

REGISTERED NUMBER 00045611 (England and Wales)

LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2011

THURSDAY



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10/11/2011

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COMPANIES HOUSE

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**DUNCAN
& TOPLIS**
CHARTERED ACCOUNTANTS
AND BUSINESS ADVISERS

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**CONTENTS OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2011**

	Page
Company Information	1
Report of the Directors	2 to 4
Report of the Independent Auditors on the Abbreviated Accounts	5
Abbreviated Profit and Loss Account	6 to 7
Abbreviated Balance Sheet	8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10 To 11
Notes to the Abbreviated Accounts	12 To 21

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED**

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2011**

DIRECTORS	R Dorrian Mrs J F Foster Lindum Group Limited Lincolnshire Co-operative Limited K Cooke R G Bates Lincoln City Supporters Society Limited D A Parman
SECRETARY	Miss J Powell
REGISTERED OFFICE	Sincil Bank Stadium Lincoln Lincolnshire LN5 8LD
REGISTERED NUMBER	00045611 (England and Wales)
SENIOR STATUTORY AUDITOR	I Phillips
AUDITORS	Duncan & Toplis Chartered Accountants and Statutory Auditors 4 Henley Way Doddington Road Lincoln Lincolnshire LN6 3QR
BANKERS	The Co-operative Bank Saltergate Lincoln LN2 1DG

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JUNE 2011**

The directors present their report with the accounts of the company for the year ended 30 June 2011

PRINCIPAL ACTIVITY

The principal activity of the company 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 company are as shown in the annexed financial statements

	2011 £	2010 £	2009 £	2008 £
Turnover	2,616,264	2,814,714	2,767,986	2,562,046
Staff Cost	<u>1,846,888</u>	<u>1,763,887</u>	<u>1,680,442</u>	<u>1,647,225</u>
Gross Profit	769,376	1,050,827	1,087,544	914,821
Gross profit margin %	29.41	37.33	39.29	35.70
Profit/(loss) on ordinary activities before taxation	(484,752)	(199,257)	(66,818)	(282,060)
% profit/(loss) on ordinary activities before taxation	-18.53	-7.08	-2.41	-11.01

Another season of disappointing performances on the pitch has led to the club recording its fourth consecutive trading loss. A lacklustre start to the season led to an early change in manager which in turn led to an increase in Pro Football spend over and above the budget. Poor league form resulted in the club being relegated to the Blue Square Bet Premier League.

The income from Commercial and Hospitality activities fell again this year, this being closely related to the poor league performances and reduced attendances. The ongoing economic recession further added to the pressure felt by the club in retaining its customer support.

The sale of players and additional income relating to sales from previous years was minimal and this again adversely affected the cash position.

The loss of £485K, resulted in net cash outflow of £246k of which £88k was for capital items. The board continues to ensure that the cash flow remains sustainable and has budgeted to balance the cash flow rather than create a surplus during these difficult times.

The club continues to use the overdraft facility to manage the cash flow, as well as careful management of trade debtors and trade creditors to achieve a stable cash position to ensure that liabilities are paid when due. There has been no requirement to increase the overdraft or take additional financing during the year.

The club continues to invest in the facilities and playing squad to ensure its continuing sustainability and seeks to attract potential new investors to the club.

As with many other businesses of similar size and complexity the Club has various financial disciplines in place to manage the working capital requirements. Trade debtors are managed by implementing risk policies relating to the offering of credit to customers and regular monitoring of debts outstanding from both a time and amount perspective. Trade creditors are managed by ensuring adequate cash resources are available to meet liabilities as they become due.

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JUNE 2011**

DIVIDENDS

No dividends will be distributed for the year ended 30 June 2011

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2010 to the date of this report

R Dorrian
Mrs J F Foster
Lindum Group Limited
Lincolnshire Co-operative Limited
K Cooke

Other changes in directors holding office are as follows

D M Beck - resigned 9 December 2010
C J Travers - resigned 6 June 2011
R G Bates - appointed 12 March 2011
Lincoln City Supporters Society Limited - appointed 9 December 2010

D A Parman was appointed as a director after 30 June 2011 but prior to the date of this report

R Dorrian and Lincolnshire Co-operative Limited retire by rotation and being eligible offer themselves for re-election

The beneficial interests of the directors holding office on 30 June 2011 in the issued share capital of the company were as follows

	30 06 11	30 06 10
Ordinary 50p shares		
Lincoln City Supporters' Society Limited	1,070,911	1,070,911
Mrs J Foster	5,990	5,790
R Dorrian	137,450	137,450
R G Bates	85,532	-
Lindum Group Limited	160,140	156,140
Lincolnshire Co-operative Limited	262,201	262,201
K Cooke	137,750	137,750

POLITICAL AND CHARITABLE CONTRIBUTIONS

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

	2011	2010
	£	£
Red Imps Travel Section	2,000	4,500
Lincoln & District Football Supporters Club	8,900	11,000
Lincoln City Supporters Society Limited	10,000	11,500

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER: 00045611)**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JUNE 2011**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Duncan & Topliss, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD



Miss J Powell - Secretary

Date

3-11-11

**REPORT OF THE INDEPENDENT AUDITORS TO
LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages seven to twenty two, together with the full financial statements of Lincoln City Football Club Company Limited for the year ended 30 June 2011 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.

Other information

On 21 October 2011 we reported as auditors to the shareholders of the company on the full financial statements for the year ended 30 June 2011 prepared under Section 396 of the Companies Act 2006, and our report included the following extract:

"Emphasis of matter - Going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 25 to the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of £484,752 during the year ended 30 June 2011 and, at that date, the company had net current liabilities of £901,318. These conditions, along with the other matters explained in note 25 to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern."

I Phillips (Senior Statutory Auditor)
for and on behalf of Duncan & Topliss
Chartered Accountants
and Statutory Auditors
4 Henley Way
Doddington Road
Lincoln
Lincolnshire
LN6 3QR

4 November 2011

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2011**

	Notes	2011 £	2010 £
TURNOVER		2,616,264	2,814,714
Other operating income and other external charges		(71,743)	(117,144)
		<u>2,544,521</u>	<u>2,697,570</u>
Staff costs	3	1,846,888	1,763,887
Depreciation		118,533	110,101
Other operating charges		<u>1,055,768</u>	<u>1,015,402</u>
		<u>3,021,189</u>	<u>2,889,390</u>
OPERATING LOSS	4	(476,668)	(191,820)
Interest payable and similar charges	5	<u>8,084</u>	<u>7,437</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(484,752)	(199,257)
Tax on loss on ordinary activities	6	<u>-</u>	<u>-</u>
LOSS FOR THE FINANCIAL YEAR		(484,752)	(199,257)
Deficit brought forward		<u>(1,735,022)</u>	<u>(1,568,473)</u>
		(2,219,774)	(1,767,730)
Transfer of amount equivalent to additional depreciation on revalued assets		<u>32,708</u>	<u>32,708</u>
DEFICIT CARRIED FORWARD		<u>(2,187,066)</u>	<u>(1,735,022)</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the losses for the current year or previous year

The notes form part of these abbreviated accounts

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
FOR THE YEAR ENDED 30 JUNE 2011**

	2011 £	2010 £
REPORTED LOSS		
ON ORDINARY ACTIVITIES BEFORE TAXATION	(484,752)	(199,257)
Transfer of amount equivalent to additional depreciation on revalued assets	<u>32,708</u>	<u>32,708</u>
HISTORICAL COST LOSS		
ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>(452,044)</u>	<u>(166,549)</u>
HISTORICAL COST LOSS		
FOR THE YEAR RETAINED AFTER TAXATION	<u>(452,044)</u>	<u>(166,549)</u>

The notes form part of these abbreviated accounts

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER. 00045611)**

**ABBREVIATED BALANCE SHEET
30 JUNE 2011**

	Notes	2011 £	2010 £
FIXED ASSETS			
Intangible assets	8	-	10,000
Tangible assets	9	2,280,840	2,182,621
Investments	10	<u>1</u>	<u>1</u>
		2,280,841	2,192,622
CURRENT ASSETS			
Stocks	11	3,627	73,344
Debtors	12	149,612	194,309
Cash in hand		<u>9,508</u>	<u>14,448</u>
		162,747	282,101
CREDITORS			
Amounts falling due within one year	13	<u>1,064,065</u>	<u>733,591</u>
NET CURRENT LIABILITIES		<u>(901,318)</u>	<u>(451,490)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,379,523	1,741,132
CREDITORS			
Amounts falling due after more than one year 14		<u>412,446</u>	<u>354,862</u>
NET ASSETS		<u>967,077</u>	<u>1,386,270</u>
CAPITAL AND RESERVES			
Called up share capital	19	2,133,011	2,067,452
Revaluation reserve	20	1,021,132	1,053,840
Profit and loss account		<u>(2,187,066)</u>	<u>(1,735,022)</u>
SHAREHOLDERS' FUNDS	24	<u>967,077</u>	<u>1,386,270</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the Board of Directors on its behalf by



R Dorrian - Director

3/11/11.

and were signed on

The notes form part of these abbreviated accounts

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2011**

		2011	2010
	Notes	£	£
Net cash (outflow)/inflow from operating activities	1	(152,750)	73,943
Returns on investments and servicing of finance	2	(8,084)	(7,437)
Capital expenditure	2	(206,753)	(34,603)
		(367,587)	31,903
Financing	2	121,977	(3,896)
(Decrease)/Increase in cash in the period		(245,610)	28,007
<hr/>			
Reconciliation of net cash flow to movement in net debt	3		
(Decrease)/Increase in cash in the period		(245,610)	28,007
Cash outflow from decrease in debt		18,583	28,491
Change in net debt resulting from cash flows		(227,027)	56,498
Movement in net debt in the period		(227,027)	56,498
Net debt at 1 July		(154,855)	(211,353)
Net debt at 30 June		(381,882)	(154,855)

The notes form part of these abbreviated accounts

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2011**

1 RECONCILIATION OF OPERATING LOSS TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	2011 £	2010 £
Operating loss	(476,668)	(191,820)
Depreciation charges	119,115	110,101
Profit on disposal of fixed assets	(582)	-
Decrease in stocks	69,717	881
Decrease in debtors	44,697	76,964
Increase in creditors	<u>90,971</u>	<u>77,817</u>
Net cash (outflow)/inflow from operating activities	<u>(152,750)</u>	<u>73,943</u>

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

	2011 £	2010 £
Returns on investments and servicing of finance		
Interest paid	<u>(8,084)</u>	<u>(7,437)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(8,084)</u>	<u>(7,437)</u>
Capital expenditure		
Purchase of intangible fixed assets	(15,000)	(20,000)
Purchase of tangible fixed assets	(201,753)	(17,411)
Sale of intangible fixed assets	10,000	-
Sale of tangible fixed assets	<u>-</u>	<u>2,808</u>
Net cash outflow for capital expenditure	<u>(206,753)</u>	<u>(34,603)</u>
Financing		
New loans in year	10,000	-
Loan repayments in year	(28,582)	(28,491)
Amount introduced by directors	75,000	-
Share issue	<u>65,559</u>	<u>24,595</u>
Net cash inflow/(outflow) from financing	<u>121,977</u>	<u>(3,896)</u>

The notes form part of these abbreviated accounts

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2011**

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 7 10 £	Cash flow £	At 30 6 11 £
Net cash			
Cash at bank and in hand	14,448	(4,940)	9,508
Bank overdraft	<u>-</u>	<u>(240,670)</u>	<u>(240,670)</u>
	<u>14,448</u>	<u>(245,610)</u>	<u>(231,162)</u>
Debt			
Debts falling due within one year	(28,643)	(10,187)	(38,830)
Debts falling due after one year	<u>(140,660)</u>	<u>28,770</u>	<u>(111,890)</u>
	<u>(169,303)</u>	<u>18,583</u>	<u>(150,720)</u>
Total	<u>(154,855)</u>	<u>(227,027)</u>	<u>(381,882)</u>

The notes form part of these abbreviated accounts

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2011**

1 ACCOUNTING POLICIES

Basis of preparing the financial statements

During the year to 30 June 2011 the company sustained a loss on ordinary activities before taxation of £484,752 (2010 - £199,257) and at that date its net current liabilities exceeded its assets

The company is dependent upon the continued support of the bank and its directors. The directors consider it appropriate that these financial statements have been prepared on the going concern basis. Further details are given in note 25.

Accounting convention

The financial statements have been prepared under the historical cost convention, modified by the revaluation of certain fixed assets.

Preparation of consolidated financial statements

The financial statements contain information about Lincoln City Football Club Company Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

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	- 2% on cost
Fixtures and fittings	- 20% on cost
Motor vehicles	- 20% on reducing balance

Stocks

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

Retail shop stock was sold to a franchisee at the year end.

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 fixed assets were realised at the revalued amount.

Leases

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

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

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

1 ACCOUNTING POLICIES - continued

Other operating income

Other operating income represents receipts from fundraising and donations, and income from concerts and events

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

	2011	2010
	£	£
Sundry receipts	23,661	13,333
Concerts and events	2,211	6,134
Fundraising and donations	107,952	98,900
Release of grant	8,576	7,640
	<u>142,400</u>	<u>126,007</u>

3 STAFF COSTS

	2011	2010
	£	£
Wages and salaries	1,695,842	1,617,005
Social security costs	146,353	144,237
Other pension costs	4,693	2,645
	<u>1,846,888</u>	<u>1,763,887</u>

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

	2011	2010
Players	25	22
Support staff	79	86
Occasional and match day	<u>161</u>	<u>162</u>
	<u>265</u>	<u>270</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

4 OPERATING LOSS

The operating loss is stated after charging/(crediting)

	2011	2010
	£	£
Hire of plant and machinery	48,705	54,072
Depreciation - owned assets	102,448	90,914
Profit on disposal of fixed assets	(582)	-
Players amortisation	16,668	19,187
Auditors' remuneration	<u>7,665</u>	<u>6,107</u>
Directors' remuneration	<u>-</u>	<u>-</u>

5 INTEREST PAYABLE AND SIMILAR CHARGES

	2011	2010
	£	£
Bank interest	<u>8,084</u>	<u>7,437</u>

6 TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 30 June 2011 nor for the year ended 30 June 2010

Factors that may affect future tax charges

Losses carried forward amounted to £3,949,258 (2010 £3,432,311) No provision has been made for a deferred taxation asset as the recoverability of these losses against future profits is uncertain

7 SEGMENTAL INFORMATION

The turnover, loss before taxation and net assets are attributable to the principal activity of running a professional football club and ancillary bar and catering operations The company operates in the United Kingdom and the whole of the turnover is to the UK market

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

8 INTANGIBLE FIXED ASSETS

	Players £
COST	
At 1 July 2010	20,000
Additions	15,000
Disposals	<u>(35,000)</u>
At 30 June 2011	<u>-</u>
AMORTISATION	
At 1 July 2010	10,000
Amortisation for year	16,668
Eliminated on disposal	<u>(26,668)</u>
At 30 June 2011	<u>-</u>
NET BOOK VALUE	
At 30 June 2011	<u>-</u>
At 30 June 2010	<u>10,000</u>

9 TANGIBLE FIXED ASSETS

	Freehold property £	All weather pitch £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION					
At 1 July 2010	2,875,068	301,009	564,555	26,700	3,767,332
Additions	40,819	142,864	18,070	-	201,753
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,000)</u>	<u>(3,000)</u>
At 30 June 2011	<u>2,915,887</u>	<u>443,873</u>	<u>582,625</u>	<u>23,700</u>	<u>3,966,085</u>
DEPRECIATION					
At 1 July 2010	880,023	169,607	519,542	15,539	1,584,711
Charge for year	58,228	19,261	22,727	2,232	102,448
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,914)</u>	<u>(1,914)</u>
At 30 June 2011	<u>938,251</u>	<u>188,868</u>	<u>542,269</u>	<u>15,857</u>	<u>1,685,245</u>
NET BOOK VALUE					
At 30 June 2011	<u>1,977,636</u>	<u>255,005</u>	<u>40,356</u>	<u>7,843</u>	<u>2,280,840</u>
At 30 June 2010	<u>1,995,045</u>	<u>131,402</u>	<u>45,013</u>	<u>11,161</u>	<u>2,182,621</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

9 TANGIBLE FIXED ASSETS - continued

Freehold property is included in the accounts at 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 £1,292,469 and the net book value £956,504.

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

10 FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 July 2010	
and 30 June 2011	<u>1</u>
NET BOOK VALUE	
At 30 June 2011	<u>1</u>
At 30 June 2010	<u>1</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

Lincoln City Football Club Centre of Excellence Limited
Nature of business: Development of sporting excellence

Class of shares	% holding	2011 £	2010 £
Ordinary	100.00		
Aggregate capital and reserves		1	1
Profit for the year		<u>1</u>	<u>1</u>

11 STOCKS

	2011 £	2010 £
Goods for resale	<u>3,627</u>	<u>73,344</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

12 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Trade debtors	93,571	95,193
Other debtors	-	670
Amounts due from subsidiary undertakings	2	2
Prepayments and accrued income	56,039	98,444
	<u>149,612</u>	<u>194,309</u>

13 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Bank loans and overdrafts (see note 15)	252,800	11,843
Other loans (see note 15)	26,700	16,800
Trade creditors	101,650	94,048
Other taxes and social security	154,633	90,945
Deferred capital grant	7,710	7,640
Directors' current accounts	75,000	-
Accruals and deferred income	445,572	512,315
	<u>1,064,065</u>	<u>733,591</u>

The bank overdraft is secured by a mortgage debenture incorporating a fixed and floating charge over the assets of the company

The bank loan has an interest charge of 1.875% above the bank base rate and is secured by a legal mortgage over the freehold property known as 'The Playzone'. There is also a second legal charge held over the registered freehold property known as 'Sincil Bank Stadium'.

14 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011	2010
	£	£
Bank loans (see note 15)	111,890	123,960
Other loans (see note 15)	-	16,700
Deferred capital grant -		
1 - 5 years	32,572	30,560
Deferred capital grant more than five years	172,984	183,642
Accruals and deferred income	95,000	-
	<u>412,446</u>	<u>354,862</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER. 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

15 LOANS

An analysis of the maturity of loans is given below

	2011 £	2010 £
Amounts falling due within one year or on demand		
Bank overdrafts	240,670	-
Bank loans	12,130	11,843
Other loans	<u>26,700</u>	<u>16,800</u>
	<u>279,500</u>	<u>28,643</u>
Amounts falling due between one and two years		
Bank loans - 1-2 years	12,425	12,130
Other loans	<u>-</u>	<u>16,700</u>
	<u>12,425</u>	<u>28,830</u>
Amounts falling due between two and five years		
Bank loans - 2-5 years	<u>39,166</u>	<u>38,186</u>
Amounts falling due in more than five years		
Repayable by instalments		
Bank loans	<u>60,299</u>	<u>73,644</u>

16 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

	Land and buildings		Other operating leases	
	2011 £	2010 £	2011 £	2010 £
Expiring				
Within one year	-	-	338	-
Between one and five years	-	-	928	1,266
In more than five years	<u>6,803</u>	<u>6,803</u>	<u>-</u>	<u>-</u>
	<u>6,803</u>	<u>6,803</u>	<u>1,266</u>	<u>1,266</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

17 SECURED DEBTS

The following secured debts are included within creditors

	2011 £	2010 £
Bank overdraft	240,670	-
Bank loans	<u>124,020</u>	<u>135,803</u>
	<u>364,690</u>	<u>135,803</u>

18 PROVISIONS FOR LIABILITIES

No provision has been made for the deferred tax asset totalling £755,575 (2010 - £704,052) at the year end in relation to excess tax losses carried forward

19 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value	2011 £	2010 £
4,266,022 (2010 - 4,134,904)	Ordinary	50p	<u>2,133,011</u>	<u>2,067,452</u>

131,118 Ordinary shares of 50p each were allotted and fully paid for cash at par during the year

During the year the company issued 131,118 shares (2010 49,190 shares), to further the aims of the company

20 RESERVES

	Revaluation reserve £
At 1 July 2010	1,053,840
Transfer of amount equivalent to additional depreciation on revalued assets	<u>(32,708)</u>
At 30 June 2011	<u>1,021,132</u>

21 CAPITAL COMMITMENTS

	2011 £	2010 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>130,278</u>

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

22 TRANSACTIONS WITH DIRECTORS

During the year the company has traded with other businesses in which individual directors have an interest. This is detailed below.

	Income invoiced		Included within Debtors		Purchases invoiced		Included within Creditors	
	2011	2010	2011	2010	2011	2010	2011	2010
	£	£	£	£	£	£	£	£
Lindum Group Limited	4,992	1,171	-	-	-	248	-	-
Lincolnshire Co-operative Limited	44,211	41,211	-	39,363	-	-	-	-
Lincoln City Supporters Society Limited	406	577	-	-	399	487	-	-
Butterfly Poultry Limited	10,807	3,820	-	-	-	-	-	-
Connexions	-	75	-	-	-	-	-	-
Hydravision Management Services LLP	2,056	-	-	-	-	-	-	-

These transactions were conducted in the ordinary course of business of all parties and on normal commercial terms.

23 RELATED PARTY DISCLOSURES

During the year a payment of £86,951 (2010: £100,160) was made to Lincoln City Football Club Centre of Excellence Limited, a 100% subsidiary company of Lincoln City Football Club Limited, by way of a support subsidy. The balance outstanding by this company at 30 June 2011 was £2 (2010: £2).

The company leases training facilities. The freehold interest in those facilities is held by a company in which Lincolnshire Co-operative Limited has a material interest. The amount paid for these training facilities during the year was £6,803 (2010: £6,803).

At the balance sheet date, R Dornan, a director and shareholder, was owed £50,000 (2010: £Nil) from Lincoln City Football Club Limited.

At the balance sheet date, C Travers, a shareholder and director part of the year, was owed £25,000 (2010: £Nil) from Lincoln City Football Club Limited.

All loans and balances are unsecured, interest free and have set repayment terms.

**LINCOLN CITY FOOTBALL CLUB COMPANY
LIMITED (REGISTERED NUMBER 00045611)**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2011**

24 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2011	2010
	£	£
Loss for the financial year	(484,752)	(199,257)
Issue of shares at par	<u>65,559</u>	<u>24,595</u>
Net reduction of shareholders' funds	(419,193)	(174,662)
Opening shareholders' funds	<u>1,386,270</u>	<u>1,560,932</u>
Closing shareholders' funds	<u>967,077</u>	<u>1,386,270</u>

25 GOING CONCERN

The combination of the current economic situation and the poor performances on the pitch have had a disastrous result on the club's finances for the year

The Directors have taken steps to reduce the ongoing costs in line with expected income and are closely monitoring cashflow on an ongoing basis

The Club continues to manage its finances within agreed facilities at the bank and continues to seek further investment from external sources. The Club aspires to invest for the future and return as quickly as possible to the Football League

In the light of the foregoing, the Directors consider it appropriate to prepare the accounts on the going concern basis