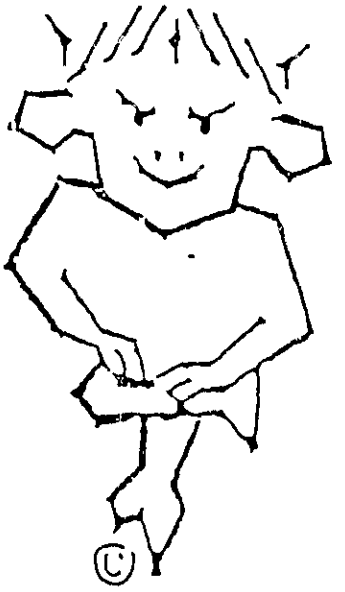

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LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED

ANNUAL REPORT 1991–92

LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED

Chairman	K.J. Reames
Directors	K.J. Reames (Chairman) M.B. Pryor (Vice-Chairman) G.R. Davey (Managing Director) H. Sills J. Hicks
Secretary	G.R. Davey
Registered Office	Sincil Bank, Lincoln.
Auditors	Streets & Co., Tower House, Lucy Tower Street, Lincoln. LN1 1XW
Bankers	Barclays Bank PLC, Lincoln.
Solicitors	Anthony Clark & Co., 16A, Guildhall Street, Lincoln.

REPORT OF THE DIRECTORS TO THE SHAREHOLDERS OF LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED

The Directors submit their Report, together with the Audited Financial Statements for the year ended 30th June 1992.

RESULTS:

The Profit for the year, before extraordinary items, was £68,658.

The Directors do not recommend the payment of a Dividend for the year.

PRINCIPAL ACTIVITIES, TRADING REVIEW AND FUTURE DEVELOPMENTS:

The Company is engaged in the running of a Professional Football Club and ancillary bar and catering operations.

Further ground developments, mainly to the South Park end, are in progress and the new stand will be completed in the 1992/93 season.

There have been no events since the Balance Sheet date which materially affect the position of the Company other than the Transfer Fees relating to players.

FIXED ASSETS:

Principle changes in the year are detailed in notes 5 and 9 of the Statement of Accounts.

In the opinion of the Directors there is no material difference between market and book values of fixed assets.

DIRECTORS:

The Directors of the Company during the year and their interests in the Share Capital of the Company were:

Directors at 30.06.92:	30.6.92	30.6.91
M.B. Pryor	20,000	20,000
K.J. Reames	100,000	100,000
G.R. Davey	60,000	60,000
H. Sills	60,020	60,020
J. Hicks	-	-

R. Staples was a Director from 1st July 1991 to 4th May 1992.

The Director retiring by rotation is M.B. Pryor who, being eligible, offers himself for re-election.

J. Hicks was appointed during the year and offers himself for election.

/Continued.....

REPORT OF THE DIRECTORS TO THE SHAREHOLDERS OF LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED (CONTINUED)

AUDITORS:

Streets & Co. have expressed their willing to continue in office, and a resolution to re-appoint them will be proposed at the Annual General Meeting.

By Order of the Board

G.R. DAVEY

Secretary and Managing Director

16th October 1992

STREETS

&CO

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED

We have audited the Financial Statements on pages 5 to 11, in accordance with Auditing Standards.

In our opinion, the Financial Statements give a true and fair view of the state of the Company's affairs at 30th June 1992 and of its Profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

STREETS & CO.
Registered Auditor
Chartered Accountants

16th October 1992

Simon J. Coman, R. Eric Hur, Nicholas J. Kirk, John Norton, Brian P. Pinkerton, Peter Henne, Ronald E. C. Myland, Ralph Godley, Roger F. Millett, Roger J. Barman
Registered Auditors in Eastern Wales and Registered Insurance Investment Business Service Institute of Chartered Accountants in England & Wales

LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED

Profit and Loss Account for the year ended 30th June 1992

	NOTES	1992 £	1992 £	1991 £	1991 £
Turnover	1(a)		414,343		442,503
Other Operating Income	1(b)		477,832		89,952
			892,175		532,455
Staff Costs	3		544,362		525,674
			347,813		6,781
Depreciation and amounts written off Fixed Assets		18,804		19,160	
Other Operating Charges		222,431	241,235	228,876	248,036
			106,578		(241,255)
Interest Receivable			286		324
Interest Payable			(38,206)		(27,319)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	2		68,658		(268,250)
TAXATION	4		-		-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION	10		68,658		(268,250)

The Notes on pages 7 to 11 form part of these Financial Statements

LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED

Balance Sheet as at 30th June 1992

	NOTES	1992 £	1992 £	1992 £	1991 £	1991 £	1991 £
FIXED ASSETS							
Tangible Assets	5			593,937			416,057
CURRENT ASSETS							
Stock			6,212			5,452	
Debtors	6		126,390			97,423	
			132,602			102,875	
CREDITORS							
Cash at Bank and in Hand	7c	285,545			249,235		
Amounts falling due within one year	7a	282,413	567,958	(435,356)	172,193	421,428	(318,553)
TOTAL ASSETS LESS CURRENT LIABILITIES				158,581			97,504
CREDITORS							
Amounts falling due after one year	7b			-			8,773
				158,581			88,731
CAPITAL AND RESERVES							
SHARE CAPITAL							
Authorised:							
1,000,000 Ordinary Shares of 50p each			500,000			500,000	
Issued and Fully Paid:							
978,360 Ordinary Shares of 50p each	11			489,180			487,988
REVALUATION RESERVE	10			129,783			137,283
STAND APPEAL RESERVE	10			2,911			2,911
PROFIT AND LOSS ACCOUNT	10			(463,293)			(539,451)
				158,581			88,731

The Notes on pages 7 to 11 form part of these Financial Statements

K.J. REAMES)

) DIRECTORS

M.B. PRYOR)

16TH OCTOBER 1992

Notes forming part of the Accounts
for the year ended 30th June 1992

1. ACCOUNTING POLICIES:

There have been no changes in accounting policies during the year.

The Financial Statements have been prepared under the historical cost accounting convention, modified by revaluation of certain fixed assets, using the following accounting policies.

(a) TURNOVER:

Turnover incorporates Gate Monies, Football League Levy and Cup Pool, Advertising and Sponsorship.

(b) OTHER OPERATING INCOME:

Other Operating Income incorporates Net Transfer Fees, Fund Raising and Donations, and Bar and Catering Receipts.

(c) DEPRECIATION:

Fixtures & Fittings - Club Rooms	- 10% p.a. reducing balance
Plant & Equipment	- 12 1/2% p.a. reducing balance
Bar Requisites	- Nil - retained at a nominal value of £615
Motor Vehicles	- 20% p.a. reducing balance
Ground Improvements	- 2% p.a. straight line
St. Andrew and Stacey West Stands	- 2% p.a. straight line
New Stands Fixtures and Fittings	- 10% p.a. reducing balance

(d) STOCKS AND WORK IN PROGRESS:

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. PROFIT:

This is stated after charging:	1992 £	1991 £
Depreciation of Tangible Fixed Assets	18,804	19,160
Directors' Remuneration	-	-
Payment to Third Party for Directors' Services	23,458	21,221
Auditors' Remuneration	4,800	4,800

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Notes forming part of the Accounts
for the year ended 30th June 1992 (Continued)

3. EMPLOYEES:

The average weekly number of employees, during the year, was made up as follows:

	1992	1991
Social and Catering	8	9
Players	21	20
Office and Ground Staff	9	11
Team Management and Coaching	2	3
	40	43

Staff Costs consist of:	1992 £	1991 £
Pension Contributions	6,932	4,340
Wages and Salaries	490,545	473,028
Social Security Costs	46,885	48,306
	544,362	525,674

4. TAXATION:

There is no taxation liability in the 1990/91 or 1991/92 years.

5. TANGIBLE ASSETS:

As per Schedule attached.

6. DEBTORS:

	1992 £	1991 £
Trade Debtors	126,390	97,423

7a. CREDITORS FALLING DUE WITHIN ONE YEAR:

	1992 £	1991 £
Hire Purchase	3,000	3,077
Trade Creditors	14,037	56,940
Interest Free Loans	194,874	39,874
Social Security and other Taxes	24,083	35,451
Pre-receipts	42,419	32,851
Accruals	4,000	4,000
	282,413	172,193

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LINCOLN CITY FOOTBALL CLUB COMPANY LIMITED

Schedule of Fixed Assets as at 30th June 1992

	**Completed Stands and Buildings	Completed Stands Fixtures & Fittings	Ground Improvements	Bar Requisites	Equipment	**Uncompleted New Construction	Motor Vehicles	Total
Cost or Valuation:	£	£	£	£	£	£	£	£
At beginning of year*	369,760	38,634	2,064	615	45,340	1,564	22,100	480,077
Additions less Sales	-	-	-	-	2,475	198,234	(11,284)	189,425
COST OR VALUATION AT END OF YEAR	369,760	38,634	2,064	615	47,815	199,798	10,816	669,502
Depreciation:								
At beginning of year	26,433	6,867	1,640	-	21,403	-	7,677	64,020
On Sales	-	-	-	-	-	-	(3,957)	(3,957)
Provided for the year	7,500	3,176	106	-	3,301	-	1,419	15,502
DEPRECIATION AT END OF YEAR	33,933	10,043	1,746	-	24,704	-	5,139	75,565
NET BOOK VALUE AT 30.6.92	335,827	28,591	318	615	23,111	199,798	5,677	593,937
NET BOOK VALUE AT 30.6.91	343,327	31,767	424	615	23,937	1,564	14,423	416,057

* See Note 9 re Valuation.

** Held on Long Leasehold.

Note: Included in the above are Assets held under a Hire Purchase Agreement at cost £7,520, Net Book Value 30th June 1992 £4,813.

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Notes forming part of the Accounts
for the year ended 30th June 1992 (Continued)

7b. CREDITORS FALLING DUE AFTER ONE YEAR:

	1992 £	1991 £
Hire Purchase	-	8,773

7c. BANK OVERDRAFT:

The Bank Overdraft is secured by a Debenture dated 21st April 1992.

8. ASSETS NOT INCLUDED IN BALANCE SHEET:

The assets of the Football Club do not include the value of the Registration and Transfer Fees receivable in respect of the Playing Staff as at 30th June 1992.

9. CAPITAL COMMITMENTS AND REVALUATIONS:

The completed St. Andrews and Stacey West Stands were revalued by the Directors in previous years Accounts. The difference between cost less grants, and the revaluation was transferred to Revaluation Reserve Account. All depreciation written off these assets has been transferred from Profit and Loss Account to Revaluation Reserve Account as shown in Note 10. Had these assets not been revalued, original cost less grants would have been £206,044 and book value at 30th June 1992 £195,213.

No provision is made for any potential taxation liability that might arise if the asset was realised at the revalued figure.

Uncompleted New Construction (consisting mainly of the new development at the South Park end of the ground) is shown in the Schedule of Fixed Assets at cost less grants received up to 30th June 1992. No depreciation has been charged in the current year and the Directors may revalue this development after completion during the 1992/93 season.

The total contract plus extras is anticipated to be approximately £655,000 and the Club will receive grants totalling £430,000 towards this cost.

/Continued.....

Notes forming part of the Accounts
for the year ended 30th June 1992 (Continued)

10. MOVEMENTS IN RESERVES:

	Profit and Loss Account	Stand Appeal Reserve	Revaluation Reserve
	£	£	£
Balance brought forward 1.7.91	(539,451)	2,911	137,283
Profit/(Loss) for the year on Ordinary Activities	68,658		
Transfers between Reserves	7,500		(7,500)
BALANCE CARRIED FORWARD 30.6.92	(463,293)	2,911	129,783

11. RIGHTS ISSUE:

In October 1990 a rights issue of four Ordinary Shares of 50p nominal value for each one Ordinary Share held was made to existing shareholders. This raised the Authorised Share Capital to 1,000,000 Ordinary Shares of 50p each. At 30th June 1992 978,360 shares had been issued.