

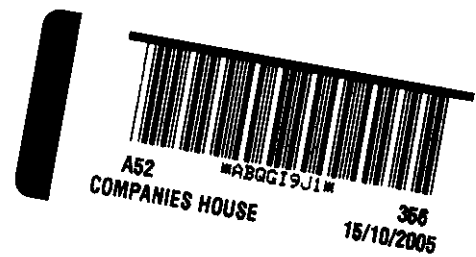
Registered Number: 00045611

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2005



**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

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FOR THE YEAR ENDED 30 JUNE 2005**

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**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

COMPANY INFORMATION

DIRECTORS:

R G Bradley (Resigned 25.05.05)
J Hicks (Deceased 22.09.04)
A K Roe
R A Trew
S N Wright
Lindum Group Limited
Lincolnshire Co-operative Limited
D M Beck (Appointed 29.06.05)
J Foster (Appointed 29.06.05)
K Cooke (Appointed 31.08.05)

SECRETARY:

S Galjaard (Resigned 24.11.04)
Castlemaine Accountancy and Taxation Services
Limited (Appointed 22.12.04, resigned 30.03.05)
K Cooke (Appointed 30.03.05)

REGISTERED OFFICE:

Sincil Bank Stadium
Lincoln
Lincolnshire
LN5 8LD

REGISTERED NUMBER:

00045611 (England and Wales)

AUDITORS:

Duncan and Toplis
Chartered Accountants and
Registered Auditor
Negotium House
Doddington Road
Lincoln
LN6 3JY

BANKERS:

The Co-operative Bank
Saltergate
Lincoln
LN2 1DG

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JUNE 2005**

The directors present their report with the financial statements for the year ended 30 June 2005.

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of running a professional football club and ancillary bar and catering operations.

REVIEW OF BUSINESS

The results for the year and financial position of the group are as shown in the annexed financial statements.

DIVIDENDS

No dividends will be distributed for the year ended 30 June 2005.

DIRECTORS

The directors during the year under review were:

R Bradley (Resigned 25.05.05)

J Hicks (Deceased 22.09.04)

K Roe

R Trew

S Wright

Lindum Group Limited

Lincolnshire Co – Operative Limited

D M Beck (Appointed 29.06.05)

J Foster (Appointed 29.06.05)

Mr R Trew and Mr S Wright retire by rotation and being eligible offer themselves for re-election.

Subsequent to the year end on 31 August 2005 K Cooke was appointed a Director.

The beneficial interests of the directors holding office on 30 June 2005 in the issued share capital of the company were as follows:

	30.6.05	30.6.04
Ordinary 50p shares		
J Hicks	153,032	153,032
K Roe	152,536	115,110
S Wright	8,210	8,210
Lindum Group Limited	118,140	118,140
Lincolnshire Co-operative Limited	215,101	215,101

Mr S Wright controls Gusto Construction Limited which owned 94,000 shares at 30 June 2005. Mr R Trew controls Castlemaine Accountancy and Taxation Services together with Contracting Solutions (IT) Limited which between them owned 179,937 shares at 30 June 2005.

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JUNE 2005**

DONATIONS RECEIVED

The club would like to thank all supporter organisations for donations made during the year and especially:

2005

Red Imps Travel Section	£7,000
Lincolnshire & District Football Supporters Club	£21,000

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 group and company and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to

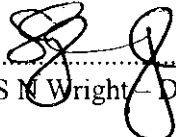
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, Duncan and Toplis, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
S N Wright – Director – Chairman of the Board

28 September 2005

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

We have audited the financial statements of Lincoln City Football Club Company Limited for the year ended 30 June 2005 on pages six to twenty one. These financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets and 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 on page two the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom 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 to you if, in our opinion, the Report of the Directors 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 Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

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 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.

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

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company and group at 30 June 2005 and of the profit and cash flows of the group for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Duncan and Toplis
Chartered Accountants and
Registered Auditor
Negotium House
Doddington Road
Lincoln
LN6 3JY

Date: 14 October 2005

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**GROUP PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2005**

		<u>2005</u>	<u>2004</u>
	Notes	£	£
TURNOVER	1	2,605,419	2,422,009
Other operating income	2	398,223	493,037
		<u>3,003,642</u>	<u>2,915,046</u>
Staff costs	3	1,618,939	1,433,189
Depreciation and amortisation	4	90,373	181,477
Other operating charges		1,128,136	876,276
Exceptional item – CVA provision release	4	-	(334,533)
		<u>2,837,448</u>	<u>2,156,409</u>
 OPERATING PROFIT	 4	 166,194	 758,637
Interest payable and similar charges	5	4,187	22,889
		<u>162,007</u>	<u>735,748</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		162,007	735,748
Tax on profit on ordinary activities	6	-	-
		<u>162,007</u>	<u>735,748</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		162,007	735,748
Deficit brought forward		(1,547,038)	(2,315,494)
		(1,385,031)	(1,579,746)
Transfer of amount equivalent to additional depreciation on revalued assets		32,708	32,708
		<u>£(1,352,323)</u>	<u>£(1,547,038)</u>

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the profit for the current year and previous year.

The notes form part of these financial statements

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
FOR THE YEAR ENDED 30 JUNE 2005**

GROUP AND COMPANY

	<u>2005</u>	<u>2004</u>
	£	£
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	162,007	735,748
Transfer of amount equivalent to additional depreciation on revalued assets	<u>32,708</u>	<u>32,708</u>
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>£194,715</u>	<u>£768,456</u>
HISTORICAL COST PROFIT FOR THE YEAR RETAINED AFTER TAXATION	<u>£194,715</u>	<u>£768,456</u>

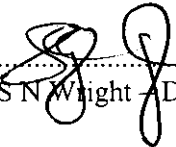
The notes form part of these financial statements

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**GROUP BALANCE SHEET
30 JUNE 2005**

		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	7		46,574		-
Tangible assets	8		2,125,693		2,183,212
CURRENT ASSETS:					
Stocks	10	14,118		24,328	
Debtors	11	292,935		156,590	
Cash at bank and in hand		<u>369,954</u>		<u>308,569</u>	
		677,007		489,487	
CREDITORS: Amounts falling due within one year	12	<u>(982,826)</u>		<u>(918,009)</u>	
NET CURRENT LIABILITIES:			<u>(305,819)</u>		<u>(428,522)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			1,866,448		1,754,690
CREDITORS: Amounts falling due after more than one year	13		<u>327,831</u>		<u>434,139</u>
			<u>£1,538,617</u>		<u>£1,320,551</u>
CAPITAL AND RESERVES:					
Called up share capital	15		1,673,560		1,617,501
Revaluation reserve	16		1,217,380		1,250,088
Profit and loss account			<u>(1,352,323)</u>		<u>(1,547,038)</u>
SHAREHOLDERS' FUNDS:	17		<u>£1,538,617</u>		<u>£1,320,551</u>

ON BEHALF OF THE BOARD:


S N Wright - Director - Chairman of the Board

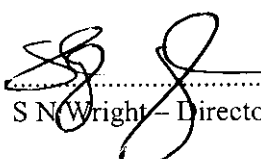
Approved by the Board on 28 September 2005

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**COMPANY BALANCE SHEET
30 JUNE 2005**

		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	7		46,574		-
Tangible assets	8		2,125,693		2,183,212
Investments	9		1		1
CURRENT ASSETS:					
Stocks	10	14,118		24,328	
Debtors	11	292,937		156,814	
Cash at bank and in hand		<u>369,951</u>		<u>308,344</u>	
		677,006		489,486	
CREDITORS: Amounts falling due within one year	12	<u>(982,826)</u>		<u>(918,009)</u>	
NET CURRENT LIABILITIES:			<u>(305,820)</u>		<u>(428,523)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			1,866,448		1,754,690
CREDITORS: Amounts falling due after more than one year	13		<u>327,831</u>		<u>434,139</u>
			<u>£1,538,617</u>		<u>£1,320,551</u>
CAPITAL AND RESERVES:					
Called up share capital	15		1,673,560		1,617,501
Revaluation reserve	16		1,217,380		1,250,088
Profit and loss account			<u>(1,352,323)</u>		<u>(1,547,038)</u>
SHAREHOLDERS' FUNDS:	17		<u>£1,538,617</u>		<u>£1,320,551</u>

ON BEHALF OF THE BOARD:


S N Wright – Director – Chairman of the Board

Approved by the Board on 28 September 2005

The notes form part of these financial statements

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**GROUP CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2005**

		<u>2005</u>		<u>2004</u>	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		299,333		618,582
Returns on investments and servicing of finance	2		(4,187)		(22,889)
Capital expenditure	2		<u>(79,428)</u>		<u>(40,892)</u>
			215,718		554,801
Financing	2		<u>(154,333)</u>		<u>(20,006)</u>
Increase in cash in the period			<u>£61,385</u>		<u>£534,795</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period		61,385		534,795	
Cash outflow from decrease in debt financing		<u>210,392</u>		<u>19,036</u>	
Change in net funds resulting from cash flows			271,777		553,831
Debt exchanged for shares			<u>-</u>		<u>78,200</u>
Movement in net debt in the period			271,777		632,031
Net funds at 1 July			<u>3,449</u>		<u>(628,582)</u>
Net funds at 30 June			<u>£275,226</u>		<u>£3,449</u>

The notes form part of these financial statements

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTES TO THE GROUP CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2005**

**1. RECONCILIATION OF OPERATING PROFIT -TO NET CASH
INFLOW FROM OPERATING ACTIVITIES**

	2005 £	2004 £
Operating profit	166,194	758,637
Depreciation and impairment charges	90,373	181,477
Exceptional item – CVA provision release	-	(334,533)
Decrease/(Increase) in stocks	10,210	(12,631)
(Increase)/Decrease in debtors	(136,345)	69,033
Increase/(Decrease) in creditors	<u>168,901</u>	<u>(43,401)</u>
Net cash inflow from operating activities	<u>299,333</u>	<u>618,582</u>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW
STATEMENT**

	2005 £	2004 £
Returns on investments and servicing of finance		
Interest paid	(4,187)	(22,889)
	<u> </u>	<u> </u>
Net cash outflow for returns on investments and servicing of finance	<u>(4,187)</u>	<u>(22,889)</u>
Capital expenditure		
Purchase of intangible fixed assets	(60,500)	(35,575)
Purchase of tangible fixed assets	(18,928)	(5,317)
	<u> </u>	<u> </u>
Net cash outflow for capital expenditure	<u>(79,428)</u>	<u>(40,892)</u>
Financing		
Loan (decreases)	(210,392)	(97,236)
Cash receipt re share issue	56,059	77,230
	<u> </u>	<u> </u>
Net cash outflow from financing	<u>(154,333)</u>	<u>(20,006)</u>

The notes form part of these financial statements

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTES TO THE GROUP CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2005**

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.7.04 £	Cash flow £	At 30.6.05 £
Net cash:			
Cash at bank and in hand	308,569	61,385	369,954
Debt:			
Debts falling due within one year	(150,380)	(141,500)	(8,880)
Debts falling due after one year	<u>(154,740)</u>	<u>(68,892)</u>	<u>(85,848)</u>
	<u>(305,120)</u>	<u>(210,392)</u>	<u>(94,728)</u>
Total	<u>3,449</u>	<u>149,007</u>	<u>275,226</u>
Analysed in Balance Sheet			
Cash at bank and in hand	308,569		369,954
Directors Loans	(86,631)		-
Other debts falling due within one year	(88,880)		(8,880)
Other debts falling due after one year	<u>(129,609)</u>		<u>(85,848)</u>
	<u>3,449</u>		<u>275,226</u>

The notes form part of these financial statements

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and in accordance with applicable accounting standards.

Basis of preparation

The financial statements, which disclose net current liabilities at both 30 June 2004 and 30 June 2005, continue to be prepared on the going concern basis as the group has adequate finance facilities in place.

Basis of consolidation

The group financial statements consolidate those of the company and of its subsidiary undertaking drawn up to 30 June 2005. Profits or losses on inter-group transactions are eliminated in full.

Turnover

Turnover represents gate monies, football league levy and cup pool, advertising and sponsorship deals, bar and catering, retail shop and all weather pitch income, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
All weather pitch - structure	- 2% on cost
All weather pitch – surface	- 20% on cost
Fixtures, fittings and equipment	- 20% on cost
Motor vehicles	- 20% on reducing balance

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. No provision has been made for any potential taxation liability that might arise if the assets were realised at the revalued amount.

Leases

Assets held under finance leases and hire purchase contracts and the related lease obligations are included at the fair value of the leased assets at the inception of the lease. Depreciation on leased assets is calculated to write off this amount on a reducing balance basis over the shorter of the lease term and the useful life of the asset. Rentals payable are apportioned between the finance charge and a reduction of the outstanding obligation for future amounts payable, so that the charge for each accounting period is a constant percentage of the original capital sum. Rentals payable under leases are charged on a straight line basis over the term of the lease.

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

1. ACCOUNTING POLICIES CONTINUED

Pension cost

Pensions are paid to some employees' personal pension plans. These costs are charged to the profit and loss account as they occur.

Other operating income

Other operating income represents receipts from fundraising and donations, and income from the school of excellence.

Government grants

Government grants received are treated as deferred creditors and credited to the profit and loss account over the estimated useful life of the relevant fixed assets

Players

Transfer fees paid are subject to an initial review and capitalised at their recoverable amount. Capitalised amounts are amortised to the profit and loss account over the period of the player's contract, and carrying amounts are periodically reassessed against the recoverable amount.

2. OTHER OPERATING INCOME

	Group 2005 £	Group 2004 £
Release of grant	23,400	9,404
Sundry receipts	868	45,460
School of excellence	237,358	292,774
Fundraising and donations	<u>136,597</u>	<u>145,399</u>
	<u>398,223</u>	<u>493,037</u>

3. STAFF COSTS

	Group 2005 £	Group 2004 £
Wages and salaries	1,489,981	1,309,995
Social security costs	127,101	111,654
Other pension costs	<u>1,857</u>	<u>11,540</u>
	<u>1,618,939</u>	<u>1,433,189</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

3. STAFF COSTS CONTINUED

The average number of employees during the year was as follows:

	Group 2005	Group 2004
Players	23	25
Support staff	<u>66</u>	<u>64</u>
	<u>89</u>	<u>89</u>

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	Group 2005 £	Group 2004 £
Hire of equipment and facilities	34,638	12,449
Depreciation	76,447	145,902
Players amortisation	13,926	35,575
Transfer fees received	(15,000)	(75,000)
Auditors' remuneration	<u>5,000</u>	<u>4,850</u>
Directors' emoluments	<u>-</u>	<u>-</u>

The audit fees for the company is £4,480 (2004: £4,350).

Following conclusion of the Company Voluntary Arrangement (CVA) on 5 May 2004 the remaining CVA creditors were released to the profit and loss account as an exceptional item amounting to £334,533 and disclosed as a credit to other operating charges for the year ended 30 June 2004.

5. INTEREST PAYABLE AND SIMILAR CHARGES

	Group 2005 £	Group 2004 £
Bank interest and charges	4,187	18,258
Other interest	<u>-</u>	<u>4,631</u>
	<u>4,187</u>	<u>22,889</u>

6. TAXATION

Analysis of the tax charge

No liability to UK Corporation tax arose on ordinary activities for the year ended 30 June 2005 due to the availability of brought forward tax losses (2004 £nil).

Factors that may affect future tax charges

Losses carried forward amounted to £3,088,229 (2004 £3,255,997). No provision has been made for a deferred taxation asset.

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

7. INTANGIBLE FIXED ASSETS

	Group & Company Players £
COST:	
Additions	<u>60,500</u>
At 30 June 2005	<u>60,500</u>
DEPRECIATION	
Charge for year	<u>13,926</u>
At 30 June 2005	<u>13,926</u>
NET BOOK VALUE:	
At 30 June 2005	<u>46,574</u>

8. TANGIBLE FIXED ASSETS – GROUP & COMPANY

	Freehold property	All weather pitch	Fixtures, fittings and equipment	Motor vehicles	Totals
	£	£	£	£	£
COST OR VALUATION:					
At 1 July 2004	2,533,714	301,009	437,985	46,625	3,319,333
Additions	<u>-</u>	<u>-</u>	<u>17,837</u>	<u>1,091</u>	<u>18,928</u>
At 30 June 2005	<u>2,533,714</u>	<u>301,009</u>	<u>455,822</u>	<u>47,716</u>	<u>3,338,261</u>
DEPRECIATION:					
At 1 July 2004	545,030	119,487	424,979	46,625	1,136,121
Charge for year	<u>50,674</u>	<u>20,020</u>	<u>5,680</u>	<u>73</u>	<u>76,447</u>
At 30 June 2005	<u>595,704</u>	<u>139,507</u>	<u>430,659</u>	<u>46,698</u>	<u>1,212,568</u>
NET BOOK VALUE:					
At 30 June 2005	<u>1,938,010</u>	<u>161,502</u>	<u>25,163</u>	<u>1,018</u>	<u>2,125,693</u>
At 30 June 2004	<u>1,988,684</u>	<u>181,522</u>	<u>13,006</u>	<u>-</u>	<u>2,183,212</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

8. TANGIBLE FIXED ASSETS – GROUP & COMPANY CONTINUED

Freehold property is included in the accounts at a valuation and other tangible fixed assets at historical cost. The St Andrews Stand and Stacey West Stand were revalued by the directors in the year 1990/91 and the South Park Stand revalued in 1992/93. In 1993/94 the Stacey West Stand was revalued by a further £300,000 and other ground improvements by £91,022. In 1994/95 the Sincil Bank Stand was completed and revalued by £719,821. Had the revaluations not been carried out, the original cost less grants of the stands and buildings would have been £681,371 and the net book value £499,566.

The transitional provisions of FRS 15 are being followed and the valuation has not been updated.

9. FIXED ASSET INVESTMENTS

Company
£

At 30 June 2005 and 30 June 2004

1

The fixed asset investment comprises a 100% holding of the ordinary share of Lincoln City Football Club Centre of Excellence Limited, a company registered in England & Wales. The principal activity of this company is the development of sporting excellence in the community.

10. STOCKS – GROUP & COMPANY

	2005	2004
	£	£
Goods for resale	<u>14,118</u>	<u>24,328</u>

**11. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	Group		Company	
	2005	2004	2005	2004
	£	£	£	£
Trade debtors	277,501	151,918	277,501	151,918
Amounts due from Subsidiary undertaking	-	-	2	224
Prepayments and accrued income	4,853	4,672	4,853	4,672
Other debtors	10,581	-	10,581	-
	<u>292,935</u>	<u>156,590</u>	<u>292,937</u>	<u>156,814</u>

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**12. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	Group & Company	
	2005	2004
	£	£
Bank loans and overdrafts (note 14)	-	75,000
Brewery loan (note 14)	8,880	8,880
Other loans (note 14)	-	5,000
Trade creditors	84,627	28,281
Directors Loans (note 14)	-	61,500
Other taxes and social security costs	189,495	131,241
Deferred capital grant	23,410	9,410
Accruals and deferred income	<u>676,414</u>	<u>598,697</u>
	<u>982,826</u>	<u>918,009</u>

The brewery loan has an interest charge of 2% above the bank base rate and is secured by a debenture and legal mortgage over the freehold ground and assets of the company.

**13. CREDITORS: AMOUNTS FALLING DUE AFTER
MORE THAN ONE YEAR – GROUP & COMPANY**

	2005	2004
	£	£
Bank loans (note 14)	-	31,250
Brewery loan (note 14)	85,848	98,359
Directors loans (note 14)	-	25,131
Deferred capital grant	<u>241,983</u>	<u>273,399</u>
	<u>327,831</u>	<u>434,139</u>

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14. LOANS AND OVERDRAFTS – GROUP & COMPANY

An analysis of the maturity of loans and overdrafts is given below:

	2005 £	2004 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>-</u>	<u>-</u>
Bank loans	-	75,000
Brewery loan	8,880	8,880
Other loans	-	5,000
Directors' loans	<u>-</u>	<u>61,500</u>
Loans	<u>8,880</u>	<u>150,380</u>
Amounts falling due between one and two years:		
Bank loans	-	31,250
Brewery loan	8,880	8,880
Directors' loans	<u>-</u>	<u>24,000</u>
	<u>8,880</u>	<u>64,130</u>
Amounts falling due between two and five years:		
Brewery loan	26,640	26,640
Directors' loans	<u>-</u>	<u>1,131</u>
	<u>26,640</u>	<u>27,771</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Brewery loan	<u>50,328</u>	<u>62,839</u>

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15. CALLED UP SHARE CAPITAL - GROUP

Authorised:		Nominal value:	2005	2004
Number:	Class:		£	£
6,000,000	Ordinary	50p	<u>3,000,000</u>	<u>3,000,000</u>

Allotted, issued and fully paid:		Nominal value:	2005	2004
Number:	Class:		£	£
3,347,120 (2004 – 3,235,002)	Ordinary	50p	<u>1,673,560</u>	<u>1,617,501</u>

The Company continues to issue shares for cash to supporters on an ongoing basis. The shares issued in 2005 amounted to 112,118 shares. (2004:154,460 shares). In the year ended 30 June 2004 the company also issued 156,400 shares to certain creditors under the Company Voluntary Arrangement who chose to compromise their debt. The Company Voluntary Arrangement was formally concluded on 5 May 2004.

16. REVALUATION RESERVE – GROUP

	2005	2004
	£	£
Brought forward	1,250,088	1,282,796
Transfer of amount equivalent to additional depreciation on revalued assets	<u>(32,708)</u>	<u>(32,708)</u>
	<u>1,217,380</u>	<u>1,250,088</u>

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17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	Group and Company	
	2005	2004
	£	£
Profit for the financial year	162,007	735,748
Issue of shares at par	<u>56,059</u>	<u>155,430</u>
Net addition to shareholders' funds	218,066	891,178
Opening shareholders' funds	<u>1,320,551</u>	<u>429,373</u>
Closing shareholders' funds	<u>1,538,617</u>	<u>1,320,551</u>
Equity interests	<u>1,538,617</u>	<u>1,320,551</u>

A parent company profit and loss account has not been presented as permitted under S230 of the Companies Act 1985. The profit of the company is given above.