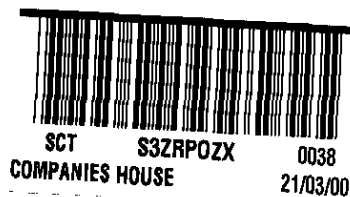


**Greenock Morton  
Football Club Limited**  
Company No. - SC003264

Abbreviated Accounts  
For the Period Ended 31st May 1999



## Abbreviated Balance Sheet at 31st May 1999

	Note	1999 £	15th May 1998 £
<b>Fixed Assets</b>			
Intangible Fixed Assets	2	36,000	-
Tangible Assets	3	2,897,844	1,761,098
Investments	4	100	-
		<u>2,933,944</u>	<u>1,761,098</u>
<b>Current Assets</b>			
Debtors		619,833	557,104
Cash at Bank and in Hand		-	300
		<u>619,833</u>	<u>557,404</u>
<b>Creditors</b>			
Amounts falling due within one year	5	414,344	232,387
<b>Net Current Assets</b>		<u>205,489</u>	<u>325,017</u>
<b>Total Assets less Current Liabilities</b>		<u>3,139,433</u>	<u>2,086,115</u>
<b>Capital Grants Deferred</b>		46,087	-
		<u>3,093,346</u>	<u>2,086,115</u>
<b>Capital and Reserves</b>			
Called Up Share Capital	6	250,000	250,000
Revaluation Reserve		2,500,000	1,500,000
Capital Reserve		74,207	74,207
Profit and Loss Account		269,139	261,908
		<u>3,093,346</u>	<u>2,086,115</u>

These accounts have been prepared in accordance with the Special Provisions of Part VII of the Companies Act 1985 relating to small companies.

  
HUGH SCOTT  
Director

8th December 1999

## **Notes on the Abbreviated Accounts for the Period Ended 31st May 1999**

### **1. Accounting Policies**

#### **Basis of Preparation**

The accounts are prepared under the historical cost convention modified to include the revaluation of heritable properties. The accounts of the company's wholly owned subsidiary Morton F.C. Enterprises Limited are not consolidated as permitted under Section 248 of the Companies Act 1985, and the required disclosures relating to this company are contained in Note 4.

#### **Depreciation**

Depreciation is provided on the cost of the asset on a straight line basis at the following rates:-

Fixtures and Fittings	- 10% per annum
Alterations and Improvements	- 10% per annum
Motor Vehicles	- 25% per annum

The heritable properties are not depreciated. It is the company's policy to maintain its properties in such a condition that the estimated disposal values are at least equal to their book values. Consequently any element of depreciation would, in the opinion of the directors, be immaterial.

#### **Grants**

Grants from the Football Trust are credited to Capital Grants Deferred on receipt and are released to the Profit and Loss Account over a period approximating to the lives of the qualifying assets.

#### **Player Registrations**

From 16th May 1998, in accordance with new accounting standard FRS10, the costs of transfer fees are capitalised as intangible assets and amortised over the period of the respective players' contracts. The directors have not restated the position in previous years as in their opinion this would not make a material difference to the result. Payments or receipts which are contingent on the performance of the team or the player are not recognised until the events crystallising such payments or receipts have taken place.

#### **Turnover**

Turnover represents income from football and related activities and is stated net of Value Added Tax.

#### **Deferred Taxation**

Provision is made for deferred taxation where it is considered that there is a reasonable probability that a liability will arise in the foreseeable future.

#### **Pension Costs**

Defined contribution pension arrangements are made for certain employees to which contributions are made by the company. Contributions are charged against the Profit and Loss Account in the year in which they become payable.

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## 2. Intangible Fixed Assets

	<b>Total</b>
	<b>£</b>
<b>Cost</b>	
At 15th May 1998	-
Additions in Period	56,750
	<hr/>
At 31st May 1999	56,750
	<hr/>
<b>Amounts Written Off</b>	
At 15th May 1998	-
Charge for Period	20,750
	<hr/>
At 31st May 1999	20,750
	<hr/>
Net Book Value at 31st May 1999	36,000
	<hr/>
Net Book Value at 15th May 1998	-
	<hr/>

## 3. Tangible Fixed Assets

	<b>Total</b>
	<b>£</b>
<b>Cost or Valuation</b>	
At 15th May 1998	1,876,681
Additions in Period	147,093
Increase on Revaluation	1,000,000
	<hr/>
At 31st May 1999	3,023,774
	<hr/>
<b>Depreciation</b>	
At 15th May 1998	115,583
Charge for Period	10,347
	<hr/>
At 31st May 1999	125,930
	<hr/>
Net Book Value at 31st May 1999	2,897,844
	<hr/>
Net Book Value at 15th May 1998	1,761,098
	<hr/>

## 4. Investments

	<b>1999</b>	<b>15th May</b>
	<b>£</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Unquoted Investments	100	-

The above represents the wholly owned share capital of Morton F.C. Enterprises Limited, a company incorporated in Scotland.

As stated in Note 1 the accounts of Morton F.C. Enterprises Limited have not been consolidated as permitted under Section 248 of the Companies Act 1985.

Morton/

Morton F.C. Enterprises Limited deals with commercial activities on behalf of the company, and from income generated during the period ended 31st May 1999 payments totalling £34,477 were made by Morton F.C. Enterprises Limited on players wages and other sundry items. The remaining surplus of Morton F.C. Enterprises Limited of £57,624 is based on draft accounts and this has been recognised as income in the Profit and Loss Account. At 31st May 1999 the balance owed to the company by Morton F.C. Enterprises Limited was £210,631, inclusive of the surplus of £57,624. After deducting the balance owed to Greenock Morton Football Club Limited the net assets of Morton F.C. Enterprises Limited totalled £166 at 31st May 1999. (15th May 1998 - £68).

**5. Bank Overdraft**

Included in Creditors at 31st May 1999 is £100,515 (15th May 1998 - £104,875) of overdrawn bank balances. The overdraft is secured by a Standard Security over the Company's Heritable Properties.

**6. Share Capital**

	<b>1999</b>	<b>15th May 1998</b>
	<b>£</b>	<b>£</b>
Authorised: 1,000,000 Ordinary Shares of 25p each	250,000	250,000
Alotted, Called Up and Fully Paid: 1,000,000 Ordinary Shares of 25p each	250,000	250,000

**Report of the Auditors to the Directors of  
Greenock Morton Football Club Limited  
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts on pages 1 to 4, together with the financial statements of the company for the period ended 31st May 1999 prepared under Section 226 of the Companies Act 1985.

**Respective Responsibilities of Directors and Auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of Opinion**

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. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 1 to 4 are properly prepared in accordance with those provisions.



**HENDERSON & COMPANY**  
CHARTERED ACCOUNTANTS  
REGISTERED AUDITORS

73 Union Street,  
Greenock

8th December 1999