

Company Registration No. 00043026

**BOLTON WANDERERS FOOTBALL &
ATHLETIC COMPANY LIMITED**

Report and Financial Statements

3 July 2005



A36 *A888FCFO* 708
COMPANIES HOUSE 27/01/2006

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

REPORT AND FINANCIAL STATEMENTS 2005

CONTENTS

Page

Officers and professional advisers	1
Directors' report	2
Statement of directors' responsibilities	3
Independent auditors' report	4
Profit and loss account	5
Reconciliation of movements in shareholders' deficit	6
Balance sheet	7
Notes to the financial statements	8

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

REPORT AND FINANCIAL STATEMENTS 2005

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

J.G. Dalzell
E. Davies
A. Duckworth
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

The Co-operative Bank plc
1 Balloon Street
Manchester
M60 4EP

SOLICITORS

Osborne Clarke
2 Temple Back East
Temple Quay
Bristol
BS1 6EG

AUDITORS

Deloitte & Touche LLP
Chartered Accountants
Manchester

FINANCIAL ADVISERS

Solomon Hare Corporate Finance
Oakfield House
Oakfield Grove
Clifton
Bristol
BS8 2BN

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the 53 week period ended 3 July 2005.

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 period before taxation was £3,489,582 (year ended 30 June 2004 - £2,643,495). No dividend can be paid (year ended 30 June 2004 - £nil). The directors consider that the future prospects of the company are positive.

POST BALANCE SHEET EVENTS

Subsequent events are disclosed in note 22.

DIRECTORS AND THEIR INTERESTS

The present membership of the Board is set out on page 1. All directors served throughout the period with the exception of A. Duckworth who was appointed as Director on 1 June 2005. I. Currie resigned as Director on 27 September 2004.

The directors who held office at 3 July 2005 had the following interests in the shares of the ultimate parent company, *Burnden Leisure plc*.

	Ordinary shares of £1 each	
	3 July 2005 No.	30 June 2004 No.
D. McBain	14,755	14,755
G. Seymour	283,750	283,750
G. Warburton	283,750	283,750

J.G. Dalzell, E. Davies, A. Duckworth, 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.

FIXED ASSETS

At the balance sheet date, an amount of £1.1 million (30 June 2004 - £0.8 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 £24 million (30 June 2004 - £21 million).

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

A. Duckworth
Director
23 January 2006



BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

United Kingdom company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial period 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 1985. 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 period ended 3 July 2005 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 22. 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 period 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 3 July 2005 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



Deloitte & Touche LLP
Chartered Accountants and Registered Auditors
Manchester

23 January 2006

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

PROFIT AND LOSS ACCOUNT 53 week period ended 3 July 2005

	Note	53 weeks ended 3 July 2005			Year ended
		Operations excluding player trading	Player Trading	Total	30 June 2004
		£	£	£	£
TURNOVER	2	44,969,785	-	44,969,785	41,362,643
Cost of sales		(33,251,319)	(1,668,791)	(34,920,110)	(33,866,398)
Gross profit		11,718,466	(1,668,791)	10,049,675	7,496,245
Administrative expenses		(5,820,291)	-	(5,820,291)	(5,575,993)
OPERATING PROFIT		5,898,175	(1,668,791)	4,229,384	1,920,252
Profit/(loss) on transfer of player registrations	3	-	300,434	300,434	(508,641)
Profit on sale of tangible fixed assets	3	-	-	-	2,750,000
Investment income	4	664,718	-	664,718	376,942
Finance charges	5	(1,704,954)	-	(1,704,954)	(1,895,058)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	6	4,857,939	(1,368,357)	3,489,582	2,643,495
Tax on profit on ordinary activities	7	(19,000)	-	(19,000)	-
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION FOR THE FINANCIAL PERIOD	18	4,838,939	(1,368,357)	3,470,582	2,643,495
Retained loss brought forward				(11,498,042)	(14,141,537)
Retained loss carried forward				(8,027,460)	(11,498,042)

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

All results relate to continuing operations.

There are no recognised gains or losses other than those reported above for the current period and previous year, and consequently a statement of total recognised gains and losses has not been prepared.

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

53 week period ended 3 July 2005

	53 weeks ended 3 July 2005	Year ended 30 June 2004
	£	£
Profit for the financial period	<u>3,470,582</u>	<u>2,643,495</u>
Net reduction to shareholders' deficit	3,470,582	2,643,495
Opening shareholders' deficit	<u>(11,110,901)</u>	<u>(13,754,396)</u>
Closing shareholders' deficit	<u><u>(7,640,319)</u></u>	<u><u>(11,110,901)</u></u>

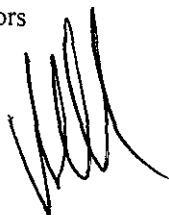
BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED

BALANCE SHEET 3 July 2005

	Note	3 July 2005 £	30 June 2004 £
FIXED ASSETS			
Intangible assets	9	1,114,052	782,548
Tangible assets	10	39,126,372	36,013,986
Investments	11	2,164,221	2,164,221
		<u>42,404,645</u>	<u>38,960,755</u>
CURRENT ASSETS			
Stocks	12	318,517	363,735
Debtors	13	5,703,285	5,233,633
Cash at bank and in hand		546,913	1,945,998
		<u>6,568,715</u>	<u>7,543,366</u>
CREDITORS: amounts falling due within one year	14	<u>(45,312,693)</u>	<u>(46,808,379)</u>
NET CURRENT LIABILITIES		<u>(38,743,978)</u>	<u>(39,265,013)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,660,667	(304,258)
CREDITORS: amounts falling due after more than one year	15	<u>(11,300,986)</u>	<u>(10,806,643)</u>
NET LIABILITIES		<u>(7,640,319)</u>	<u>(11,110,901)</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	(8,027,460)	(11,498,042)
Equity shareholders' deficit		<u>(7,640,319)</u>	<u>(11,110,901)</u>

These financial statements were approved by the Board of Directors on 23 January 2006.

Signed on behalf of the Board of Directors



A. Duckworth

Director

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

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

1. ACCOUNTING POLICIES

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 Burden 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 period 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
53 week period ended 3 July 2005

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. Turnover is recognised as the services are provided and matches and events take place.

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 period. Differences between contributions payable in the period 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 period.

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
53 week period ended 3 July 2005

2. TURNOVER

Turnover arose entirely from football activities in the United Kingdom.

3. EXCEPTIONAL ITEMS REPORTED AFTER OPERATING PROFIT

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

The profit on sale of tangible fixed assets in 2004 related to the disposal of Burnden Park.

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

	53 weeks ended 3 July 2005	Year ended 30 June 2004
	£	£
Interest receivable and similar income	664,718	376,942
	<u>664,718</u>	<u>376,942</u>

5. FINANCE CHARGES

	53 weeks ended 3 July 2005	Year ended 30 June 2004
	£	£
Bank loans, overdrafts and other loans	1,701,153	1,888,818
Finance leases and hire purchase contracts	3,801	6,240
	<u>1,704,954</u>	<u>1,895,058</u>

6. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	53 weeks ended 3 July 2005	Year ended 30 June 2004
	£	£
Profit on ordinary activities before taxation is stated after charging/(crediting):		
Amortisation of intangible assets	1,668,791	2,960,358
Depreciation		
Owned assets	1,035,232	1,146,728
Leased assets	100,876	69,393
Amortisation of grants	(168,950)	(168,950)
Rentals under operating leases		
Hire of plant and machinery	3,000	31,250
Auditors' remuneration	22,012	14,500
	<u>1,603,882</u>	<u>4,004,309</u>

No non-audit services were provided (year ended 30 June 2004 - £nil)

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

7. TAX ON PROFIT ON ORDINARY ACTIVITIES

	53 weeks ended 3 July 2005 £	Year ended 30 June 2004 £
Current Tax		
United Kingdom corporation tax 30% (2004 – 30%)	19,000	-

Factors affecting the tax charge for the period

The UK standard rate of corporation tax is 30% (2004: 30%), whereas the amount of tax assessed for the period ended 3 July 2005 as a percentage of profit before tax is 1% (2004: 0%). The reasons for this difference are explained below:

	53 weeks ended 3 July 2005 £	Year ended 30 June 2004 £
Profit on ordinary activities before tax	3,489,582	2,643,495
United Kingdom corporation tax at 30% (2004 – 30%)	1,046,875	793,049
Effects of:		
Expenses not deductible for tax purposes	63,663	348,848
Non-taxable items	(250,100)	(875,685)
Capital allowances in excess of depreciation	330,420	(266,212)
Utilisation of tax losses	(1,023,285)	-
Consortium relief claimed	(137,573)	-
Small companies rate of corporation tax	(11,000)	-
	19,000	-

At 3 July 2005, the company had trading losses to carry forward of £21,991,531 (30 June 2004 - £23,810,967).

8. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

The directors received no remuneration for their services during the period (year ended 30 June 2004 - £nil).

	53 weeks ended 3 July 2005 No.	Year ended 30 June 2004 No.
Average number of persons employed		
Football players	45	51
Management and administration	140	133
	185	184
	£	£
Staff costs during the period		
Wages and salaries	21,781,355	20,248,117
Social security costs	2,817,739	2,428,815
Pension costs (see note 19d)	279,017	200,843
	24,878,111	22,877,775

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

8. INFORMATION REGARDING DIRECTORS AND EMPLOYEES (CONTINUED)

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 number of important issues remain to be resolved that could impact on the final quantification of this liability. The provisional allocation notified in 2003 was £159,624, which is now being repaid at £3,262 per month. The remaining deficit has been calculated to be £95,898 and is included in other creditors. A full revaluation of the funding deficit is due later this year.

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

	<i>Transfer fees</i>
	£
Cost	
At 1 July 2004	6,810,152
Additions	2,178,223
Disposals	(3,299,504)
	<hr/>
At 3 July 2005	5,688,871
	<hr/>
Accumulated depreciation	
At 1 July 2004	6,027,604
Charge for the period	1,668,791
Disposals	(3,121,576)
	<hr/>
At 3 July 2005	4,574,819
	<hr/>
Net book value	
At 3 July 2005	1,114,052
	<hr/> <hr/>
At 30 June 2004	782,548
	<hr/> <hr/>

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

10. TANGIBLE FIXED ASSETS

	Stadium £	Freehold land £	Fixtures and fittings £	Plant and equipment £	Assets in the course of construction £	Total £
Cost						
At 1 July 2004	37,625,529	804,000	991,910	2,818,536	311,268	42,551,243
Additions	3,372,452	-	443,793	280,811	151,438	4,248,494
Reclassification	296,017	-	115,952	(114,863)	(297,106)	-
At 3 July 2005	<u>41,293,998</u>	<u>804,000</u>	<u>1,551,655</u>	<u>2,984,484</u>	<u>165,600</u>	<u>46,799,737</u>
Accumulated depreciation						
At 1 July 2004	4,249,220	-	669,384	1,618,653	-	6,537,257
Charge for the period	791,966	-	7,389	336,753	-	1,136,108
At 3 July 2005	<u>5,041,186</u>	<u>-</u>	<u>676,773</u>	<u>1,955,406</u>	<u>-</u>	<u>7,637,365</u>
Net book value						
At 3 July 2005	<u>36,252,812</u>	<u>804,000</u>	<u>874,882</u>	<u>1,029,078</u>	<u>165,600</u>	<u>39,126,372</u>
At 30 June 2004	<u>33,376,309</u>	<u>804,000</u>	<u>322,526</u>	<u>1,199,883</u>	<u>311,268</u>	<u>36,013,986</u>

Leased assets included in the above

Net book value						
At 3 July 2005	<u>2,853,254</u>	<u>-</u>	<u>-</u>	<u>48,870</u>	<u>-</u>	<u>2,902,124</u>
Net book value						
At 30 June 2004	<u>2,919,000</u>	<u>-</u>	<u>-</u>	<u>84,000</u>	<u>-</u>	<u>3,003,000</u>

Freehold land amounting to £804,000 (30 June 2004 - £804,000) has not been depreciated. £114,863 has been reclassified from plant and equipment to fixtures and fittings, which the Directors consider to be a more accurate reflection of the assets purchased. The remaining amounts reclassified relate to amounts transferred out of assets in the course of construction.

11. INVESTMENTS HELD AS FIXED ASSETS

	Shares in subsidiaries £	Medals £	Total £
Cost and net book value			
At 1 July 2004 and 3 July 2005	<u>2,150,002</u>	<u>14,219</u>	<u>2,164,221</u>

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 and a 32.5% interest in the preference 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
53 week period ended 3 July 2005

12. STOCKS

	3 July 2005	30 June 2004
	£	£
Goods for resale	318,517	363,735

13. DEBTORS

	3 July 2005	30 June 2004
	£	£
Amounts falling due within one year:		
Trade debtors	1,997,117	1,757,735
Amounts owed by group undertakings	1,289,390	1,128,400
Other debtors	28,461	30,220
Prepayments and accrued income	2,388,317	2,317,278
	<u>5,703,285</u>	<u>5,233,633</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	3 July 2005	30 June 2004
	£	£
Bank overdrafts	1,707,686	-
Bank loans	950,650	2,031,653
Trade creditors	1,413,574	1,185,268
Obligations under finance leases	-	11,195
Other loans	208,337	1,297,167
Directors' loans	400,000	500,000
Amounts owed to group undertakings	24,063,982	24,526,549
Corporation tax creditor	19,000	-
Other taxation and social security	1,955,971	584,849
Other creditors	2,469,476	2,727,940
Accruals	5,982,528	7,724,829
Deferred income	6,141,489	6,218,929
	<u>45,312,693</u>	<u>46,808,379</u>

Deferred income consists of season tickets, sponsorship and other monies which were received prior to the period 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 of £181,000 (30 June 2004: £197,000)

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

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

	3 July 2005	30 June 2004
	£	£
Bank loans	4,250,148	3,645,275
Other loans	208,851	323,477
Deferred income	6,782,223	6,708,842
Other creditors	59,764	129,049
	<u>11,300,986</u>	<u>10,806,643</u>

Deferred income consists of sponsorship and other monies which were received prior to the period 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 of £6,734,000 (30 June 2004: £6,662,000).

Borrowings excluding obligations under finance leases and hire purchase contracts included in creditors due within one year and after more than one year are payable as follows:

	3 July 2005	30 June 2004
	£	£
Bank loans, overdrafts and other loans		
Between one and two years	1,093,169	932,823
Between two and five years	2,573,439	2,870,236
After five years	792,391	165,693
	<u>4,458,999</u>	<u>3,968,752</u>
On demand or within one year	3,266,673	3,828,820
	<u>7,725,672</u>	<u>7,797,572</u>

The company has granted a floating charge on its assets to secure bank loans, overdrafts and other loans of £7,225,672 (30 June 2004 - £6,108,742).

Amounts payable after 5 years include an amount of £792,391 linked to an interest rate of 7.81% repayable to October 2014.

	3 July 2005	30 June 2004
	£	£
Finance leases and hire purchase contracts		
On demand or within one year	-	11,195
	<u>-</u>	<u>11,195</u>

	3 July 2005	30 June 2004
	£	£
Total borrowings including finance leases and hire purchase contracts		
Between one and two years	1,093,169	932,823
Between two and five years	2,573,439	2,870,236
After five years	792,391	165,693
	<u>4,458,999</u>	<u>3,968,752</u>
On demand or within one year	3,266,673	3,840,015
	<u>7,725,672</u>	<u>7,808,767</u>

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

16. DEFERRED TAXATION

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

	3 July 2005	30 June 2004
	£	£
Accelerated capital allowances	371,000	1,012,000
Other timing differences	570,000	570,000
Tax losses	(6,593,000)	(7,232,000)
	<u>(5,652,000)</u>	<u>(5,650,000)</u>

No deferred tax has been provided in the current period or prior year.

A net deferred tax asset amounting to £5.7m (30 June 2004 - £5.7m) has not been recognised as at present it is not envisaged that sufficient trading profits will be generated in the foreseeable future.

17. CALLED UP SHARE CAPITAL

	3 July 2005	30 June 2004
	£	£
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:

	3 July 2005	30 June 2004
	£	£
Non-distributable		
- profit and loss account	(8,027,460)	(11,498,042)
- share premium account	206,626	206,626
- capital reserve	31,418	31,418
- other reserves	25,347	25,347
	<u>(7,764,069)</u>	<u>(11,234,651)</u>

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

18. RESERVES (CONTINUED)

The movement on reserves during the period was as follows:

	Share premium account £	Capital reserve £	Other reserves £	Profit and loss account £	Total £
At 1 July 2004	206,626	31,418	25,347	(11,498,042)	(11,234,651)
Profit for the period	-	-	-	3,470,582	3,470,582
At 3 July 2005	<u>206,626</u>	<u>31,418</u>	<u>25,347</u>	<u>(8,027,460)</u>	<u>(7,764,069)</u>

19. FINANCIAL COMMITMENTS

a) *Capital commitments*

	3 July 2005 £	30 June 2004 £
Contracted for but not provided	<u>300,000</u>	<u>178,000</u>

A commitment of £300,000 has been made to enhance the home team dressing room at the Reebok Stadium and kitchen facilities at the Euxton training ground.

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 3 July 2005 is £310,500 (30 June 2004 - £445,000).

c) *Operating lease commitments*

	Plant and machinery	
	3 July 2005 £	30 June 2004 £
Leases which expire:		
Within one year	<u>-</u>	<u>3,000</u>

d) *Pension commitments*

The pension cost charge for the period was £279,017 (30 June 2004 - £200,843).

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.

BOLTON WANDERERS FOOTBALL & ATHLETIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
53 week period ended 3 July 2005

21. RELATED PARTY TRANSACTIONS

During the period 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 £1,090,442 (year ended 30 June 2004 - £962,301).

During the period Bolton Whites Hotel Limited purchased goods and services in the ordinary course of business from Wanderers Football and Athletic Company Limited, the majority shareholder, valued at £463,156 (year ended 30 June 2004 - £434,848).

At the period end amounts owed to Bolton Wanderers Football and Athletic Company Limited from its subsidiary undertaking amounted to £601,319 (30 June 2004 - £429,402), and owed from Bolton Wanderers Football and Athletic Company Limited to its subsidiary undertaking amounted to £nil (30 June 2004 - £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.

22. SUBSEQUENT EVENTS

Since the balance sheet date the club has purchased intangible fixed assets amounting to £6,120,217 relating to player registrations.