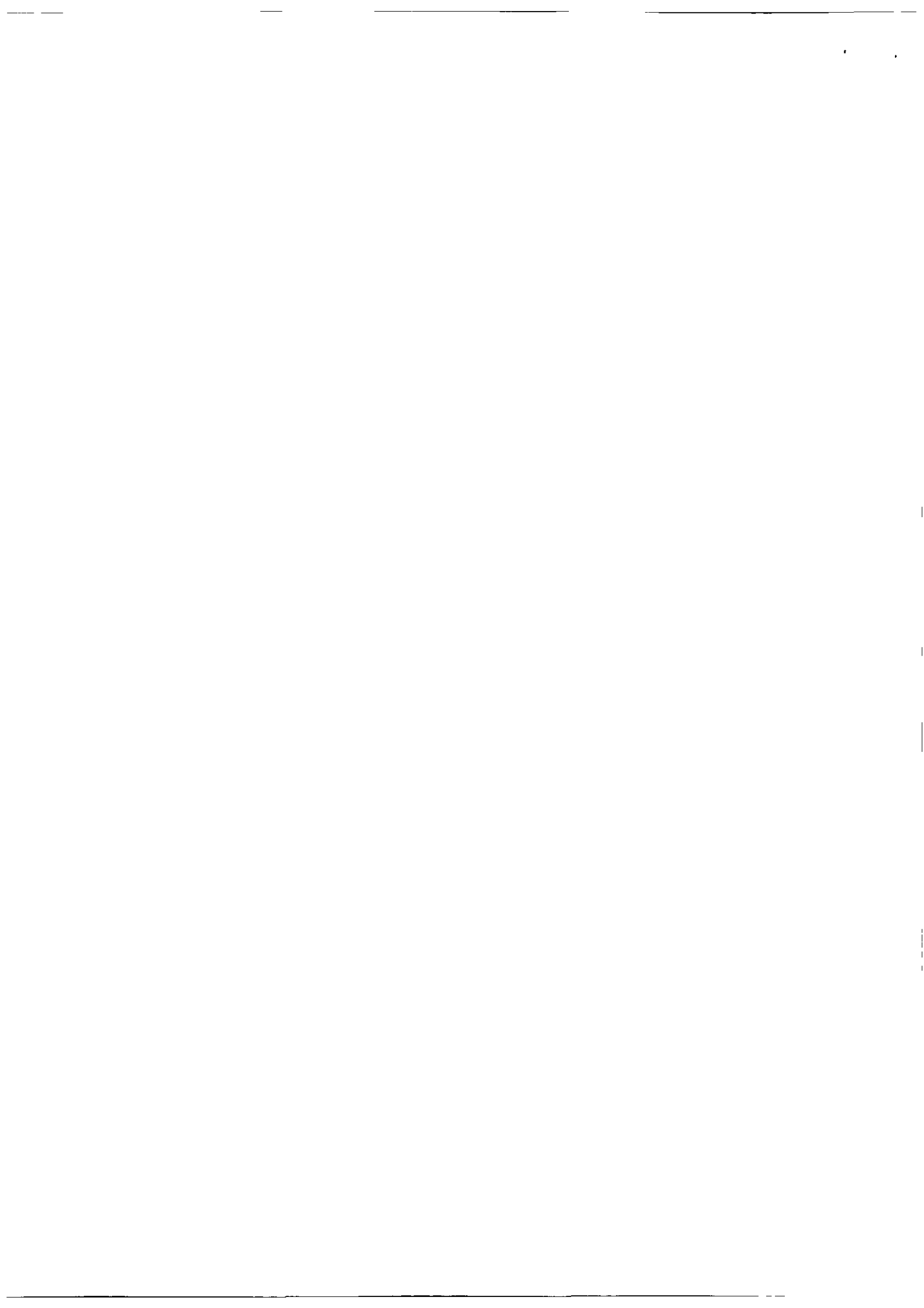
- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial 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



Mr L M Davies
 Director

Approved by the board on 29/8/07.



Merthyr Tydfil Football Club Limited
Notes to the Accounts
for the year ended 31 August 2006

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Turnover

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

Depreciation

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

Leasehold land and buildings	2% on cost
Plant and machinery	25% reducing balance
Club fixtures and fittings	25% reducing balance

Stocks

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

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 un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse

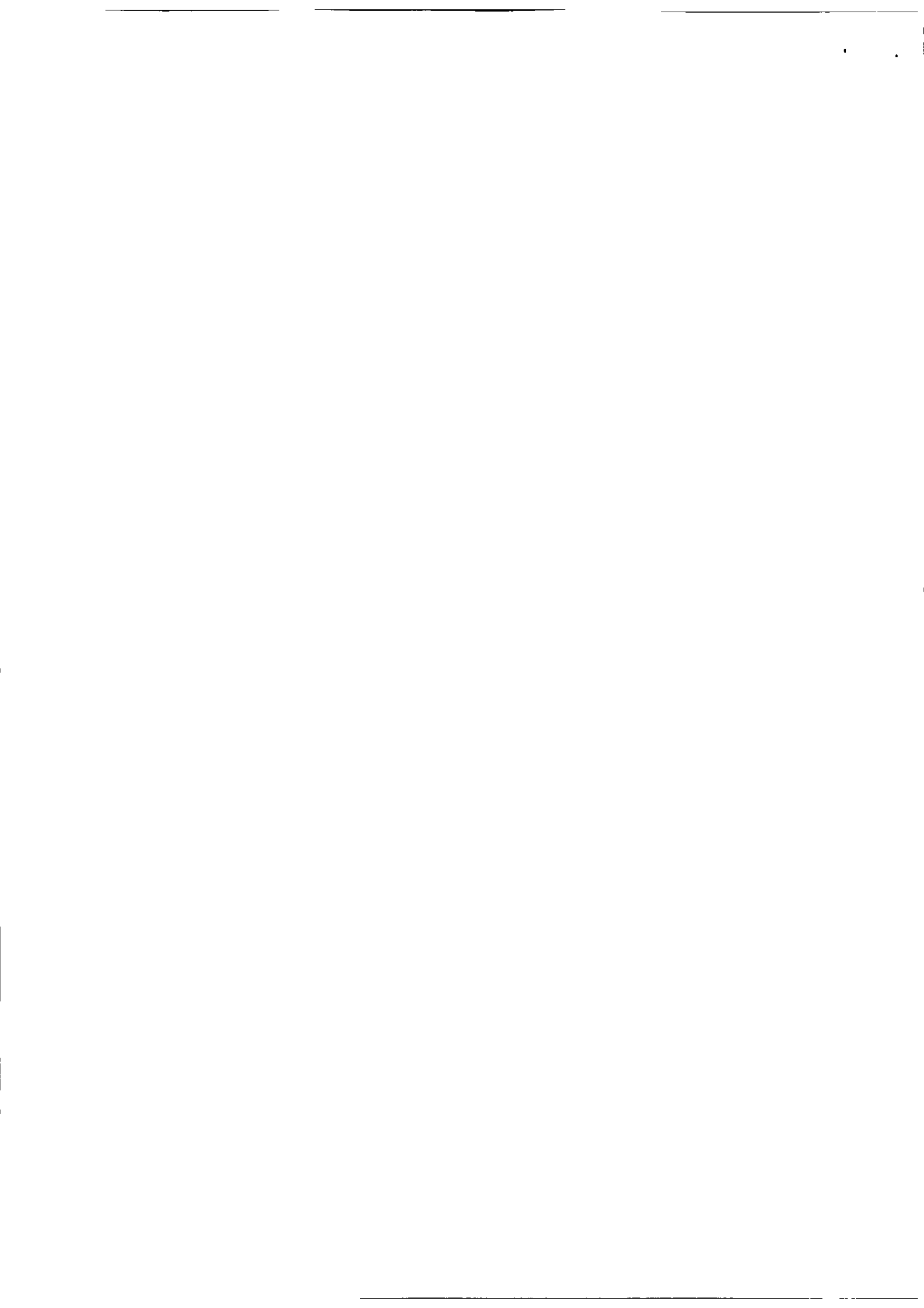
Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability

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

2 Operating profit	2006	2005
	£	£
This is stated after charging		
Depreciation of owned fixed assets	4,544	2,179
Amortisation of goodwill	1,500	1,500
	<hr/>	<hr/>

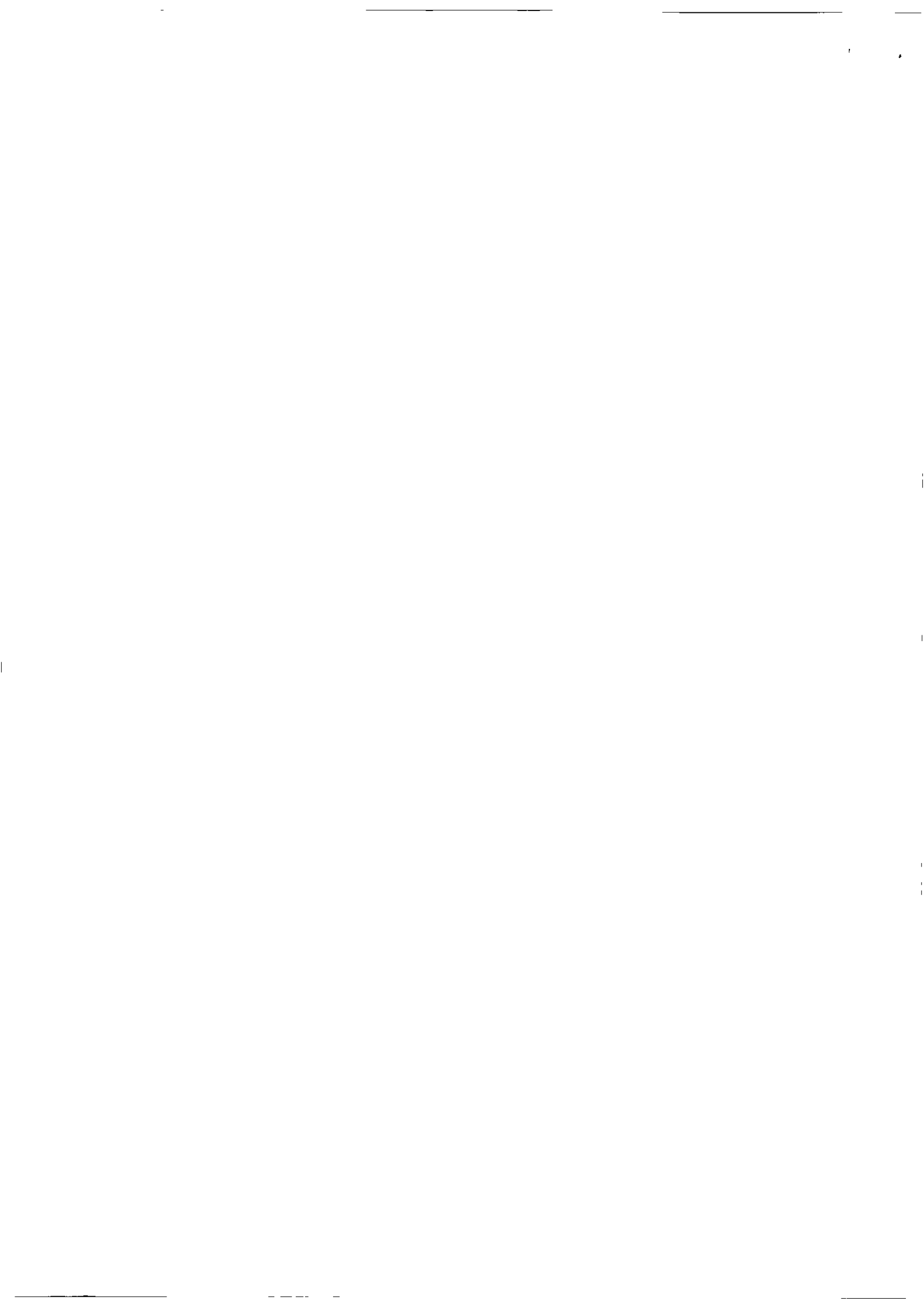


Merthyr Tydfil Football Club Limited
Notes to the Accounts
for the year ended 31 August 2006

3 Interest payable	2006	2005
	£	£
Interest payable	<u>18,575</u>	<u>18,797</u>
 4 Intangible fixed assets		£
Goodwill		
Cost		
At 1 September 2005		<u>30,000</u>
At 31 August 2006		<u>30,000</u>
Amortisation		
At 1 September 2005		10,500
Provided during the year		<u>1,500</u>
At 31 August 2006		<u>12,000</u>
Net book value		
At 31 August 2006		<u>18,000</u>
At 31 August 2005		<u>19,500</u>

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

5 Tangible fixed assets	Leasehold land and buildings £	Plant and machinery etc £	Club fixtures and fittings £	Total £
Cost				
At 1 September 2005	78,567	2,430	-	80,997
Additions	<u>7,970</u>	<u>4,572</u>	<u>4,860</u>	<u>17,402</u>
At 31 August 2006	<u>86,537</u>	<u>7,002</u>	<u>4,860</u>	<u>98,399</u>
Depreciation				
At 1 September 2005	9,285	608	-	9,893
Charge for the year	<u>1,731</u>	<u>1,598</u>	<u>1,215</u>	<u>4,544</u>
At 31 August 2006	<u>11,016</u>	<u>2,206</u>	<u>1,215</u>	<u>14,437</u>
Net book value				
At 31 August 2006	<u>75,521</u>	<u>4,796</u>	<u>3,645</u>	<u>83,962</u>
At 31 August 2005	<u>69,282</u>	<u>1,822</u>	-	<u>71,104</u>



Merthyr Tydfil Football Club Limited
Notes to the Accounts
for the year ended 31 August 2006

6 Creditors' amounts falling due within one year	2006	2005
	£	£
Bank loans and overdrafts	45,929	43,759
Trade creditors	26,146	26,907
Directors loan accounts	156,319	146,319
Cymru Sport (Wales) Limited	192,525	192,525
Other taxes and social security costs	20,839	31,165
	<u>441,758</u>	<u>440,675</u>

7 Creditors amounts falling due after one year	2006	2005
	£	£
Bank loans	214,054	213,508
Brewery loan	46,878	46,878
	<u>260,932</u>	<u>260,386</u>

8 Share capital	2006	2005
	£	£
Authorised Ordinary shares of £1 each	<u>40,682</u>	<u>40,682</u>

	2006	2005	2006	2005
	No	No	£	£
Allotted, called up and fully paid Ordinary shares of £1 each	40,682	40,682	<u>40,682</u>	<u>40,682</u>

9 Profit and loss account	2006	2005
	£	£
At 1 September	(644,389)	(583,677)
Profit/(loss) for the year	16,385	(60,712)
	<u>(628,004)</u>	<u>(644,389)</u>

10 Related party transactions

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

The company has a loan from Cymru Sport (Wales) Limited This company has common directors with Merthyr Tydfil Football Club Limited

The clubs fixtures and fittings were removed by bailiffs in settlement of outstanding VAT payments on 17 May 2004 The fixtures were purchased by L M Davies and P Johnson who were appointed directors of the company on 19 June 2004 The company now rents the fixtures from L M Davies and P Johnson at a rate of £1,200 per month

