

Registered number: 00028301

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE 10 MONTHS ENDED 31 OCTOBER 2009

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THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

COMPANY INFORMATION

Directors	P Caddick P G Hirst G Hetherington C J Ross S Callingham R B Oates J H Walton
Company secretary	P G Hirst
Company number	00028301
Registered office	Headingley St Michaels Lane Leeds Yorkshire LS6 3BR
Auditors	PKF (UK) LLP Pannell House 6 Queen Street Leeds LS1 2TW
Bankers	Co-operative Bank plc Pennine House Russell Street Park Row Leeds LS1 5RN

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

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THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

DIRECTORS' REPORT FOR THE 10 MONTHS ENDED 31 OCTOBER 2009

The directors present their report and the financial statements for the 10 months ended 31 October 2009

Principal activities

The principal activity of the company during the year was the staging of professional Rugby League Football

Business review

The company has changed its year end to 31st October to align the operating year with the Super League season. This review therefore covers a 10 month accounting period.

As reported last year Rhinos became '3 in a row' champions by again beating St Helens in the Grand Final in October. This was a tremendous achievement and is unlikely to be surpassed for many years to come. In a hard fought World Club Challenge against Melbourne Storm in February we came out losers 10-18. We hear that Melbourne have subsequently been stripped of all their titles because of breaches of the salary cap regulations.

On the operational front despite the economic downturn the profit for the period exceeded budget which was as the result of some revenue centres exceeding budget together with cost centre savings contributing also. Season ticket sales materially exceeded our expectations but on the adverse side catering and 'non-sport income' eg conferencing suffered together with retail sales which although showing an increase in turnover was slightly down on forecast.

YCCC have bought out the option which gave the company the right to repurchase the freehold of the ground that could have been exercised at any time between 31 December 2020 and 30 September 2021. This resulted in a significant capital gain together with interest received. These funds after accounting for the tax liability will enable other capital expenditure projects to be considered in the future.

Although the economic and political future generally remains uncertain it is felt that we are probably through the nadir and the company will continue to perform well and we look forward to the future with confidence.

Results and dividends

The profit for the 10 months, after taxation, amounted to £2,998,667 (2008 - £760,610)

The directors recommend a preference dividend of £5,005 which has been accrued.

Directors

The directors who served during the 10 months were

P Caddick
P G Hirst
G Hetherington
C J Ross
S Callingham
R B Oates
J H Walton

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**DIRECTORS' REPORT
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

Financial Instruments

The company does not actively use financial instruments as part of its financial risk management. It is exposed to the usual credit risk and cash flow risk associated with selling on credit and manages this through credit control procedures. The nature of its financial instruments means that they are not subject to price risk or liquidity risk.

Employee involvement and employment of disabled persons

Monthly meetings are held with employee representatives to discuss sales, financial position and prospects. Opportunity is given at these meetings for senior executives to be questioned about matters which concern employees.


The company has continued the policy regarding the employment of disabled persons. Full and fair consideration is given to applications for employment made by disabled persons having regard to their particular aptitudes and abilities.

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.

This report was approved by the board on 16 June 2010 and signed on its behalf

 16 6 2010

P G Hirst
Secretary

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

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,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements and other information included in annual reports may differ from legislation in other jurisdictions.

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

We have audited the financial statements of Leeds Cricket, Football and Athletic Company Limited for the period ended 31 October 2009 which comprise the profit and loss account, the note of historical cost profits and losses, the balance sheet, the cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 October 2009 and of its profit for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

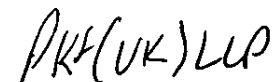
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



Robert McNaughton (Senior statutory auditor)
for and on behalf of PKF (UK) LLP, Statutory auditors
Leeds, UK
25 June 2010

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

	Note	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
TURNOVER	1,2	10,483,996	10,599,073
Change in stocks of finished goods and work in progress		73,273	229,222
Other operating income	3	449,367	536,550
Other external charges		(5,274,995)	(5,714,768)
Staff costs		(4,556,584)	(5,438,532)
Depreciation and amortisation		(454,186)	(536,490)
OPERATING PROFIT/(LOSS)	4	720,871	(324,945)
EXCEPTIONAL ITEMS			
Net profit on sale of fixed assets	10	2,855,000	1,466,331
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		3,575,871	1,141,386
Interest receivable	7	673,774	499,971
Interest payable	9	(6,579)	(382,974)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		4,243,066	1,258,383
Tax on profit on ordinary activities	11	(1,244,399)	(497,773)
PROFIT FOR THE FINANCIAL PERIOD	21	2,998,667	760,610

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 9 to 22 form part of these financial statements

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4,243,066	1,258,383
Difference between a historical cost depreciation charge and the actual depreciation charge for the 10 months calculated on the revalued amount	41,585	49,902
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4,284,651	1,308,285
HISTORICAL PROFIT FOR THE 10 MONTHS AFTER TAXATION	3,040,252	810,512

The notes on pages 9 to 22 form part of these financial statements

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED
REGISTERED NUMBER. 00028301

BALANCE SHEET
AS AT 31 OCTOBER 2009

	Note	£	31 October 2009 £	31 December 2008 £
FIXED ASSETS				
Intangible fixed assets	12		33,276	11,041
Tangible fixed assets	13		13,514,599	13,844,485
Fixed asset investments	14		1	1
			<u>13,547,876</u>	<u>13,855,527</u>
CURRENT ASSETS				
Stocks	15	409,432		336,159
Debtors	16	1,754,826		2,581,511
Cash at bank and in hand		3,723,013		1,111,638
		<u>5,887,271</u>		<u>4,029,308</u>
CREDITORS amounts falling due within one year	17	(3,286,795)		(4,803,964)
NET CURRENT ASSETS/(LIABILITIES)			<u>2,600,476</u>	<u>(774,656)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>16,148,352</u>	<u>13,080,871</u>
PROVISIONS FOR LIABILITIES				
Deferred tax	18	(305,698)		(204,745)
Deferred income	19	(759,124)		(786,258)
			<u>(1,064,822)</u>	<u>(991,003)</u>
NET ASSETS			<u>15,083,530</u>	<u>12,089,868</u>
CAPITAL AND RESERVES				
Called up share capital	20		244,192	244,192
Share premium account	21		9	9
Revaluation reserve	21		2,161,311	2,202,896
Profit and loss account	21		12,678,018	9,642,771
SHAREHOLDERS' FUNDS	22		<u>15,083,530</u>	<u>12,089,868</u>

Shareholders' funds include non-equity interests

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 16 June 2010

P G Hirst 16 6 2010
P G Hirst
Director

The notes on pages 9 to 22 form part of these financial statements

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**CASH FLOW STATEMENT
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

	Note	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Net cash flow from operating activities	29	(586,595)	5,409,878
Returns on investments and servicing of finance	30	667,195	114,920
Taxation		(277,690)	(194,378)
Capital expenditure and financial investment	30	2,708,465	790,277
CASH INFLOW BEFORE FINANCING		2,511,375	6,120,697
Financing	30	100,000	(6,500,000)
INCREASE/(DECREASE) IN CASH IN THE 10 MONTHS		2,611,375	(379,303)

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Increase/(Decrease) in cash in the 10 months	2,611,375	(379,303)
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(100,000)	6,500,000
MOVEMENT IN NET DEBT IN THE 10 MONTHS	2,511,375	6,120,697
Net funds/(debt) at 1 January 2009	1,111,638	(5,009,059)
NET FUNDS AT 31 OCTOBER 2009	3,623,013	1,111,638

The notes on pages 9 to 22 form part of these financial statements

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE 10 MONTHS ENDED 31 OCTOBER 2009

1 ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of land and buildings and in accordance with applicable accounting standards

1.2 Turnover

The company takes credit for all revenue, including advertising revenue, according to the following

i) Football

All revenues from matches and advertising are included in these accounts for the 10 month period ended 31 October 2009

ii) Lottery

All revenue from lotteries is shown net of related expenses. Lottery income is accounted for on a received basis in the year

1.3 Other operating income

Income for rents and service charges are recognised on a receivable basis for the year

1.4 Intangible fixed assets and amortisation

The cost of purchased players' registrations are capitalised and amortised over the period of the respective players' contracts

Profits or losses on the sale of players represent the transfer fee receivable, net of any transaction costs, less unamortised cost of the players' original registration

Where the transfer contract specifies that additional fees are due, contingent on a player achieving a specified number of appearances for his new club, or some other contingent event set out in the transfer contract, these additional amounts are accounted for in the year they fall due

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost or valuation of those assets, less their estimated residual value, over their expected useful lives on the following bases

Freehold property	-	50 years straight line
Floodlights	-	30 years straight line
Computer equipment	-	3 years straight line
Other tangible fixed assets	-	5 years straight line

1.6 Revaluation of tangible fixed assets

As permitted by the transitional provisions of FRS 15 Tangible Fixed Assets the company has elected not to adopt a policy of revaluation of tangible fixed assets. The company will retain the book value of land and buildings, previously revalued at 31 December 1997 and will not update that valuation

1.7 Investments

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

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

1. ACCOUNTING POLICIES (continued)

1.8 Operating leases

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

1.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost is the suppliers' invoice value. Net realisable value is based on estimated selling price allowing for all further costs of disposal.

1.10 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.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

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.

1.11 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the 10 months.

1.12 Ground improvements

Ground improvements are either charged to the profit and loss account or, if of structural significance, capitalised and written off on a straight line basis.

1.13 Grants

Grants received in relation to capital expenditure are credited to a deferred income account and amortised over the useful economic life of the assets concerned.

Grants towards revenue expenditure are credited to the profit and loss account as the related expenditure is incurred.

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE 10 MONTHS ENDED 31 OCTOBER 2009

1. ACCOUNTING POLICIES (continued)

1.14 Employee Benefit Trusts (EBTs)

The company has established trusts for the benefit of employees and certain of their dependants. Monies held in these trusts are held by independent trustees and are managed at their discretion. Where the company retains future economic benefit from, and has de facto control of the assets and liabilities of the trust, they are accounted for as assets and liabilities of the company until the earlier of the date that an allocation of trust funds to employees in respect of past services is declared and the date that assets of the trust vest in identified individuals. Where monies held in trust are determined by the company on the basis of employees' past services to the business and the company can obtain no future economic benefit from those monies, such monies, whether in the trust or accrued for by the company are charged to the profit and loss account in the period to which they relate.

2. TURNOVER

The whole of the turnover is attributable to the staging of professional Rugby League Football and other related commercial activities.

All turnover arose within the United Kingdom.

3. OTHER OPERATING INCOME

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Amortisation of grant creditor	27,134	32,561
Net rents receivable	267,304	321,999
Service charge receivable	154,929	181,990
	<u>449,367</u>	<u>536,550</u>

4. OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Amortisation - intangible fixed assets	7,765	33,823
Depreciation of tangible fixed assets		
- owned by the company	444,496	502,667
Operating lease rentals		
- plant and machinery	48,165	55,461
	<u>48,165</u>	<u>55,461</u>

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

5. STAFF COSTS

Staff costs, including directors' remuneration, were as follows

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Wages and salaries	4,190,693	4,975,144
Social security costs	319,509	404,071
Other pension costs	46,381	59,317
	<u>4,556,583</u>	<u>5,438,532</u>

The average monthly number of employees, including the directors, during the 10 months was as follows

	10 months ended 31 October 2009 No.	Year ended 31 December 2008 No
Administration	91	90
Rugby club	8	8
Players	68	62
Matchday	213	229
	<u>380</u>	<u>389</u>

Included in wages and salaries are contributions to Employee Benefit Trusts of £117,497 (2008 - £188,164)

6 DIRECTORS' REMUNERATION

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Emoluments	<u>233,030</u>	<u>290,248</u>
Company pension contributions to money purchase pension schemes	<u>8,138</u>	<u>9,765</u>

During the 10 months retirement benefits were accruing to 3 directors (2008 - 3) in respect of money purchase pension schemes

The highest paid director received remuneration of £122,424 (2008 - £136,690)

The value of the company's contributions paid to a money purchase pension scheme in respect of the highest paid director amounted to £5,000 (2008 - £6,000)

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

7. INTEREST RECEIVABLE

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Interest receivable from group companies	-	332,022
Other interest receivable	673,774	167,949
	<u>673,774</u>	<u>499,971</u>

8. AUDITORS' REMUNERATION

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Fees payable to the company's auditor for the audit of the company's annual accounts	14,560	14,000
Fees payable to the company's auditor and its associates in respect of		
Other services relating to taxation	33,100	5,650
All other services	15,600	8,565
	<u>14,560</u>	<u>28,115</u>

9. INTEREST PAYABLE

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
On bank loans and overdrafts	3,579	4,452
On other loans	-	332,022
On loans from group undertakings	3,000	46,500
	<u>6,579</u>	<u>382,974</u>

10. EXCEPTIONAL ITEMS

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Profit on disposal of fixed assets	2,855,000	1,466,331
	<u>2,855,000</u>	<u>1,466,331</u>

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

11. TAXATION

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Analysis of tax charge in the 10 months/year		
Current tax (see note below)		
UK corporation tax charge on profit for the 10 months/year	1,264,206	458,959
Adjustments in respect of prior periods	(120,760)	-
Total current tax	1,143,446	458,959
Deferred tax (see note 18)		
Origination and reversal of timing differences	100,953	38,814
Tax on profit on ordinary activities	1,244,399	497,773

Factors affecting tax charge for the 10 months/year

The tax assessed for the 10 months/year is higher than (2008 - higher than) the standard rate of corporation tax in the UK (28%) The differences are explained below

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Profit on ordinary activities before tax	4,243,066	1,258,383
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2008 - 28%)	1,188,058	352,347
Effects of.		
Expenses not deductible for tax purposes	41,982	67,006
Depreciation and capital allowances	41,762	46,229
Utilisation of tax losses brought forward	-	(5,515)
Tax rate differences	2	8,009
Adjustments to tax charge in respect of prior periods	(120,760)	-
Grant amortisation	(7,598)	(9,117)
Current tax charge for the 10 months/year (see note above)	1,143,446	458,959

Factors that may affect future tax charges

The capital gain on the disposal of the cricket ground freehold in 2005 was rolled over into the cost of the East Stand The potential tax charge deferred is in the region of £190,000

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

12 INTANGIBLE FIXED ASSETS

	Player registrations £
Cost	
At 1 January 2009	282,500
Additions	30,000
Disposals	(120,000)
At 31 October 2009	<u>192,500</u>
Amortisation	
At 1 January 2009	271,459
Charge for the period	7,765
On disposals	(120,000)
At 31 October 2009	<u>159,224</u>
Net book value	
At 31 October 2009	<u><u>33,276</u></u>
At 31 December 2008	<u><u>11,041</u></u>

The cost of player registrations are historic cost amounts for purchased players only. Accordingly the net book amount of player registrations will not reflect, nor is it intended to, the current market value of these players nor does it take any account of players developed through the company's youth system.

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

13. TANGIBLE FIXED ASSETS

	Land and buildings £	Floodlights £	Plant & machinery etc £	Total £
Cost or valuation				
At 1 January 2009	15,054,778	126,569	2,268,833	17,450,180
Additions	11,686	-	104,849	116,535
Disposals	-	-	(5,006)	(5,006)
At 31 October 2009	15,066,464	126,569	2,368,676	17,561,709
Depreciation				
At 1 January 2009	1,842,789	80,976	1,681,930	3,605,695
Charge for the 10 months	255,680	3,516	185,300	444,496
On disposals	-	-	(3,081)	(3,081)
At 31 October 2009	2,098,469	84,492	1,864,149	4,047,110
Net book value				
At 31 October 2009	12,967,995	42,077	504,527	13,514,599
At 31 December 2008	13,211,989	45,593	586,903	13,844,485

Included in land and buildings is freehold land at valuation of £182,500 (2008 - £182,500), (cost £Nil (2008 - £Nil)) which is not depreciated

Cost or valuation at 31 October 2009 is as follows

	Land and buildings £
At cost	9,716,051
At valuation:	
31 December 1997	5,350,413
	15,066,464

The land and buildings were revalued at 31 December 1997 by Weatherall, Green and Smith, chartered surveyors, on the basis of depreciated replacement cost. The company's policy is to retain that valuation and show subsequent additions at cost.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows

	31 October 2009 £	31 December 2008 £
Cost	13,018,555	13,006,869
Accumulated depreciation	(2,211,871)	(1,997,776)
Net book value	10,806,684	11,009,093

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

14. FIXED ASSET INVESTMENTS

	Unlisted investments £
Cost or valuation	
At 1 January 2009 and 31 October 2009	1
<hr/>	
The investment relates to £1 invested in Super League Europe	

15. STOCKS

	31 October 2009 £	31 December 2008 £
Goods for resale	409,432	336,159
	<hr/>	<hr/>

16. DEBTORS

	31 October 2009 £	31 December 2008 £
Due after more than one year		
Trade debtors	150,000	350,000
Due within one year		
Trade debtors	633,915	1,356,980
Amounts owed by group undertakings	399,079	-
Other debtors	138,335	269,437
Prepayments and accrued income	433,497	605,094
	<hr/>	<hr/>
	1,754,826	2,581,511
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17. CREDITORS.

Amounts falling due within one year

	31 October 2009 £	31 December 2008 £
Other loans	100,000	-
Trade creditors	420,288	858,994
Amounts owed to group undertakings	674,956	550,480
Corporation tax	561,805	297,389
Social security and other taxes	370,341	334,825
Proposed dividends	15,015	10,010
Other creditors	28,193	47,242
Accruals and deferred income	1,116,197	2,705,024
	<hr/>	<hr/>
	3,286,795	4,803,964
	<hr/>	<hr/>

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

18. DEFERRED TAXATION

	31 October 2009 £	31 December 2008 £
At beginning of 10 months/year	204,745	165,931
Charge for 10 months/year	100,953	38,814
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At end of 10 months/year	305,698	204,745
	<hr/>	<hr/>

The provision for deferred taxation is made up as follows

	31 October 2009 £	31 December 2008 £
Accelerated capital allowances	308,498	204,745
Short term timing differences	(2,800)	-
	<hr/>	<hr/>
	305,698	204,745
	<hr/>	<hr/>

19 PROVISIONS

	Grants £
At 1 January 2009	786,258
Amounts used	(27,134)
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At 31 October 2009	759,124
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Grants

The deferred grant income relates to grants received towards the cost of improvements to the freehold land and buildings

20. SHARE CAPITAL

	31 October 2009 £	31 December 2008 £
Allotted, called up and fully paid		
125,029 Ordinary shares of £1 each	125,029	125,029
119,163 Preference shares of £1 each	119,163	119,163
	<hr/>	<hr/>
	244,192	244,192
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The preference shares confer the right to a fixed cumulative dividend of 4 2% per annum

On a winding up of the company, the assets of the company available for distribution amongst the members are to be applied to repay the capital upon the preference shares together with any arrears of dividend in priority to payment to any other class of shares

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
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21 RESERVES

	Share premium account £	Revaluation reserve £	Profit and loss account £
At 1 January 2009	9	2,202,896	9,642,771
Profit for the 10 months	-	-	2,998,667
Dividends	-	-	(5,005)
Transfer between Revaluation reserve and P/L account	-	(41,585)	41,585
At 31 October 2009	<u>9</u>	<u>2,161,311</u>	<u>12,678,018</u>

22 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	31 October 2009 £	31 December 2008 £
Opening shareholders' funds	12,089,868	11,334,263
Profit for the 10 months/year	2,998,667	760,610
Dividends (Note 23)	(5,005)	(5,005)
Closing shareholders' funds	<u>15,083,530</u>	<u>12,089,868</u>

23 DIVIDENDS

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Dividends accrued on preference shares	<u>5,005</u>	<u>5,005</u>

24 CONTINGENT LIABILITIES

HMRC have an ongoing investigation into Rugby Football League and the effect of image rights and EBT payments on players' remuneration packages. The company is affected by this investigation. Should the investigation be decided against the company, it may be liable to additional PAYE and National Insurance liabilities. No provision has been included in the accounts as the outcome of the investigation is uncertain.

25. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £46,381 (2008 - £59,317). Contributions totalling £nil (2008 - £nil) were payable to the fund at the balance sheet date.

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE 10 MONTHS ENDED 31 OCTOBER 2009

26. OPERATING LEASE COMMITMENTS

At 31 October 2009 the company had annual commitments under non-cancellable operating leases as follows

	31 October 2009 £	31 December 2008 £
Expiry date		
Within 1 year	1,960	12,744
Between 2 and 5 years	-	9,548

27. RELATED PARTY TRANSACTIONS

During the period under review, the company purchased £55,498 (2008 - £62,031) of legal and professional advice and received sponsorship of £157,830 (2008 - £177,123) from Cobbetts Solicitors a business in which Mr C Ross, a director of the company, is a partner. As at 31 December 2008, the amount owed to Cobbetts Solicitors was £2,214 (2008 - £7,490)

During the period, Leeds Cricket, Football & Athletic Company Limited recharged costs of £74,203 (2008 - £90,075) to Leeds Rugby Foundation, a charity. Mr P G Hirst and Mr G Hetherington, directors of the company, are also trustees of this charity. The balance owed by Leeds Rugby Foundation at the period end was £4,414 (2008 - £2,499)

The company provides stadium facilities to Leeds Rugby Union Football Club Limited, a fellow subsidiary of Caddick Group plc. The revenue recognised in the period in respect of this amounted to £316,000 (2008 - £366,000). Additionally, during the period the company was charged £200,000 (2008 - £200,000) in respect of services provided by Leeds Rugby Union Football Club Limited. The balance owed by Leeds Rugby Union Football Club Limited at the period end was £399,079 (2008 - £186,313)

During the period, G Hetherington, a director, was loaned £28,750 which is still outstanding at the period end

During the period the company repaid a loan brought forward of £300,000 from Leeds Rugby Limited, the immediate parent company

During the period the company had the following transactions with Caddick Group plc, the ultimate parent company

- Recharge of costs incurred by Caddick Group plc on behalf of the company - £16,452 (2008 - £17,505)
- Sales to Caddick Group plc - £38,200 (2008 - £57,400)
- Management charge from Caddick Group plc - £250,000 (2008 - £Nil)
- Purchases from Caddick Group plc - £55,000 (2008 - £Nil)
- Charges from Caddick Group plc for group relief utilised - £465,478 (2008 - £135,862)
- Period end balance owed to Caddick Group plc - £674,956 (2008 - £250,480)

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

28. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is controlled by Leeds Rugby Limited

The parent of the largest and smallest group for which consolidated accounts are prepared is Caddick Group Plc Consolidated accounts are available from Companies House, Cardiff, CF14 3UZ

In the opinion of the directors this is the company's ultimate parent company

The ultimate controlling party of Caddick Group Plc is Mr P Caddick

29 NET CASH FLOW FROM OPERATING ACTIVITIES

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Operating profit/(loss)	720,871	(324,945)
Amortisation of intangible fixed assets	7,765	33,823
Depreciation of tangible fixed assets	444,496	502,667
Loss on disposal of tangible fixed assets	1,925	-
Loss on disposal of intangible fixed assets	-	31,517
Increase in stocks	(73,273)	(229,223)
Decrease in debtors	826,685	5,790,900
Decrease in creditors	(2,487,930)	(362,300)
Decrease in provisions	(27,134)	(32,561)
Net cash (outflow)/inflow from operations	(586,595)	5,409,878

30 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Returns on Investments and servicing of finance		
Non-equity dividends paid	-	(2,077)
Interest received	673,774	499,971
Interest paid	(6,579)	(382,974)
Net cash inflow from returns on investments and servicing of finance	667,195	114,920

THE LEEDS CRICKET, FOOTBALL & ATHLETIC COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 10 MONTHS ENDED 31 OCTOBER 2009**

30 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT (continued)

	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(30,000)	(12,000)
Purchase of tangible fixed assets	(116,535)	(197,723)
Sale of tangible fixed assets	2,855,000	1,000,000
Net cash inflow from capital expenditure	<u>2,708,465</u>	<u>790,277</u>
	10 months ended 31 October 2009 £	Year ended 31 December 2008 £
Financing		
Repayment of loans	-	(6,500,000)
Other new loans	100,000	-
Net cash inflow/(outflow) from financing	<u>100,000</u>	<u>(6,500,000)</u>

31. ANALYSIS OF CHANGES IN NET DEBT

	1 January 2009 £	Cash flow £	Other non-cash changes £	31 October 2009 £
Cash at bank and in hand	1,111,638	2,611,375	-	3,723,013
Debt.				
Debts due within one year	-	(100,000)	-	(100,000)
Net funds	<u>1,111,638</u>	<u>2,511,375</u>	<u>-</u>	<u>3,623,013</u>