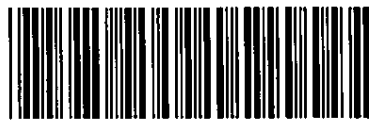


**WIGAN FOOTBALL CLUB LIMITED**  
**REPORT OF THE DIRECTOR AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 NOVEMBER 2007**

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**WIGAN FOOTBALL CLUB LIMITED**

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for the Year Ended 30 November 2007**

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**WIGAN FOOTBALL CLUB LIMITED**

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for the Year Ended 30 November 2007**

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**WIGAN FOOTBALL CLUB LIMITED**

**COMPANY INFORMATION**  
**for the Year Ended 30 November 2007**

<b>DIRECTOR</b>	I F Lenagan
<b>CHIEF EXECUTIVE:</b>	J P Lydon
<b>SECRETARY:</b>	P K Wright
<b>REGISTERED OFFICE</b>	JJB Stadium Loire Drive Robin Park Wigan Lancashire WN5 OUH
<b>REGISTERED NUMBER</b>	174692 (England and Wales)
<b>AUDITORS.</b>	Fairhurst Registered Auditors Chartered Accountants Douglas Bank House Wigan Lane Wigan WN1 2TB
<b>BANKERS:</b>	Barclays Bank PLC Victoria House 6 Market Street Wigan Lancashire WN1 1QS
<b>SOLICITORS:</b>	Platt & Fishwick The Old Bank King Street Wigan WN1 1DB



# WIGAN FOOTBALL CLUB LIMITED

## REPORT OF THE DIRECTOR for the Year Ended 30 November 2007

The director presents his report with the financial statements of the company for the year ended 30 November 2007

### PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a professional Rugby League football club

### REVIEW OF BUSINESS

The 1st team had an inconsistent season but thrillingly reached the play-off semi-final despite suffering a 4 point deduction for breach of salary cap rules in 2006

In the summer of 2007 Maurice Lindsay announced that he was to stand down as Chairman of the Club and negotiations commenced with parties interested in buying the 89% shareholding held by Whelco Holdings Limited Agreement was reached with Howper 622 Limited, a company owned and controlled by Ian Lenagan, a locally born businessman and Wigan Rugby League fan, to acquire an 89% stake in the company on 3 December 2007 A new Board and management team, headed by Chief Executive Joe Lydon, has been put in place from that date

There have been several new signings prior to the start of the new 2008 Super League season and the new management team, head coach and players are confident of a successful campaign, with the continuation of the policy of promoting talented youngsters to the first team squad

### RESULTS AND DIVIDENDS

The results for the year and financial position of the company are as shown in the annexed financial statements and include recommended transfers to and from reserves as follows

	£
Retained loss at 1 December 2006	(2,647,544)
Loss for the financial year after taxation	<u>(684,878)</u>
Accumulated deficit at 30 November 2007	<u>(3,332,422)</u>

No dividend can be paid (2006 - £Nil) due to current year and brought forward losses

### EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements

### DIRECTORS

I F Lenagan was appointed as a director after 30 November 2007 but prior to the date of this report

B T Ashcroft, P R Williams, M D Leatherbarrow, M P Lindsay and D Whelan ceased to be directors after 30 November 2007 but prior to the date of this report

The beneficial interests of the directors holding office at 30 November 2007 in the shares of the company, according to the register of directors' interests, were as follows

	30 11 07	1 12 06
<b>Ordinary shares of £1 each</b>		
M D Leatherbarrow	-	-
M P Lindsay	26	26
D Whelan	8	8
B T Ashcroft	-	-
P R Williams	34	34

These directors did not hold any non-beneficial interests in the shares of the company

The interests of D Whelan in the issued share capital of the parent company upto 3 December 2007, Whelco Holdings Limited, are disclosed in the financial statements of that company



## **WIGAN FOOTBALL CLUB LIMITED**

### **REPORT OF THE DIRECTOR for the Year Ended 30 November 2007**

#### **ULTIMATE HOLDING COMPANY**

The company was an 89% owned subsidiary of Whelco Holdings Limited, a company under the control and ownership of Mr D Whelan and his family. With effect from 3 December 2007, that company's 89% stake was sold for a consideration of £3.1 million to Howper 622 Limited, a company under the control of Mr I F Lenagan and his family.

The Club plays its first team matches at the JJB Stadium, which is owned by Wigan Football Company Limited, an 85% subsidiary of Whelco Holdings Limited.

#### **CHARITABLE CONTRIBUTIONS**

The Club actively participates in a number of charitable and community activities and contributes time and resources to local 'not for profit' organisations and charities.

#### **GOING CONCERN**

After making enquiries the director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. This includes the offer of continued financial support from the parent company up to 3 December 2007, Whelco Holdings Limited, and from 3 December 2007 Howper 622 Limited. For this reason the director continues to adopt the going concern basis in preparing the accounts.

#### **TANGIBLE FIXED ASSETS**

Details of movements in tangible fixed assets during the year are set out in note 7 of the financial statements.

#### **INTANGIBLE FIXED ASSETS**

In accordance with FRS-10 the company has capitalised fees payable on the transfer of player registrations, with an amortisation charge based on the length of player contracts (see note 6).

#### **STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 director is 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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 director is aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.





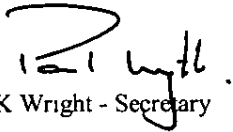
**WIGAN FOOTBALL CLUB LIMITED**

**REPORT OF THE DIRECTOR  
for the Year Ended 30 November 2007**

**AUDITORS**

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

**ON BEHALF OF THE BOARD.**



P K Wright - Secretary

Date 27/5/2008



## **REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF WIGAN FOOTBALL CLUB LIMITED**

We have audited the financial statements of Wigan Football Club Limited for the year ended 30 November 2007 on pages seven to seventeen. These financial statements have been prepared under 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 director and auditors**

The director's responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out on page three.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the Report of the Director is consistent with the financial statements.

In addition, we report to you if, in our opinion, 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 director's remuneration and other transactions is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Report of the Director and the Chairman's Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 director 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 and performed 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  
WIGAN FOOTBALL CLUB LIMITED**

**Opinion**

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 30 November 2007 and of its loss for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Report of the Director is consistent with the financial statements

Fairhurst  
Registered Auditors  
Chartered Accountants  
Douglas Bank House  
Wigan Lane  
Wigan  
WN1 2TB



Date 28/5/08

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**WIGAN FOOTBALL CLUB LIMITED**

**PROFIT AND LOSS ACCOUNT**  
for the Year Ended 30 November 2007

	Notes	2007 £	2006 £
<b>TURNOVER</b>		4,166,297	3,535,738
Cost of sales		<u>253,184</u>	<u>216,824</u>
<b>GROSS PROFIT</b>		3,913,113	3,318,914
Administrative expenses		<u>4,817,510</u>	<u>4,445,081</u>
		(904,397)	(1,126,167)
Other operating income		<u>322,930</u>	<u>204,428</u>
<b>OPERATING LOSS</b>	3	(581,467)	(921,739)
Loss on disposal of short leasehold property		<u>-</u>	<u>754,962</u>
		(581,467)	(1,676,701)
Interest payable and similar charges	4	<u>103,411</u>	<u>43,708</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(684,878)	(1,720,409)
Tax on loss on ordinary activities	5	<u>-</u>	<u>-</u>
<b>LOSS FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u>(684,878)</u>	<u>(1,720,409)</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 financial statements

**WIGAN FOOTBALL CLUB LIMITED**

**BALANCE SHEET**  
**30 November 2007**

	Notes	2007		2006	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	6		334,351		444,971
Tangible assets	7		902,922		750,012
Investments	8		<u>1</u>		<u>1</u>
			1,237,274		1,194,984
<b>CURRENT ASSETS</b>					
Stocks	9	22,981		39,681	
Debtors	10	190,942		299,704	
Cash at bank and in hand		<u>603,596</u>		<u>374,488</u>	
		817,519		713,873	
<b>CREDITORS</b>					
Amounts falling due within one year	11	<u>5,259,215</u>		<u>2,555,963</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(4,441,696)</u>		<u>(1,842,090)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			(3,204,422)		(647,106)
<b>CREDITORS</b>					
Amounts falling due after more than one year	12		<u>-</u>		<u>1,872,438</u>
<b>NET LIABILITIES</b>			<u>(3,204,422)</u>		<u>(2,519,544)</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	15		128,000		128,000
Profit and loss account	16		<u>(3,332,422)</u>		<u>(2,647,544)</u>
<b>SHAREHOLDERS' FUNDS</b>	21		<u>(3,204,422)</u>		<u>(2,519,544)</u>

The financial statements were approved by the director on

*27/6/2008*

and were signed by

Director

The notes form part of these financial statements





**WIGAN FOOTBALL CLUB LIMITED**

**CASH FLOW STATEMENT**  
for the Year Ended 30 November 2007

	Notes	2007 £	2006 £
<b>Net cash inflow/(outflow) from operating activities</b>	1	1,888,210	(91,071)
<b>Returns on investments and servicing of finance</b>	2	(103,411)	(43,708)
<b>Capital expenditure and financial investment</b>	2	<u>(259,681)</u>	<u>(567,323)</u>
<b>Increase/(Decrease) in cash in the period</b>		<u><u>1,525,118</u></u>	<u><u>(702,102)</u></u>

---

**Reconciliation of net cash flow  
to movement in net debt**

	3		
<b>Increase/(Decrease) in cash in the period</b>		<u>1,525,118</u>	<u>(702,102)</u>
<b>Change in net debt resulting from cash flows</b>		<u>1,525,118</u>	<u>(702,102)</u>
<b>Movement in net debt in the period</b>		1,525,118	(702,102)
<b>Net debt at 1 December</b>		<u>(921,522)</u>	<u>(219,420)</u>
<b>Net funds/(debt) at 30 November</b>		<u><u>603,596</u></u>	<u><u>(921,522)</u></u>

The notes form part of these financial statements

**WIGAN FOOTBALL CLUB LIMITED**

**NOTES TO THE CASH FLOW STATEMENT  
for the Year Ended 30 November 2007**

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

	2007 £	2006 £
Operating loss	(581,467)	(921,739)
Depreciation charges	214,041	198,387
Loss on disposal of fixed assets	3,350	44,667
Decrease/(Increase) in stocks	16,700	(12,530)
Decrease in debtors	108,762	32,886
Increase in creditors	<u>2,126,824</u>	<u>567,258</u>
<b>Net cash inflow/(outflow) from operating activities</b>	<u><b>1,888,210</b></u>	<u><b>(91,071)</b></u>

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

	2007 £	2006 £
<b>Returns on investments and servicing of finance</b>		
Interest paid	<u>(103,411)</u>	<u>(43,708)</u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<u><b>(103,411)</b></u>	<u><b>(43,708)</b></u>
 <b>Capital expenditure and financial investment</b>		
Purchase of intangible fixed assets	(20,700)	(465,000)
Purchase of tangible fixed assets	(235,631)	(102,322)
Purchase of fixed asset investments	-	(1)
Sale of tangible fixed assets	<u>(3,350)</u>	<u>-</u>
<b>Net cash outflow for capital expenditure and financial investment</b>	<u><b>(259,681)</b></u>	<u><b>(567,323)</b></u>

**3 ANALYSIS OF CHANGES IN NET DEBT**

	At 1/12/06 £	Cash flow £	At 30/11/07 £
Net cash			
Cash at bank and in hand	374,488	229,108	603,596
Bank overdraft	<u>(1,296,010)</u>	<u>1,296,010</u>	<u>-</u>
	<u>(921,522)</u>	<u>1,525,118</u>	<u>603,596</u>
 Total	<u><b>(921,522)</b></u>	<u><b>1,525,118</b></u>	<u><b>603,596</b></u>

The notes form part of these financial statements

# WIGAN FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 30 November 2007

### 1 ACCOUNTING POLICIES

#### **Basis of preparing the financial statements**

The director has considered the following matters and have concluded that it is appropriate to continue to prepare the financial statements on the going concern basis

The Board have received assurances of ongoing support from the company's parent company, Whelco Holdings Ltd upto 3 December 2007, and from that date, Hower 622 Limited, and on the basis of projections and current operating levels believe that adequate finance is in place to allow the company to continue to trade in the foreseeable future

#### **Accounting Convention**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards

#### **Turnover**

Turnover represents ticket sales, sponsorship, advertising and other related income, excluding VAT, from the supply of goods and services in the normal course of business, and arose wholly in the United Kingdom

#### **Player registrations**

Transfer fees for player registrations are capitalised as intangible fixed assets and are amortised on a straight line basis over the period of the respective players' contracts. Agents fees are expensed to the profit and loss account in the period to which they relate

Player registrations are assessed on an annual basis and impairment losses arising are charged to the profit and loss account in the period in which they arise. Any surpluses arising are not accounted for

Player signing on fees have been expensed to the profit and loss account as wages and salaries over the period to which they relate. The profit/(loss) on the disposal of a player registration is calculated after charging any signing on fees which become payable as a result of the disposal

#### **Tangible Fixed Assets**

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation of tangible fixed assets has been calculated so as to write off the cost or revalued amount of each asset over its estimated useful life as follows

Freehold property	- 2% per annum on straight line basis
Long leasehold buildings	- 2% per annum on straight line basis
Improvements to property	-10% per annum on straight line basis
Motor vehicles	-20% per annum on straight line basis
Fixtures, tools and equipment	-20% per annum on straight line basis

#### **Stocks**

Stocks are 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

#### **Repairs and renewals**

All expenditure is written off as incurred

#### **Operating leases**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred

#### **Fixed asset investments**

Fixed asset investments are stated at cost less provision for permanent diminution in value



# **WIGAN FOOTBALL CLUB LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS - continued** for the Year Ended 30 November 2007

### **2 STAFF COSTS**

	2007	2006
	£	£
Wages and Salaries	2,689,954	2,482,081
Social security costs	<u>237,277</u>	<u>208,944</u>
	<u>2,927,231</u>	<u>2,691,025</u>

Included in the above are contract termination payments of £191,800 to former players and coaches (2006 - £213,594)

Directors' remuneration, being fees and emoluments for services as director, included in the above, totalled -

2007	2006
£	£
<u>Nil</u>	<u>Nil</u>

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

	2007	2006
Playing and coaching staff	63	76
Administration	<u>17</u>	<u>16</u>
	<u>80</u>	<u>92</u>

### **3 OPERATING LOSS**

The operating loss is stated after charging/(crediting)

	2007	2006
	£	£
Depreciation - owned assets	82,721	90,525
Loss on disposal of fixed assets	3,350	-
Player registration fees amortisation	131,320	107,862
Appearance monies	-	25,000
Stadium management fees	191,347	204,461
Auditor's remuneration - audit fees	7,000	6,500
Transfer monies (received)/paid	(50,000)	18,222
Loss on transfer of players	<u>-</u>	<u>44,667</u>
Directors' emoluments	<u>-</u>	<u>-</u>

### **4 INTEREST PAYABLE AND SIMILAR CHARGES**

	2007	2006
	£	£
Bank interest	<u>103,411</u>	<u>43,708</u>

### **5 TAXATION**

No liability to UK corporation tax arose on ordinary activities for the year ended 30 November 2007 nor for the year ended 30 November 2006, due to brought forward and current year losses



**WIGAN FOOTBALL CLUB LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 30 November 2007

**6 INTANGIBLE FIXED ASSETS**

	Player registration fees £
<b>COST</b>	
At 1 December 2006	547,500
Additions	20,700
Disposals	<u>(35,000)</u>
At 30 November 2007	<u>533,200</u>
<b>AMORTISATION</b>	
At 1 December 2006	102,529
Amortisation for year	131,320
Eliminated on disposal	<u>(35,000)</u>
At 30 November 2007	<u>198,849</u>
<b>NET BOOK VALUE</b>	
At 30 November 2007	<u>334,351</u>
At 30 November 2006	<u>444,971</u>

**7 TANGIBLE FIXED ASSETS**

	Freehold property £	Long leasehold £	Improvements to property £
<b>COST</b>			
At 1 December 2006	525,576	56,746	14,061
Additions	<u>193,128</u>	-	-
At 30 November 2007	<u>718,704</u>	<u>56,746</u>	<u>14,061</u>
<b>DEPRECIATION</b>			
At 1 December 2006	12,453	14,190	1,538
Charge for year	<u>25,643</u>	<u>1,135</u>	<u>1,406</u>
At 30 November 2007	<u>38,096</u>	<u>15,325</u>	<u>2,944</u>
<b>NET BOOK VALUE</b>			
At 30 November 2007	<u>680,608</u>	<u>41,421</u>	<u>11,117</u>
At 30 November 2006	<u>513,123</u>	<u>42,556</u>	<u>12,523</u>





**WIGAN FOOTBALL CLUB LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 30 November 2007

**7 TANGIBLE FIXED ASSETS - continued**

	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 December 2006	276,799	52,210	925,392
Additions	42,503	-	235,631
Disposals	<u>(26,632)</u>	<u>(16,850)</u>	<u>(43,482)</u>
At 30 November 2007	<u>292,670</u>	<u>35,360</u>	<u>1,117,541</u>
<b>DEPRECIATION</b>			
At 1 December 2006	126,735	20,464	175,380
Charge for year	47,465	7,072	82,721
Eliminated on disposal	<u>(26,632)</u>	<u>(16,850)</u>	<u>(43,482)</u>
At 30 November 2007	<u>147,568</u>	<u>10,686</u>	<u>214,619</u>
<b>NET BOOK VALUE</b>			
At 30 November 2007	<u>145,102</u>	<u>24,674</u>	<u>902,922</u>
At 30 November 2006	<u>150,064</u>	<u>31,746</u>	<u>750,012</u>

**8 FIXED ASSET INVESTMENTS**

	Participating interests £
<b>COST</b>	
At 1 December 2006 and 30 November 2007	<u>1</u>
<b>NET BOOK VALUE</b>	
At 30 November 2007	<u>1</u>
At 30 November 2006	<u>1</u>

The company holds 1 £1 ordinary share in Super League (Europe) Limited which represents 8.5% of the issued share capital. The financial statements of Super League (Europe) Ltd for the year ending 31 December 2007 disclose that its activities are to act as agents of each participating club in the promotion of Rugby League football. The company receives a distribution each year from Super League (Europe) Limited based on the results of that company for the year, and that income is included within turnover.

**9 STOCKS**

	2007 £	2006 £
Souvenirs	<u>22,981</u>	<u>39,681</u>



**WIGAN FOOTBALL CLUB LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
for the Year Ended 30 November 2007**

**10 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2007	2006
	£	£
Trade debtors	49,569	45,609
Other debtors	6,641	13,628
Amounts owed by group undertakings	-	10,492
Accrued income	77,315	153,774
Prepayments	<u>57,417</u>	<u>76,201</u>
	<u>190,942</u>	<u>299,704</u>

**11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2007	2006
	£	£
Bank loans and overdrafts (see note 13)	-	1,296,010
Trade creditors	30,400	88,236
Social security and other taxes	242,180	176,463
Amounts owed to group undertakings	4,047,080	113,724
Amounts owed to related undertakings	-	5,486
Deferred income	764,913	725,191
Accrued expenses	<u>174,642</u>	<u>150,853</u>
	<u>5,259,215</u>	<u>2,555,963</u>

**12 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2007	2006
	£	£
Amounts owed to group undertakings	<u>-</u>	<u>1,872,438</u>

**13 LOANS**

An analysis of the maturity of loans is given below

	2007	2006
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	<u>-</u>	<u>1,296,010</u>

**14 SECURED DEBTS**

Until 3 December 2007 the parent company, Whelco Holdings Limited, had guaranteed unlimited cover over the company's bank overdraft facilities, subject to periodic reviews

A debenture was put in place on 4 December 2007 with Howper 622 Limited for future borrowings



# WIGAN FOOTBALL CLUB LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued for the Year Ended 30 November 2007

### 15 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value £1	2007 £ <u>128,000</u>	2006 £ <u>128,000</u>
128,000	Ordinary			

Allotted and issued Number	Class	Nominal value £1	2007 £ <u>128,000</u>	2006 £ <u>128,000</u>
128,000	Ordinary			

### 16 RESERVES

	Profit and loss account £
At 1 December 2006	(2,647,544)
Deficit for the year	<u>(684,878)</u>
At 30 November 2007	<u>(3,332,422)</u>

### 17 ULTIMATE PARENT COMPANY

The company was an 89% subsidiary of Whelco Holdings Limited, a company owned by the Whelan family, and registered in England and Wales upto 3 December 2007. With effect from 3 December 2007, that company's 89% stake was sold for a consideration of £3.1 million to Howper 622 Limited, a company under the control of Mr I F Lenagan and his family, and registered in England and Wales.

### 18 CONTINGENT LIABILITIES

The company has recently undergone an investigation by H M Revenue & Customs into the correct operation of PAYE/NI on certain payments and expenses made to/on behalf of employees. No assessments have been raised to date, nor has there been any timetable set for a determination of the investigation, which may take several months and also be open to appeal. Based upon advice received and information currently available the director believes that no provision is required in these accounts.

### 19 OTHER FINANCIAL COMMITMENTS

The company is committed to pay the following contractual obligations, relating to players and coaches contracts within the next year:

	2007 £	2006 £
Expiring		
Within one year	701,547	376,499
Between one to five years	<u>826,000</u>	<u>1,242,000</u>
	<u>1,527,547</u>	<u>1,618,499</u>

The Club has a 25 year renewable licence to use the JJB Stadium, owned by Wigan Football Company Limited, at rates determined by match revenues. In November 2007, the Club and Wigan Football Company Ltd also negotiated an option to grant a further 25 year licence after the current term has ceased.



**WIGAN FOOTBALL CLUB LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 30 November 2007**

**20 POST BALANCE SHEET EVENTS**

On 3 December 2007, Whelco Holdings Limited's 89% shareholding was sold to Howper 622 Limited, a company owned by Mr I F Lenagan, for £3.1 million

**21 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2007 £	2006 £
Loss for the financial year	<u>(684,878)</u>	<u>(1,720,409)</u>
<b>Net reduction of shareholders' funds</b>	<b>(684,878)</b>	<b>(1,720,409)</b>
Opening shareholders' funds	<u>(2,519,544)</u>	<u>(799,135)</u>
<b>Closing shareholders' funds</b>	<b><u>(3,204,422)</u></b>	<b><u>(2,519,544)</u></b>



