

Registered number: 03612963

MERTHYR TYDFIL FOOTBALL CLUB LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST. AUGUST 2004.



MERTHYR TYDFIL FOOTBALL CLUB LIMITED

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MERTHYR TYDFIL FOOTBALL CLUB LIMITED

Company Information

Directors

Mr. W.P. Holloway
Mrs. S.A. Holloway
Mr. L. Mittell
Mr. L.M. Davies (appointed 19.6.04)
Mr. P.S. Johnson (appointed 19.6.04)

Secretary

Mr. W.D. Snowdon

Reporting Accountants

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

Bankers

HSBC Bank Plc.
High Street,
MERTHYR TYDFIL....CF47 8DN.

Solicitors

Hugh James,
5th. Floor,
Hodge House,
114/116 St. Mary Street,
CARDIFF.....CF10 1DY.

Registered Office

5th. Floor,
Hodge House,
114/116 St. Mary Street,
CARDIFF.....CF10 1DY.

Registered Number

03612963

MERTHYR TYDFIL FOOTBALL CLUB LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST. AUGUST 2004

The Directors present their Report and Accounts for the year ended 31st. August 2004.

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>2004</u>	<u>2003</u>
Mr. W.P. Holloway	38,648	-
Mrs. S.A. Holloway	-	-
Mr. L. Mittell	-	-
Mr. L.M. Davies (appointed 19.6.04)	-	-
Mr. P.S. Johnson (appointed 19.6.04)	-	-
	-----	-----
	£38,648	-
	=====	=====

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

18/8/05

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

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st. August 2004, set out on pages 3 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 in order to assist you to fulfill your statutory responsibilities, 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.....19/8/05.....

MERTHYR TYDFIL FOOTBALL CLUB LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST. AUGUST 2004.

	<u>Notes</u>	<u>2004</u>	<u>2003</u>
Turnover	1	504,103	569,372
Cost of Sales		464,074	485,305
		-----	-----
		40,029	84,067
Distribution Costs		(79,411)	55,194
Administrative Expenses		(76,089)	57,582
		-----	-----
OPERATING PROFIT (LOSS)		(115,471)	(28,709)
Profit (Loss) on Ordinary Activities before Taxation	2	(115,471)	(28,709)
Interest Receivable		102	19
Interest Payable		(14,855)	(12,730)
		-----	-----
		(130,224)	(41,420)
Taxation on Profit on Ordinary Activities	3	-	-
		-----	-----
Retained Loss for the year		(130,224)	(41,420)
Retained Loss brought forward		(453,453)	(412,033)
		-----	-----
Retained Loss carried forward		(583,677)	(453,453)
		=====	=====

MERTHYR TYDFIL FOOTBALL CLUB LIMITED

BALANCE SHEET

AS AT 31ST. AUGUST 2004.

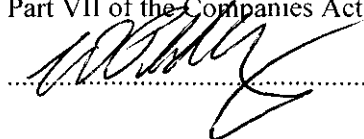
	<u>Notes</u>	<u>2004</u>	<u>2003</u>
<u>FIXED ASSETS</u>			
Tangible Assets	4	73,827	122,383
Intangible Assets	5	21,000	22,500
		-----	-----
		94,827	144,883
<u>CURRENT ASSETS</u>			
Stocks		3,100	3,000
Debtors	6	-	15,930
Cash at Bank & In Hand		8,911	4,485
		-----	-----
		12,011	23,415
<u>CREDITORS</u> Amounts falling due within one year			
	7	(370,108)	391,037
		-----	-----
<u>NET CURRENT ASSETS</u>			
<u>(LIABILITIES)</u>			
		(358,097)	(367,622)
		-----	-----
<u>TOTAL ASSETS, LESS</u>			
<u>CURRENT LIABILITIES</u>			
		(263,270)	(222,739)
<u>CREDITORS</u> Amounts falling due after more than one year			
	8	(279,725)	(190,032)
		-----	-----
<u>NET ASSETS</u>			
		(542,995)	(412,771)
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	9	40,682	40,682
Profit and Loss Accounts		(583,677)	(453,453)
		-----	-----
		(542,995)	(412,771)
		=====	=====

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
Director

18/8/05

MERTHYR TYDFIL FOOTBALL CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST. AUGUST 2004.

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>2004</u>	<u>2003</u>
Depreciation of tangible fixed assets -		
- owned by the company	1,571	16,838
- held under finance agreements	992	1,322
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 LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST. AUGUST 2004.

(continued)

4) TANGIBLE FIXED ASSETS

	<u>Leasehold</u>	<u>Plant and</u>	<u>Motor</u>	
	<u>Land &</u>	<u>machinery</u>	<u>Vehicle</u>	<u>Total</u>
	<u>Buildings</u>			
<u>Cost</u>				
As at 1.9.03	78,567	145,481	12,400	236,448
Additions	-	-	-	-
Disposals	-	(145,481)	-	(145,481)
As at 31.8.04	<u>£78,567</u>	<u>-</u>	<u>£12,400</u>	<u>£90,967</u>
<u>Depreciation</u>				
As at 1.9.03	6,143	99,488	8,434	114,065
Charge for the year	1,571	-	992	2,563
Disposals	-	(99,488)	-	(99,488)
As at 31.8.04	<u>£7,714</u>	<u>-</u>	<u>£9,426</u>	<u>£17,140</u>
<u>Net Book Value</u>				
As at 31.8.04	<u>£70,853</u>	<u>-</u>	<u>£2,974</u>	<u>£73,827</u>
As at 31.8.03	<u>£72,424</u>	<u>£45,993</u>	<u>£3,966</u>	<u>£122,383</u>

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

5) INTANGIBLE FIXED ASSETS

- GOODWILL

Cost -

1.9.03 30,000

31.8.04 £30,000

Amortisation -

As at 1.9.03 7,500

Charge for the year 1,500

As at 31.8.04 £9,000

Net Book Value

As at 31.8.04 £21,000

As at 1.9.03 £22,500

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

MERTHYR TYDFIL FOOTBALL CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST. AUGUST 2004

(continued)

	<u>2004</u>	<u>2003</u>
<u>6) DEBTORS</u>		
Trade Debtors	-	15,930
	=====	=====
<u>7) CREDITORS</u> Amounts falling due within one year -		
Bank Loans and Overdrafts	37,899	35,883
Hire Purchase Agreements	142	2,045
Trade Creditors	13,107	28,797
Social Security and Other Taxes	24,851	30,203
Directors Loan Accounts	101,584	101,584
Cymru Sport (Wales) Ltd.	192,525	192,525
	-----	-----
	£370,108	£391,037
	=====	=====
<u>8) CREDITORS</u> Amounts falling due after more than one year -		
Bank Loan	232,602	132,290
Brewery Loan	47,123	57,600
Hire Purchase Agreement	-	142
	-----	-----
	£279,725	£190,032
	=====	=====
<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 Ltd.

The club's fixtures and fittings were removed by bailiffs in settlement of outstanding VAT payments on 17th. May 2004. The fixtures were purchased by L.M. Davies and P. Johnson who were appointed directors of the company on 19th. June 2004. The club now rents the fixtures from L.M. Davies and P. Johnson at a rate of £1,000 per month.