

Registered number: SC004585

**THE DUNDEE FOOTBALL CLUB LIMITED**

**ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2009**

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# **THE DUNDEE FOOTBALL CLUB LIMITED**

## **COMPANY INFORMATION**

### **DIRECTORS**

R Brannan  
G G Knight  
D D MacKinnon (resigned 30 November 2008)  
I R Bodie  
C G Melville (appointed 16 March 2009)

### **COMPANY SECRETARY**

I R Bodie

### **COMPANY NUMBER**

SC004585

### **REGISTERED OFFICE**

Dens Park Stadium  
Sandeman Street  
Dundee  
DD3 7JY

### **AUDITORS**

EQ  
Chartered Accountants & Statutory Auditors  
14 City Quay  
Dundee  
DD1 3JA

### **BANKERS**

Bank of Scotland plc  
3-5 Luna Place  
Dundee Technology Park  
Dundee  
DD2 1TP

Barclays Bank PLC  
24 High Street  
Dundee  
DD1 1SZ

### **SOLICITORS**

Thorntons Law LLP  
Whitehall House  
33 Yeaman Shore  
Dundee  
DD1 4BJ

# **THE DUNDEE FOOTBALL CLUB LIMITED**

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The following pages do not form part of the statutory accounts:

## **THE DUNDEE FOOTBALL CLUB LIMITED**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2009**

The directors present their report and the financial statements for the year ended 31 July 2009.

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Directors' report 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 judgments 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 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.

#### **PRINCIPAL ACTIVITIES**

The principal activity of the company during the year continued to be that of a professional football club.

#### **BUSINESS REVIEW**

The financial results on page 6 of these financial statements show an operating loss of £285,593 which is an increase from the previous year. The income levels are down from the previous year primarily due to there being no televised games in the current year and an early elimination from all cup competitions. The bulk of proceeds from the sale of Kevin McDonald were reflected in the prior year, although further incentive payments were received in the current year due to the success of Burnley in achieving promotion to the English Premier League. The increase in costs is largely due to the increase in the size of playing squad as the club seeks to secure Scottish Premier League (SPL) status.

The extent of the operating loss indicates the commitment of the Board to assist the club in achieving its primary goal, that is, ensuring promotion to the SPL. During the year, cash deficits have been met by the directors and other external investors. One of the directors has confirmed that he is willing to continue to donate funds to the club in Division 1 of the Scottish Football League and will meet any deficits in the transition period into the Premier League, should the club secure promotion. The Board is greatly appreciative of this continuing support. The longer term objective is that the club is at least self financing in the Premier League.

Finally, the club has secured a rental agreement for Dens Park up until 2032 and a £1 rental charge has been agreed for the season ahead.

## **THE DUNDEE FOOTBALL CLUB LIMITED**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2009 RESULTS**

The loss for the year, after taxation, amounted to £286,330 (2008 - profit £9,724,764). The prior year accounts include exceptional items during the year relating to the restructuring of the group. Excluding these, the club made a small loss before interest and tax of £84,178.

The directors are unable to recommend payment of a dividend.

### **DIRECTORS**

The directors who served during the year were:

R Brannan  
G G Knight  
D D MacKinnon (resigned 30 November 2008)  
I R Bodie  
C G Melville (appointed 16 March 2009)

### **FUTURE DEVELOPMENTS**

The club is committed to securing SPL status for the 2010/11 season. Significant additional funds have been provided by one of the directors to assist in achieving that objective. The club are currently in a good position in the Scottish First Division, but have had a recent run of poor results. The Board have therefore decided to appoint Gordon Chisholm and Billy Dodds as the new management team. The Board would like to thank the previous management team of Jocky Scott and Ray Farningham for all their efforts since autumn 2008.

If the club is successful in securing SPL status, budgets show a significant reduction in the operating deficit and it is expected that the club will largely be able to operate without further significant support from its financial backers. However, further significant support will be required from the club's fundraising organisations (fans groups, Dee Promotions and others) to allow the club to continue to enhance its position in Scottish football.

If the club is unsuccessful in securing promotion to the SPL, then budgets have been prepared showing a significant operating deficit which could only be funded with the support of one of the directors. This support has been confirmed for at least the period until the end of the 2010/2011 season.

## **THE DUNDEE FOOTBALL CLUB LIMITED**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2009 PRINCIPAL RISKS AND UNCERTAINTIES**

As with every professional football club, the main risk lies in the team's playing performance which, in turn, has a direct impact on gate receipts and hospitality and sponsorship income. This is difficult to predict and relies on player form, injuries and, to a significant extent, chance. These factors can often be mitigated by greater cost control and increasing efforts in securing new commercial income.

This is shown in the main key performance indicator, the percentage of wages and salaries payable to players and the management team (including the cost of players on loan and directors salaries) to gross turnover (excluding player sales). In the year ended 31 July 2009, that percentage was 79%.

The main risks associated with the company's financial assets and liabilities are set out below:-

### **ENVIRONMENT, HEALTH AND SAFETY**

The company recognises the importance of its environmental and health & safety responsibilities, including the implications of the Health & Safety at Work Act 1974, the Environmental Protection legislation and all new Health & Safety legislation, including that being introduced through EU Directives. It monitors its impact on the environment by implementing any policies necessary to reduce any damage that might be caused by the company's activities. Day to day management of the Club involves discussion of health and safety matters and any relevant information is communicated to staff.

### **CREDITOR PAYMENT POLICY**

It is the company's policy that payments to suppliers are made in accordance with those terms and conditions agreed with its suppliers, providing that all trading terms have been complied with.

### **PROVISION OF INFORMATION TO AUDITORS**

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

### **AUDITORS**

Under section 487(2) of the Companies Act 2006, EQ will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board on 23 March 2010 and signed on its behalf.



**I R Bodie**  
Secretary

## **THE DUNDEE FOOTBALL CLUB LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE DUNDEE FOOTBALL CLUB LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 5 to 16, together with the financial statements of The Dundee Football Club Limited for the year ended 31 July 2009 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.

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 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 on pages 5 to 16 have been properly prepared in accordance with the regulations made under that section.

#### **OTHER INFORMATION**

On 23 March 2010 we reported as auditors to the company on the financial statements prepared under section 396 of the Companies Act 2006 and included the following statement:

#### **EMPHASIS OF MATTER - GOING CONCERN**

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosures made in note 1.1 to the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of £286,330 during the year ended 31 July 2009 and, at that date, the company's current liabilities exceeded its total assets by £700,985. These conditions, along with the other matters explained in note 1.1 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.



David Morrison (Senior statutory auditor)  
14 City Quay  
Dundee  
DD1 3JA  
for and on behalf of  
**EQ**  
Chartered Accountants  
Statutory Auditors

23 March 2010

**THE DUNDEE FOOTBALL CLUB LIMITED**

**ABBREVIATED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 JULY 2009**

	Note	2009 £	2008 £
<b>TURNOVER</b>	1	<u>2,101,288</u>	<u>1,802,458</u>
<b>GROSS PROFIT</b>		<u>2,101,288</u>	<u>1,802,458</u>
Administrative expenses		<u>(2,386,881)</u>	<u>(1,886,636)</u>
<b>OPERATING LOSS</b>	2	(285,593)	(84,178)
<b>EXCEPTIONAL ITEMS</b>			
Restructuring costs		-	(24,647)
Other exceptional items:		-	-
Gain on transfer of debt		-	4,360,437
Loan to parent company written off		-	5,472,000
		<u>-</u>	<u>4,335,790</u>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST</b>		(285,593)	9,723,612
Interest receivable		1,101	2,995
Interest payable	5	<u>(1,838)</u>	<u>(1,843)</u>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(286,330)	9,724,764
Tax on (loss)/profit on ordinary activities		-	-
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>	14	<u>(286,330)</u>	<u>9,724,764</u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2009 or 2008 other than those included in the Profit and loss account.

The notes on pages 8 to 16 form part of these financial statements.

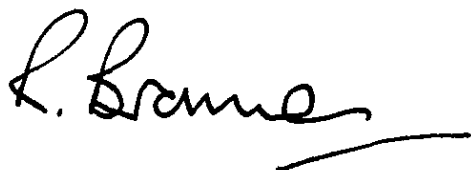


**THE DUNDEE FOOTBALL CLUB LIMITED**  
**REGISTERED NUMBER: SC004585**

**ABBREVIATED BALANCE SHEET**  
**AS AT 31 JULY 2009**

	Note	2009 £	2008 £
<b>FIXED ASSETS</b>			
Intangible fixed assets	6	294,519	25,131
Tangible fixed assets	7	6,946	8,294
Fixed asset investments	8	-	2
		<u>301,465</u>	<u>33,427</u>
<b>CURRENT ASSETS</b>			
Stocks	9	1,000	1,000
Debtors	10	147,177	220,092
Cash at bank and in hand		226,647	213,642
		<u>374,824</u>	<u>434,734</u>
<b>CREDITORS: amounts falling due within one year</b>	11	<u>(947,275)</u>	<u>(744,899)</u>
<b>NET CURRENT LIABILITIES</b>		<u>(572,451)</u>	<u>(310,165)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(270,986)</u>	<u>(276,738)</u>
<b>CREDITORS: amounts falling due after more than one year</b>	12	<u>(429,999)</u>	<u>(150,000)</u>
<b>NET LIABILITIES</b>		<u><u>(700,985)</u></u>	<u><u>(426,738)</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	13	612,448	600,365
Share premium account	14	1,384,921	1,384,921
Profit and loss account	14	<u>(2,698,354)</u>	<u>(2,412,024)</u>
<b>SHAREHOLDERS' DEFICIT</b>	15	<u><u>(700,985)</u></u>	<u><u>(426,738)</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of section 445(3) of the Companies Act 2006 were approved and authorised for issue by the board and were signed on its behalf on 23 March 2010.



**R Brannan**  
Director

The notes on pages 8 to 16 form part of these financial statements.

**THE DUNDEE FOOTBALL CLUB LIMITED**

**ABBREVIATED CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 JULY 2009**

	<b>Note</b>	<b>2009 £</b>	<b>2008 £</b>
Net cash flow from operating activities	18	181,787	4,612,132
Returns on investments and servicing of finance	19	(737)	1,151
Capital expenditure and financial investment	19	(179,492)	2,578,016
Acquisitions and disposals	19	1	(2)
<b>CASH INFLOW BEFORE FINANCING</b>		<b>1,559</b>	<b>7,191,297</b>
Financing	19	12,083	(6,294,057)
<b>INCREASE IN CASH IN THE YEAR</b>		<b>13,642</b>	<b>897,240</b>

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT  
FOR THE YEAR ENDED 31 JULY 2009**

	<b>2009 £</b>	<b>2008 £</b>
Increase in cash in the year	13,642	897,240
Cash outflow from decrease in debt and lease financing	-	6,300,000
<b>MOVEMENT IN NET DEBT IN THE YEAR</b>	<b>13,642</b>	<b>7,197,240</b>
Net funds/(debt) at 1 August 2008	213,005	(6,984,235)
<b>NET FUNDS AT 31 JULY 2009</b>	<b>226,647</b>	<b>213,005</b>

The notes on pages 8 to 16 form part of these financial statements.

## THE DUNDEE FOOTBALL CLUB LIMITED

### NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2009

#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of Financial Statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 400 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group.

##### Going Concern

The company's business review, together with factors likely to affect its future development, performance and position are set out in the Directors' report. As described in this report the company made a net loss of £286,330 (2008 - profit £9,724,764) and has net current liabilities of £572,451 (2008 - £310,165) and net liabilities of £700,985 (2008 - £426,738).

The cash deficits resulting from the operating loss have mainly been financed by the directors and external investors. Significant funds have been introduced into the club in the financial year and additional funds continue to be injected as the club continue to make operating losses whilst operating in the Scottish First Division. A director is currently providing finance to cover any cash deficits in the day to day running of the club, and should this support be withdrawn the club would not be able to continue to operate in that division should another investor not be found.

As detailed in the Directors' Report, the club's objective is to achieve promotion into the Scottish Premier League and to date significant investment has been made in players to strengthen the position to achieve this objective. The projections show that should the club be promoted, the operating loss will significantly reduce and the club will then be less dependent upon the introduction of funds from one of its directors. The director, has however confirmed that he will continue to support the club should it remain in the First Division and also deficits in the transition period into the Premier League should the club be promoted, and for this reason the directors continue to adopt the going concern basis of accounts in the annual financial statements.

##### 1.2 Turnover

Turnover comprises revenue recognised by the company in respect of season ticket sales, gate receipts, player sales, donations and other commercial income, exclusive of Value Added Tax.

##### 1.3 Intangible fixed assets and amortisation

Intangible fixed assets are the prices paid on the acquisition of a player together with agent's fees. These are amortised to the profit and loss account over the period of the player's contract.

Signing on fees are written off to the profit and loss account in the year of acquisition.

##### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	10-25% straight line and reducing balance
Motor vehicles	-	25% straight line
Fixtures and fittings	-	10-33% straight line

# THE DUNDEE FOOTBALL CLUB LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2009

### 1. ACCOUNTING POLICIES (continued)

#### 1.5 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

#### 1.6 Operating leases

Rentals under operating leases are charged on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

#### 1.7 Stocks

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

#### 1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

### 2. OPERATING LOSS

The operating loss is stated after charging:

	2009 £	2008 £
Amortisation of intangible fixed assets	30,612	35,500
Depreciation of tangible fixed assets:		
- owned by the company	4,331	28,633
Auditors' remuneration	9,000	8,500
Auditors' remuneration - non-audit	18,960	3,411
Operating lease rentals:		
- other operating leases	17,291	158,357
Directors' emoluments	16,000	48,000

Included within directors' emoluments is £16,000 (2008 - £48,000) paid to MacKinnon Partners Limited, in respect of services provided by a director.

**THE DUNDEE FOOTBALL CLUB LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2009**

**3. STAFF COSTS**

Staff costs, including directors' remuneration, were as follows:

	2009 £	2008 £
Wages and salaries	1,517,504	1,180,655
Social security costs	128,694	104,139
	<u>1,646,198</u>	<u>1,284,794</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2009 No.	2008 No.
Full time players, staff & directors	41	51
Part time staff	45	35
	<u>86</u>	<u>86</u>

**4. DIRECTORS' REMUNERATION**

	2009 £	2008 £
Emoluments	<u>16,000</u>	<u>48,000</u>

**5. INTEREST PAYABLE**

	2009 £	2008 £
On bank loans and overdrafts	56	1,217
Other interest payable	1,782	626
	<u>1,838</u>	<u>1,843</u>

**THE DUNDEE FOOTBALL CLUB LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2009**

**6. INTANGIBLE FIXED ASSETS**

	Player registrations £
<b>Cost</b>	
At 1 August 2008	41,000
Additions	300,000
Disposals	(20,000)
	<u>321,000</u>
At 31 July 2009	
<b>Amortisation</b>	
At 1 August 2008	15,869
Charge for the year	30,612
On disposals	(20,000)
	<u>26,481</u>
At 31 July 2009	
<b>Net book value</b>	
At 31 July 2009	<u>294,519</u>
At 31 July 2008	<u>25,131</u>

**7. TANGIBLE FIXED ASSETS**

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
<b>Cost</b>				
At 1 August 2008	485,431	1,900	421,445	908,776
Additions	-	-	2,983	2,983
	<u>485,431</u>	<u>1,900</u>	<u>424,428</u>	<u>911,759</u>
At 31 July 2009				
<b>Depreciation</b>				
At 1 August 2008	485,431	475	414,576	900,482
Charge for the year	-	356	3,975	4,331
	<u>485,431</u>	<u>831</u>	<u>418,551</u>	<u>904,813</u>
At 31 July 2009				
<b>Net book value</b>				
At 31 July 2009	-	1,069	5,877	6,946
At 31 July 2008	-	1,425	6,869	8,294

# THE DUNDEE FOOTBALL CLUB LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2009

### 8. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
<b>Cost or valuation</b>	
At 1 August 2008	2
Disposals	(1)
At 31 July 2009	1
<b>Impairment</b>	
At 1 August 2008	-
Charge for the year	1
At 31 July 2009	1
<b>Net book value</b>	
At 31 July 2009	-
At 31 July 2008	2

The directors intend to formally wind up the subsidiary, Deelite Limited, and therefore this investment has been written off.

### 9. STOCKS

	2009 £	2008 £
Bar stock etc.	1,000	1,000

### 10. DEBTORS

	2009 £	2008 £
Trade debtors	137,271	127,113
Other debtors	-	75,000
Prepayments and accrued income	9,906	17,979
	147,177	220,092

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2009**

**11. CREDITORS:**  
**Amounts falling due within one year**

	2009 £	2008 £
Bank loans and overdrafts	-	637
Trade creditors	189,752	121,415
Social security and other taxes	131,486	150,037
Other creditors	586,264	420,381
Accruals and deferred income	39,773	52,429
	<u>947,275</u>	<u>744,899</u>

The bank overdraft is secured by a bond and floating charge for all monies due over the whole assets of the company.

**12. CREDITORS:**  
**Amounts falling due after more than one year**

	2009 £	2008 £
Other creditors	<u>429,999</u>	<u>150,000</u>

**13. SHARE CAPITAL**

	2009 £	2008 £
<b>Allotted, called up and fully paid</b>		
61,244,800 (2008 - 60,036,500) Ordinary shares of 1p each	<u>612,448</u>	<u>600,365</u>

During the year the company allotted a further 1,208,300 shares at 1p each.

**14. RESERVES**

	Share premium account £	Profit and loss account £
At 1 August 2008	1,384,921	(2,412,024)
Loss for the year		(286,330)
At 31 July 2009	<u>1,384,921</u>	<u>(2,698,354)</u>



# THE DUNDEE FOOTBALL CLUB LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2009

### 15. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' DEFICIT

	2009 £	2008 £
Opening shareholders' deficit	(426,738)	(10,157,445)
(Loss)/profit for the year	(286,330)	9,724,764
Shares issued during the year	12,083	5,943
	<hr/>	<hr/>
Closing shareholders' deficit	(700,985)	(426,738)
	<hr/>	<hr/>

### 16. RELATED PARTY TRANSACTIONS

During the prior year the company wrote off all loans owed to Dundee F.C. Holdings PLC amounting to £5,472,000, as part of a financial restructuring process. Dundee F.C. Holdings PLC has now been dissolved.

During the prior year Deelite Limited, a 100% subsidiary, wrote off £4,000,000 of the loan transferred from Dundee Football Club.

During the prior year the company transferred its land and buildings to Sandeman Properties Limited for £3,000,000, a 100% subsidiary. The net book value of the stadium was £2,639,563, resulting in a book gain on transfer of £360,437. The entitlements to government grants received were also transferred to Sandeman Properties as they related to the cost of the stadium for an amount of £1,120,871. This subsidiary was disposed of in the year.

The above transactions are disclosed within exceptional items in the prior year.

During the year Mr R Brannan, a director, loaned further funds to the company of £74,999 and at 31 July 2009 Mr Brannan was due £224,999 from the company (2008 - £150,000).

The directors have donated an additional amount of £582,587 to the club in the year.

### 17. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate parent company is DFC (2007) Limited. Financial statements for this company can be obtained from the registered office address.

The majority shareholding in the club is held by DFC (2007) Limited, a company controlled by the Chairman, Mr R Brannan. Mr C Melville, director, is providing significant ongoing funding at present and is, therefore, in a position to exert significant influence over the financial and operating policies of the club.

NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2009

18. NET CASH FLOW FROM OPERATING ACTIVITIES

	2009 £	2008 £
Operating loss	(285,593)	(84,178)
Exceptional items	-	9,832,437
Amortisation of intangible fixed assets	30,612	15,369
Depreciation of tangible fixed assets	4,331	29,108
Profit on disposal of tangible fixed assets	(123,491)	-
Decrease/(increase) in debtors	72,915	(97,663)
Increase in creditors	483,013	389,059
Decrease in amounts owed to group undertakings	-	(5,472,000)
<b>Net cash inflow from operations</b>	<b>181,787</b>	<b>4,612,132</b>

19. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2009 £	2008 £
<b>Returns on investments and servicing of finance</b>		
Interest received	1,101	2,995
Interest paid	(1,838)	(1,844)
<b>Net cash (outflow)/inflow from returns on investments and servicing of finance</b>	<b>(737)</b>	<b>1,151</b>
	2009 £	2008 £
<b>Capital expenditure and financial investment</b>		
Purchase of intangible fixed assets	(300,000)	(35,000)
Sale of intangible fixed assets	123,491	-
Purchase of tangible fixed assets	(2,983)	(1,900)
Sale of tangible fixed assets	-	3,735,787
Government grants received	-	(1,120,871)
<b>Net cash (outflow)/inflow from capital expenditure</b>	<b>(179,492)</b>	<b>2,578,016</b>
	2009 £	2008 £
<b>Acquisitions and disposals</b>		
Purchase of fixed asset investments	-	(2)
Sale of fixed asset investments	1	-
<b>Net cash inflow/(outflow) from acquisitions and disposals</b>	<b>1</b>	<b>(2)</b>

**THE DUNDEE FOOTBALL CLUB LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2009**

**19. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT (continued)**

	2009 £	2008 £
<b>Financing</b>		
Issue of ordinary shares	12,083	5,943
Repayment of loans	-	(6,300,000)
<b>Net cash inflow/(outflow) from financing</b>	<b>12,083</b>	<b>(6,294,057)</b>

**20. ANALYSIS OF CHANGES IN NET DEBT**

	1 August 2008 £	Cash flow £	Other non-cash changes £	31 July 2009 £
Cash at bank and in hand:	213,642	13,005	-	226,647
Bank overdraft	(637)	637	-	-
<b>Net funds</b>	<b>213,005</b>	<b>13,642</b>	<b>-</b>	<b>226,647</b>