

**BOLTON WANDERERS FOOTBALL &
ATHLETIC COMPANY LIMITED**

Report and Financial Statements

30 June 2004



**Deloitte & Touche LLP
Manchester**

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

REPORT AND FINANCIAL STATEMENTS 2004

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BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

REPORT AND FINANCIAL STATEMENTS 2004

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

J.G. Dalzell
E. Davies
P.A. Gartside
D. McBain
G. Seymour
G. Warburton
W.B. Warburton

SECRETARY

J.G. Dalzell

REGISTERED OFFICE

Reebok Stadium
Burnden Way
Lostock
Bolton
BL6 6JW

BANKERS

Co-operative Bank
Olympic House
Montford Street
Salford
M50 2QP

AUDITORS

Deloitte & Touche LLP
Chartered Accountants
Manchester

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 30 June 2004.

PRINCIPAL ACTIVITY AND BUSINESS REVIEW

The principal activity of the company continues to be that of a professional football club together with related commercial activities.

RESULTS AND DIVIDENDS

The company's profit for the year before taxation was £2,643,495 (2003 - £5,258,749 loss). No dividend can be paid (2003 - £nil).

DIRECTORS AND THEIR INTERESTS

The present membership of the Board is set out on page 1. All directors served throughout the year, with the exception of J.G. Dalzell who was appointed as Director and Secretary on 26 August 2003. L. Entwistle resigned as Company Secretary on 26 August 2003 and I. Currie resigned as Director on 27 September 2004.

The directors who held office at 30 June 2004 had the following interests in the shares of the ultimate parent company, Burnden Leisure plc.

	Ordinary shares of £1 each	
	2004 No.	2003 No.
D. McBain	14,755	14,755
G. Seymour	283,750	283,750
G. Warburton	283,750	283,750

J.G. Dalzell, E. Davies, P.A. Gartside and W.B. Warburton are directors of the ultimate parent company, Burnden Leisure plc, and their interests are disclosed in the financial statements of that company.

The directors do not have any other interests in the shares of group companies required to be disclosed under schedule 7 of the Companies Act 1985.

AUDITORS

Deloitte & Touche LLP have expressed their willingness to continue in office as auditors and a resolution to re-appoint Deloitte & Touche LLP as the Company's auditor will be proposed at the forthcoming Annual General Meeting.

**Approved by the Board of Directors
and signed on behalf of the Board**



J.G. Dalzell

Secretary

29 November 2004

STATEMENT OF DIRECTORS' RESPONSIBILITIES

United Kingdom company law requires the directors to prepare financial statements for each financial year 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 the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act. They are also responsible for the system of internal control, safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

We have audited the financial statements of Bolton Wanderers Football & Athletic Company Limited for the year ended 30 June 2004 which comprise the profit and loss account, the statement of total recognised gains and losses, the reconciliation of movements in shareholders' deficit, the balance sheet and the related notes 1 to 21. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities, the company's directors are responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and auditing standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report for the above year and consider the implications for our report if we become aware of any apparent misstatements.

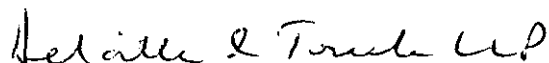
Basis of audit opinion

We conducted our audit in accordance with United Kingdom auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Deloitte & Touche LLP
Chartered Accountants and Registered Auditors
Manchester

29 November 2004

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

Year ended 30 June 2004

	Note	2004			2003
		Operations excluding player trading £	Player Trading £	Total £	
TURNOVER	2	41,362,643	-	41,362,643	31,065,820
Cost of sales		(30,906,040)	(2,960,358)	(33,866,398)	(33,127,117)
Gross profit/(loss)		10,456,603	(2,960,358)	7,496,245	(2,061,297)
Administrative expenses		(5,575,993)	-	(5,575,993)	(3,408,434)
OPERATING PROFIT/(LOSS)		4,880,610	(2,960,358)	1,920,252	(5,469,731)
(Loss)/profit on transfer of player registrations	3	-	(508,641)	(508,641)	1,714,878
Profit on sale of tangible fixed assets	3	2,750,000	-	2,750,000	-
Investment income	4	376,942	-	376,942	498,637
Finance charges	5	(1,895,058)	-	(1,895,058)	(2,002,533)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	6	6,112,494	(3,468,999)	2,643,495	(5,258,749)
Tax on profit/(loss) on ordinary activities	7	-	-	-	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION FOR THE FINANCIAL YEAR	18	6,112,494	(3,468,999)	2,643,495	(5,258,749)
Retained loss brought forward				(14,141,537)	(8,882,788)
Retained loss carried forward				(11,498,042)	(14,141,537)

Player trading consists of the amortisation of the costs of acquiring player registrations and profit/loss on disposal of player registrations.

All results relate to continuing operations.

The accompanying notes are an integral part of this profit and loss account.

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' DEFICIT

Year ended 30 June 2004

	2004 £	2003 £
Profit/(loss) for the financial year	<u>2,643,495</u>	<u>(5,258,749)</u>
Net reduction/(addition) to shareholders' deficit	2,643,495	(5,258,749)
Opening shareholders' deficit	<u>(13,754,396)</u>	<u>(8,495,647)</u>
Closing shareholders' deficit	<u>(11,110,901)</u>	<u>(13,754,396)</u>

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

BALANCE SHEET

30 June 2004

	Note	2004 £	2003 £
FIXED ASSETS			
Intangible assets	9	782,548	1,811,439
Tangible assets	10	36,013,986	36,035,531
Investments	11	<u>2,164,221</u>	<u>2,153,122</u>
		38,960,755	40,000,092
CURRENT ASSETS			
Stocks	12	363,735	203,770
Debtors	13	5,233,633	6,939,585
Cash at bank and in hand		<u>1,945,998</u>	<u>55,359</u>
		7,543,366	7,198,714
CREDITORS: amounts falling due within one year	14	<u>(46,808,379)</u>	<u>(47,983,726)</u>
NET CURRENT LIABILITIES		<u>(39,265,013)</u>	<u>(40,785,012)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		(304,258)	(784,920)
CREDITORS: amounts falling due after more than one year	15	<u>(10,806,643)</u>	<u>(12,969,476)</u>
NET LIABILITIES		<u>(11,110,901)</u>	<u>(13,754,396)</u>
CAPITAL AND RESERVES			
Called up share capital	17	123,750	123,750
Share premium account	18	206,626	206,626
Capital reserves	18	31,418	31,418
Other reserves	18	25,347	25,347
Profit and loss account	18	<u>(11,498,042)</u>	<u>(14,141,537)</u>
Equity shareholders' deficit		<u>(11,110,901)</u>	<u>(13,754,396)</u>

These financial statements were approved by the Board of Directors on 29 November 2004.

Signed on behalf of the Board of Directors



J.G. Dalzell

Director

The accompanying notes are an integral part of this balance sheet.

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted are described below.

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards.

The company has taken advantage of the exemption from preparing consolidated financial statements afforded by Section 228 of the Companies Act 1985 on the basis that it is a wholly owned subsidiary undertaking of Burnden Leisure plc which prepares financial statements which are publicly available. The company is also, on this basis, exempt from the requirement of FRS 1 (Revised 1996) Cash Flow Statements to present a cash flow.

Intangible assets – transfer fees

In accordance with FRS 10 Goodwill and Intangible Assets, fees payable on the transfer of players' registrations are capitalised at cost and written off over the length of the players' contracts. Profit or loss on the sale of players' registrations is based on transfer fees receivable and the amortised cost of the players and is recognised in the year in which the transfers are made. Players' registrations are written down for impairment when the carrying amount exceeds the amount recoverable through use or sale.

Signing on fees

Signing on fees are charged evenly to the profit and loss account over the period of the players' contracts. Where a player's registration is transferred any signing on fees payable in respect of future periods are charged against the profit/loss on disposal of player registrations in the period in which the disposal is recognised.

Tangible fixed assets

Tangible fixed assets are stated at historical cost, net of accumulated depreciation and any provision for impairment. Depreciation is provided on all tangible fixed assets, other than freehold land and the assets in the course of construction, at rates calculated to write off the cost, less estimated residual value, of each asset on a straight line basis over the expected useful economic life, as follows.

Stadium	50 years
Fixtures and fittings	3 to 10 years
Plant, equipment and motor vehicles	3 to 10 years

Residual value is calculated on prices prevailing at the date of acquisition.

Fixed asset investments

Fixed asset investments are stated at cost less provision for impairment.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a first in, first out basis and includes transport and handling costs. Net realisable value is the price at which stocks can be sold in the normal course of business after allowing for the costs of realisation. Provision is made where necessary for obsolete, slow moving and defective stocks.

Finance costs

The finance costs of debt are recognised in the profit and loss account over the term of such instruments at a constant rate on the carrying amount.

Debt

Debt is initially stated at the amount of the net proceeds after deduction of issue costs. The carrying amount is increased by the finance cost in respect of the accounting period and reduced by payments made in the period.

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

1. ACCOUNTING POLICIES (continued)

Taxation

UK corporation tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Turnover

Turnover consists of sales in the ordinary course of business to external customers for goods and services supplied, net of trade discounts and VAT.

Pension costs and other retirement benefits

The amount charged to the profit and loss account in respect of pension costs and other post-retirement benefits is the contributions to the staff and directors' defined contribution private pension schemes that are payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as *either accruals or prepayments in the balance sheet.*

The company provides pension facilities to certain members of staff through The Football League Limited Players Retirement Scheme and The Football League Limited Pension and Life Assurance Scheme, both of which are defined contribution schemes. The amounts charged to the profit and loss account are the contributions payable in the year.

Foreign currencies

Trading transactions denominated in foreign currencies are translated into sterling at the exchange rates ruling when the transaction was entered into. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rate ruling at the balance sheet date. Exchange gains or losses are included in operating profit.

Leases and hire purchase obligations

Assets held under finance leases and other similar contracts, which confer rights and obligations similar to those attached to owned assets, are capitalised as tangible fixed assets and are depreciated over the shorter of the lease terms and their useful lives. The capital elements of future lease obligations are recorded as liabilities, while the interest elements are charged to the profit and loss account over the period of the leases to produce a constant rate of charge on the balance of capital repayments outstanding. Hire purchases transactions are dealt with similarly, except that assets are depreciated over their useful lives.

Rentals under operating leases are charged on a straight-line basis over the lease term, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term, except where the period to the review date on which the rent is first expected to be adjusted to the prevailing market rate is shorter than the full lease term, in which case the shorter period is used.

Government grants

Government grants and other grants relating to tangible fixed assets are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned.

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

2. TURNOVER

Turnover arose entirely from football activities in the United Kingdom.

3. EXCEPTIONAL ITEMS REPORTED AFTER OPERATING PROFIT/(LOSS)

The (loss)/profit on transfer of player registrations relates to the disposal of certain players' registrations.

The profit on sale of tangible fixed asset relates to the disposal of Burnden Park in the year.

There is no effect on the amounts charged to the profit and loss account for taxation due to the availability of losses.

4. INVESTMENT INCOME

	2004 £	2003 £
Interest receivable and similar income	<u>376,942</u>	<u>498,637</u>

5. FINANCE CHARGES

	2004 £	2003 £
Bank loans, overdrafts and other loans repayable within five years	1,888,818	1,991,836
Finance leases and hire purchase contracts	6,240	10,697
	<u>1,895,058</u>	<u>2,002,533</u>

6. PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION

	2004 £	2003 £
Profit/(loss) on ordinary activities before taxation is stated after charging:		
Amortisation of intangible assets	2,960,358	1,857,039
Depreciation		
Owned assets	1,146,728	891,951
Leased assets	69,393	102,181
Amortisation of grants	(169)	(161)
Rentals under operating leases		
Hire of plant and machinery	31,250	40,000
Auditors' remuneration	<u>14,500</u>	<u>25,000</u>

No non-audit services were provided (2003 - £nil)

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

7. TAX ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

No current tax charge has arisen during the year due to the impact of current year losses. At 30 June 2004, the company had tax losses to carry forward of £23,810,967 (2003 - £22,048,625).

The difference between the total current tax charge of nil and the amount calculated by applying the standard rate of UK corporation tax to the profit/(loss) before tax is as follows:

	2004 £	2003 £
Profit/(loss) on ordinary activities before tax	<u>2,643,495</u>	<u>(5,258,749)</u>
United Kingdom corporation tax at 30% (2003 - 30%)	793,049	(1,577,625)
Effects of:		
Expenses not deductible for tax purposes	348,848	5,400
Non-taxable items	(875,685)	(114,526)
Capital allowances in excess of depreciation	(266,212)	76,246
Tax offset	-	1,610,505
	<u>-</u>	<u>-</u>

8. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

The directors received no remuneration for their services during the year (2003 - £nil).

	2004 No.	2003 No.
Average number of persons employed		
Football players	51	58
Management and administration	133	109
	<u>184</u>	<u>167</u>
	£	£
Staff costs during the year		
Wages and salaries	20,248,117	21,357,383
Social security costs	2,428,815	2,331,903
Pension costs (see note 19d)	200,843	254,555
	<u>22,877,775</u>	<u>23,943,841</u>

Certain staff of the company are members of either the Football League Limited Players Retirement Income Scheme, a defined contribution scheme, or the Football League Limited Pension and Life Assurance Scheme ("FLLPLAS"), a defined benefit scheme. As the company is one of a number of participating employers in the FLLPLAS, the scheme actuary has indicated that it would be impractical to allocate any actuarial surplus or deficit. The company has therefore adopted the multi-employer scheme exemption under FRS 17 and expensed contributions in the profit and loss account as they become payable. The assets of the schemes are held separately from those of the company, being invested with insurance companies.

Following a review of the Minimum Funding Requirement ("MFR") of the FLLPLAS, accrual of benefits of the final salary section of the scheme was suspended as at 31 August 1999. In light of the exceptional circumstances affecting the scheme, the trustees of the scheme commissioned an independent actuary's report on the MFR position and a substantial deficit was identified. Under the Pensions Act 1985 participating employers will be required to contribute to the deficiency. The Club was advised by the FA Premier League that a basis of apportionment of the deficit had been approved by the trustees and their advisors, although a

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

8. INFORMATION REGARDING DIRECTORS AND EMPLOYEES (CONTINUED)

number of important issues remain to be resolved that could impact on the final quantification of this liability. The provisional allocation notified was £172,000, which is being repaid at £3,584 per month and is included in other creditors.

Contributions payable by the company to employees' (including Executive Directors) personal pension schemes are charged to the profit and loss account in the period to which they relate. The schemes are defined contribution schemes, the assets of which are held separately from the company.

9. INTANGIBLE FIXED ASSETS

	Transfer fees £
Cost	
At 1 July 2003	5,633,054
Additions	2,454,943
Disposals	<u>(1,277,845)</u>
At 30 June 2004	<u>6,810,152</u>
Accumulated depreciation	
At 1 July 2003	3,821,615
Charge for the year	2,960,358
Disposals	<u>(754,369)</u>
At 30 June 2004	<u>6,027,604</u>
Net book value	
At 30 June 2004	<u><u>782,548</u></u>
At 30 June 2003	<u><u>1,811,439</u></u>

At the balance sheet date, an amount of £0.8 million (2003 - £1.8 million) is carried forward in intangible fixed assets, representing the unamortised cost of players' registrations. The directors estimate the current value of the playing squad to be approximately £21 million (2003 - £24 million).

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

10. TANGIBLE FIXED ASSETS

	Stadium £	Freehold land £	Fixtures and fittings £	Motor vehicles £	Plant and equipment £	Assets in the course of construc- tion £	Total £
Cost							
At 1 July 2003	36,758,122	804,000	1,159,793	83,618	2,624,678	10,074	41,440,285
Additions	423,375	-	276,149	-	193,858	301,194	1,194,576
Disposals	-	-	-	(83,618)	-	-	(83,618)
Reclassification	444,032	-	(444,032)	-	-	-	-
At 30 June 2004	37,625,529	804,000	991,910	-	2,818,536	311,268	42,551,243
Accumulated depreciation							
At 1 July 2003	3,499,025	-	401,568	83,618	1,420,543	-	5,404,754
Charge for the year	750,195	-	267,816	-	198,110	-	1,216,121
Disposals	-	-	-	(83,618)	-	-	(83,618)
At 30 June 2004	4,249,220	-	669,384	-	1,618,653	-	6,537,257
Net book value							
At 30 June 2004	33,376,309	804,000	322,526	-	1,199,883	311,268	36,013,986
At 30 June 2003	33,259,097	804,000	758,225	-	1,204,135	10,074	36,035,531
Leased assets included in the above							
Net book value							
At 30 June 2004	2,919,000	-	-	-	84,000	-	3,003,000
Net book value							
At 30 June 2003	2,974,420	-	-	-	117,466	-	3,091,886

Freehold land amounting to £804,000 (2003 - £804,000) has not been depreciated. £444,032 has been reclassified from fixtures and fittings to stadium, which the Directors consider to be a more accurate reflection of the assets purchased.

11. INVESTMENTS HELD AS FIXED ASSETS

	Shares in subsidiaries £	Medals £	Total £
Cost and net book value			
At 1 July 2003	2,150,002	3,120	2,153,122
Additions	-	11,099	11,099
At 30 June 2004	2,150,002	14,219	2,164,221

The Company has two wholly owned dormant subsidiary undertakings, incorporated in England and Wales, being Bolton Sports Village Limited and Bolton Wanderers (Holdings) Limited. The company also has a 50% interest in the ordinary share capital of Bolton Whites Hotel Limited, a company registered in England and Wales. The principal activity of this subsidiary undertaking is the provision of hotel and catering services.

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

12. STOCKS

	2004 £	2003 £
Goods for resale	<u>363,735</u>	<u>203,770</u>

13. DEBTORS

	2004 £	2003 £
Amounts falling due within one year:		
Trade debtors	1,757,735	2,242,168
Amounts owed by group undertakings	1,128,400	663,868
Other debtors	30,220	4,210
Prepayments and accrued income	<u>2,317,278</u>	<u>4,029,339</u>
	<u>5,233,633</u>	<u>6,939,585</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £	2003 £
Bank overdrafts	-	5,703,196
Bank loans	2,031,653	3,700,040
Trade creditors	1,185,268	1,436,903
Obligations under finance leases	11,195	33,535
Other loans	1,297,167	1,622,412
Directors' loans	500,000	500,000
Amounts owed to group undertakings	24,526,549	22,653,740
Other taxes and social security	584,849	2,462,534
Other creditors	2,727,940	259,364
Accruals	7,724,829	5,406,340
Deferred income (see note 15)	<u>6,218,929</u>	<u>4,205,662</u>
	<u>46,808,379</u>	<u>47,983,726</u>

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2004 £	2003 £
Bank loans	3,645,275	4,440,860
Obligations under finance leases	-	12,141
Other loans	323,477	1,418,612
Deferred income	6,708,842	6,921,351
Accrued pension contributions	<u>129,049</u>	<u>176,512</u>
	<u>10,806,643</u>	<u>12,969,476</u>

Deferred income consists of season ticket, sponsorship and other monies which were received prior to the year end but which were in respect of future periods. Also included in deferred income are grants and other contributions to the cost of the stadium.

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30 June 2004

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR (CONTINUED)

Borrowings are repayable as follows:

	2004 £	2003 £
Bank loans, overdrafts and other loans		
Between one and two years	932,823	2,266,134
Between two and five years	2,870,236	3,166,918
After five years	165,693	426,420
	<u>3,968,752</u>	<u>5,859,472</u>
<i>On demand or within one year</i>	3,828,820	11,525,648
	<u>7,797,572</u>	<u>17,385,120</u>

The company has granted a floating charge on its assets to secure bank loans, overdrafts and other loans of £6,108,742 (2003 - £14,381,693).

Amounts payable after 5 years include an amount of £165,693 linked to an interest rate of 9% repayable to October 2008.

	2004 £	2003 £
Finance leases and hire purchase contracts		
Between one and two years	-	12,141
On demand or within one year	11,195	33,535
	<u>11,195</u>	<u>45,676</u>
	2004 £	2003 £

Total borrowings including finance leases and hire purchase contracts

Between one and two years	932,823	2,278,275
Between two and five years	2,870,236	3,166,918
After five years	165,693	426,420
	<u>3,968,752</u>	<u>5,871,613</u>
<i>On demand or within one year</i>	3,840,015	11,559,183
	<u>7,808,767</u>	<u>17,430,796</u>

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16. DEFERRED TAXATION

The net deferred tax asset not recognised can be analysed as follows:

	2004 £	2003 £
Fixed asset timing differences	1,012,000	208,000
Rolled-over gain	570,000	-
Tax losses available	(7,232,000)	(6,615,000)
	<u>(5,650,000)</u>	<u>(6,407,000)</u>

No asset has been recognised as at present it is not envisaged that any tax will become payable in the foreseeable future.

17. CALLED UP SHARE CAPITAL

	2004 £	2003 £
Authorised		
4,000 special ordinary shares of £1 each	4,000	4,000
40,000 ordinary shares of £3 each	120,000	120,000
	<u>124,000</u>	<u>124,000</u>
Called up, allotted and fully paid		
3,750 special ordinary shares of £1 each	3,750	3,750
40,000 ordinary shares of £3 each	120,000	120,000
	<u>123,750</u>	<u>123,750</u>

All shares rank *pari-passu* as if one class of shares were in issue.

18. RESERVES

Of total reserves shown in the company's balance sheet, the following amounts are regarded as distributable or otherwise:

	2004 £	2003 £
Non-distributable		
- profit and loss account	(11,498,042)	(14,141,537)
- share premium account	206,626	206,626
- capital reserve	31,418	31,418
- other reserves	25,347	25,347
	<u>(11,234,651)</u>	<u>(13,878,146)</u>

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18. RESERVES (CONTINUED)

The movement on reserves during the year was as follows:

	Share premium account £	Capital reserve £	Other reserves £	Profit and loss account £	Total £
At 1 July 2003	206,626	31,418	25,347	(14,141,537)	(13,878,146)
Profit for the year	-	-	-	2,643,495	2,643,495
At 30 June 2004	<u>206,626</u>	<u>31,418</u>	<u>25,347</u>	<u>(11,498,042)</u>	<u>(11,234,651)</u>

19. FINANCIAL COMMITMENTS

a) Capital commitments

	2004 £	2003 £
Contracted for but not provided	<u>178,000</u>	<u>397,000</u>

A commitment of £178,000 has been made to enhance the training facilities at Euxton by building a link between the main building and gymnasium.

b) Contingent liabilities

The terms of certain contracts with other football clubs in respect of players' registrations transferred include the payment of additional amounts upon fulfilment of specific conditions in the future. The maximum amount that could be payable as at 30 June 2004 is £445,000 (2003 - £550,000).

c) Operating lease commitments

	Plant and machinery	
	2004 £	2003 £
Leases which expire:		
Within one year	<u>3,000</u>	<u>40,000</u>
	<u>3,000</u>	<u>40,000</u>

d) Pension commitments

The pension cost charge for the year was £200,843 (2003 - £254,555).

20. ULTIMATE PARENT COMPANY

The directors regard Burnden Leisure plc, a company incorporated in England, as the ultimate parent company and the ultimate controlling party.

Burnden Leisure plc is the parent company of the largest and smallest group of which the company is a member and for which group financial statements are drawn up. Copies of the financial statements are available from Reebok Stadium, Burnden Way, Lostock, Bolton, BL6 6JW.

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21. RELATED PARTY TRANSACTIONS

During the year Bolton Wanderers Football and Athletic Company Limited purchased goods and services in the ordinary course of business from Bolton Whites Hotel Limited, a subsidiary undertaking, at a cost of £962,301 (2003 - £833,000).

During the year Bolton Whites Hotel Limited sold goods and services in the ordinary course of business to Wanderers Football and Athletic Company Limited, the majority shareholder, valued at £434,848 (2003 - £274,000).

At the year end amounts owed to Bolton Wanderers Football and Athletic Company Limited from its subsidiary undertaking amounted to £nil (2003 - £216,000), and owed from Bolton Wanderers Football and Athletic Company Limited to its subsidiary undertaking amounted to £nil (2003 - £nil).

As a subsidiary undertaking of Burden Leisure plc, the company has taken advantage of the exemption in FRS 8 "Related party disclosures" from disclosing other transactions with other members of the group headed by Burden Leisure plc.