

ANNUAL

REPORT '09

for the year ended 30 June 2009



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for the year ended 30 June 2009

Directors and Advisers

CHAIRMAN

Stewart Milne (non-executive)

MANAGING DIRECTOR

Duncan G Fraser

DIRECTOR OF FOOTBALL

William F Miller

DIRECTORS

Gordon A Buchan (non-executive)

Martin J Gilbert (non-executive)

Hugh W M Little (non-executive)

Christopher J Gavin (non-executive)

Kenneth A Matheson (non-executive)

SECRETARY

E David Johnston

REGISTERED OFFICE

Pittodrie Stadium

Aberdeen

AB24 5QH

BANKERS

Bank of Scotland

Queens Cross Branch

39 Albyn Place

Aberdeen

AB10 1YN

INDEPENDENT AUDITORS

Deloitte LLP

Chartered Accountants

2 Queen's Terrace

Aberdeen

AB10 1XL

SOLICITORS

Paull & Williamsons

Union Plaza

1 Union Wynd

Aberdeen

AB10 1DQ

NOMINATED STOCKBROKER

Brewin Dolphin

Blenheim House

Fountainhall Road

Aberdeen

AB15 4DT

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Shareholder Information

The Company has one class of share capital, Ordinary Shares; all Ordinary Shares have identical voting and other rights. At 30 September 2009 the Company had some 2924 (2008 - 2925) shareholders whose holdings can be categorised as follows:-

| Size of Shareholding | No. Of Shareholders | No. Of Shares 000's |
|----------------------|---------------------|---------------------|
| 20000 shares or over | 19 | 4519 |
| 10000 - 19999 share | 13 | 169 |
| 1000 – 9999 shares | 214 | 547 |
| Under 1000 shares | 2678 | 608 |
| | <u>2924</u> | <u>5843</u> |

SHARE MARKETING ARRANGEMENTS

The Company has entered into an arrangement with Brewin Dolphin, Stockbrokers, Blenheim House, Fountainhall Road, Aberdeen, AB15 4DT telephone 0845 213 1110, who are regulated by the Financial Services Authority, to act as nominated stockbrokers to the Company, to operate a matched bargain service designed to bring buyers and sellers of shares together.

Any shareholder wanting further information on their shares should contact David Johnston at Pittodrie Stadium on 01224 650400.

THE PERIOD COVERED IN THIS REPORT HAS BEEN CHALLENGING BOTH FROM THE CLUB'S PERSPECTIVE AND AS A RESULT OF THE OVERALL HEALTH OF THE DOMESTIC GAME HERE IN SCOTLAND.

THE VICTORY OVER HIBERNIAN ON THE LAST DAY OF THE SEASON MEANT THAT OUR LATE BURST OF FORM SECURED FOURTH PLACE IN THE LEAGUE, BUT AN EARLY EXIT TO KILMARNOCK IN THE CO-OPERATIVE INSURANCE CUP WAS FOLLOWED BY A DAMAGING EXIT AT THE HANDS OF DUNFERMLINE IN THE SCOTTISH CUP QUARTER FINAL.

Taking all factors into account it was felt that, after five years under the previous management team, a change was needed. These situations are never easy, but we feel that we have in Mark McGhee and Scott Leitch, a management team that can take the Club forward.

In May 2009 Aberdeen City Council overwhelmingly approved Loirston Loch as the preferred site for the proposed new stadium. The Club has now taken the lead on the project with Gardiner & Theobald heading our external team which includes the Miller Partnership as architects, an organisation with an excellent reputation in designing football stadiums in recent times. We have also been able to utilise the services of Paul Fletcher whose experience in delivering stadiums over the last fifteen years is unequalled in England.

This project has the potential to deliver a top class facility that will provide enormous benefits to the whole region as well as the Club, and it represents the most ambitious new-build stadium in Scotland in many years.

The Board recognises that the stadium project has to run in parallel with the ongoing need to deliver a successful team on the park within a budget that is realistic in the present economic conditions, a challenge both Duncan Fraser and Willie Miller understand and acknowledge. The investment in youth development in recent years is beginning to pay dividends and it is encouraging to see that in a season of mixed performance, the Club was able substantially to deliver on the key financial objectives set in June 2008.

In summary, substantial progress has been achieved on all fronts over the last few years. However, with the stadium project added to the mix, a great deal of work remains to be undertaken. The Board is extremely grateful to all the dedicated members of staff who have demonstrated a commitment to succeed in these difficult times.

Stewart Milne
Chairman



WHILE THERE IS NO DOUBT WHATSOEVER THAT QUALIFICATION FOR EUROPE ON THE FINAL DAY OF LAST SEASON REPRESENTED A DEGREE OF SUCCESS, THE THIRD DOMESTIC CUP LOSS TO A TEAM FROM A LOWER DIVISION, IN AS MANY SEASONS, WAS A HARD ONE TO ACCEPT FOR EVERYONE AT PITTODRIE.

This was one of the factors that resulted at the end of the season in the parting of the ways between the Club and the football management team of Jimmy Calderwood, Jimmy Nicholl and Sandy Clark.

Once again, I would like to record my appreciation of the work Jimmy, Jimmy and Sandy undertook here at Pittodrie and for the significant contribution made during their five year tenure. They arrived in 2004 when Aberdeen Football Club was going through a difficult period and quickly stabilised the football operation before leading the Club back into Europe with that memorable UEFA Cup run of two seasons ago.

However, five years is a long time in football and the decision was taken to move forward in another direction with the appointment of Mark McGhee and Scott Leitch in June. As with any change in manager, the new team will require time to adjust to their new environment although we have already seen the emergence of several more of our promising youngsters, a trend that I believe will definitely continue in the years ahead.

Throughout his managerial career, Mark has given teenagers, such as Robbie Keane and Emile Heskey, their first taste of top team football, and it was perhaps fitting therefore that at Hamilton earlier this season, Fraser Fyvie became the youngest player ever to play for Aberdeen at the age of 16 years 5 months.

The policy of nurturing our own players remains pivotal in almost everything we do and I know from speaking to supporters that the vast majority like nothing better than to see a youngster who has made his way through the ranks finally make the breakthrough into the first team. In addition to Fraser, Jonathan Crawford, Hallur Hansson, Mitch Megginson, Stirling Smith and Scott Ross have all been involved with the first team this season while the likes of Michael Paton, Chris Maguire, Peter Pawlett and Sammy Stewart have continued to build on the progress made last year.

It is absolutely vital we maintain that conveyor belt approach and with centres throughout Scotland, a youth scouting system that extends beyond this country, including both sides of the border in Ireland and the Faroe Islands, and squads from the age of nine upwards, the investment in youth development by Aberdeen Football Club is both substantial and necessary and continues to flourish under the guidance of Lenny Taylor and Neil Simpson.

The Club does however recognise the need to augment the first team squad with a number of more experienced professionals who can use that experience to assist in the development of their younger colleagues.

As has been detailed elsewhere in this annual report, the game in this country is currently facing some of its toughest challenges in many a year with almost every club in the country having to cut its budget.

However, I firmly believe that Aberdeen Football Club, having acknowledged for some time now that youth development has to be at the centre of its operations, is far better positioned than many to meet these challenges head on and, crucially, emerge the stronger because of them.

Willie Miller
Director of Football



Introduction

The economic conditions facing all professional football clubs in Scotland at present are as challenging as they have ever been. The failure of the SPL's broadcasting partner, Setanta, in June 2009 left the SPL in an extremely difficult position. It has been well documented that our Club, along with Celtic and Rangers, had advised strongly to accept an offer from Sky in June 2008. The consequence for us of the decision not to is that we will lose approximately £2.8 million of anticipated income over the next three years, in addition to our share of the £3 million that Setanta failed to pay for season 2008/09.

In January 2009 I was elected to the Board of the SPL. The organisation has recently appointed a new Chairman and Chief Executive and the stated challenge is to increase the various income streams and ensure that over the coming 18 months we are able to go back to the market with an enhanced television deal that will properly reflect our market value.

Set against this background, and given the limited number of cup ties at Pittodrie and the absence of income from European competition, the overall financial performance in the year ended 30 June 2009 was extremely solid. In the last Business and Financial Review, I stated that the operating loss before depreciation and amortisation was budgeted to be over £600,000 in this trading period as a consequence of the ongoing commitment to the football budget. Even after exceptional items the operating loss before depreciation and amortisation has come in at £322,000.

On the income side, the turnover of £8.6 million is the second highest recorded in the Club's history, and was achieved while continuing to manage our overall cost base very tightly. The significant fall in wages is a result of the revised bonus structure put in place which offers substantial rewards only if success is achieved. This enables us to control our cost base better than most.

When we measure the key industry ratio of wages to turnover after grossing up the merchandising royalty, we show a ratio of 63 per cent including exceptional items and 58 per cent if those are deducted. The calculation of this ratio does not take into account any part of our share of the £3 million that Setanta defaulted on. Again, given the trading conditions this ratio is encouraging.



Five Year Summary

| | 2009 £000's | 2008 £000's | 2007 £000's | 2006 £000's | 2005 £000's |
|--|----------------|----------------|----------------|----------------|----------------|
| Operating (loss)/profit before depreciation/amortisation | (322) | 2335 | 62 | (146) | 130 |
| Depreciation of tangible fixed assets | (735) | (713) | (460) | (432) | (399) |
| Amortisation of intangible fixed assets | (133) | (241) | (200) | (244) | (152) |
| Amortisation of grants | 48 | 47 | 48 | 55 | 59 |
| Loss on sale of fixed assets | (5) | - | - | - | - |
| Gain on disposal of intangible fixed assets | 46 | 278 | 689 | 35 | 24 |
| Interest receivable | 157 | 183 | 67 | - | - |
| Interest payable | (698) | (782) | (743) | (768) | (649) |
| (Loss)/Profit for the Financial Year | <u>(1642)</u> | <u>1107</u> | <u>(537)</u> | <u>(1500)</u> | <u>(987)</u> |

Going Forward

In 2005 I stated that the Club needed to demonstrate an ability to meet the budget targets it sets each year, with the aim to be at or around operating breakeven. This has been achieved and has given the bank real confidence in the way we operate.

However as economic conditions change and the implications of the new television deal kick in, our business approach needs to reflect these changes. It will be vital that the Club positions itself to maximise its cash generating potential. This will include continuing to strive for playing success and the rewards that go with that, but also developing as many quality players as is possible through our own youth development system.

In this respect we are ahead of the game. Our Youth Academy is developing real talent and we will need to ensure we tie up our key players on contracts that will ensure that we benefit from their talents in the future. If they are able to move to a larger club then we must also try to maximise the financial benefit to us. This is the same approach adopted by many successful clubs in Europe and will have the incidental advantage of benefiting the national team in the long term.

Arena Project

Work on the proposed new stadium has progressed over the period covered in this report. As we move towards the planning application stage we must ensure that we continue to drive this forward to as early a conclusion as is feasible. The project and its funding must not however adversely affect our day-to-day operations, which remain critical if a subsequent move to a new stadium is to be successful.

Future Prospects

When I look back on where we were 5 years ago, a substantial amount has been achieved. That said, given the challenges of the economic environment and the stadium project, a great deal more needs to be done. The foresight to deliver real investment into youth development will, I believe, pay off for this Club and enable us to go forward in a positive way.

Duncan Fraser
Managing Director



REPORT of THE DIRECTORS

The Directors have pleasure in submitting their Report and audited Financial Statements for the year ended 30 June 2009.

1. ACTIVITIES

The principal activity of the Group is that of a professional football club.

2. BUSINESS REVIEW

The loss for the year after taxation amounted to £1,642,000 (2008 – profit of £1,107,000).

The Directors consider the key performance indicators of the Group to be turnover and the relationship of payroll costs to turnover. The fixed costs of the business which are mainly football related payroll costs and the upkeep of the football stadium must be maintained within the constraints of the turnover figure. Turnover is directly influenced by the performance of the Club in the Scottish Premier League and in the Co-Operative Insurance and Scottish cups each season. The Club's final position in each of these competitions will impact on the future prospects for the Group.

Revenue and profits have fallen by £4.3 million and £2.7 million respectively compared to the prior year, largely due to the absence of an extended run in the UEFA/Europa Cup in this financial year. The Club finished in fourth place in the Scottish Premier League in the 2008/09 season after beating Hibernian in the final game of the season, a position which also gave the Club entry into the third qualifying round of the 2009/10 Europa Cup. The Club was eliminated in the third round of the Co-Operative Insurance Cup and reached the quarter final of the Scottish Cup.

A full review of activities and prospects is contained in the Chairman's Statement, Football Report and Business and Financial Review at pages 1 to 4.

3. ENVIRONMENT

The Group recognises the importance of its environmental responsibilities. As the principal activity is the running of a professional football club, the impact on the environment is limited.

4. DIRECTORS AND THEIR INTERESTS

The Directors of the Company and their interests in the issued share capital of the Company as defined by the Companies Act 2006, at 1 July 2008, or their date of appointment if later, and at 30 June 2009 were as follows:

| | Ordinary shares of 10 pence each | |
|---------------------|----------------------------------|---|
| | As at 30 June 2009 | As at 1 July 2008 (or date of appointment) |
| Stewart Milne | 1,613,749 | 1,613,749 |
| William F Miller | 1,039 | 1,039 |
| Duncan G Fraser | 211 | 211 |
| Gordon A Buchan | 10,000 | 10,000 |
| Martin J Gilbert | 40,000 | 40,000 |
| Hugh W M Little | 520 | 520 |
| Christopher J Gavin | 3,934 | 3,934 |
| Kenneth A Matheson | 520 | 520 |

Included in the above shareholdings for Stewart Milne and Martin J Gilbert are shares owned by companies in which they have a controlling interest. In addition Gordon A Buchan held 173 shares, Martin J Gilbert held 1,998 shares, Hugh W M Little held 260 shares and William F Miller held 346 shares in a non-beneficial capacity.

Brief biographical details of the Directors are as follows: -

Stewart Milne was appointed a director of the Company in June 1994. He became Executive Vice Chairman in 1997 and Executive Chairman in June 1998 and following the appointment of the Club's first Chief Executive in November 1999, stepped down to a non-executive role. He is also Chairman and Chief Executive of the Stewart Milne Group.

Willie Miller was appointed an executive director of the Company in May 2004 with responsibility for football operations. He played for the Club a record 796 times between 1973 and 1990 and captained the Club during its period of greatest success. He also gained 65 full Scotland caps and managed the Club between 1992 and 1995.

4. DIRECTORS AND THEIR INTERESTS (continued)

Brief biographical details of the Directors (continued)

Duncan Fraser was appointed an executive director of the Company in May 2004 with responsibility for all non-football operations, having been Company Secretary since November 2002. In November 2007 he was promoted to the role of Managing Director, and in January 2009 was appointed to the Board of the SPL. He is a Chartered Accountant and held senior positions in the oil and gas industry prior to his appointment.

Gordon Buchan was appointed a non-executive director of the Company in April 1992. He is a solicitor and a partner with Paull & Williamsons and advises the Board on all legal matters concerning the Company.

Martin Gilbert was appointed a non-executive director of the Company in May 1997. He is the Chief Executive of Aberdeen Asset Management PLC and also non-executive Chairman of First Group plc and is a director of a number of listed investment trusts and other companies.

Hugh Little was appointed a non-executive director of the Company in November 2000. He is Head of Acquisitions at Aberdeen Asset Management PLC and is also a director of a number of other companies.

Chris Gavin was appointed a non-executive director of the Company in March 2002. He is currently Vice Chairman of the Upper Kennerty Mills Trust and is Secretary of the Aberdeen FC Heritage Trust. He was formerly with BP Exploration and is a former treasurer of the AFC Supporters Trust.

Ken Matheson was appointed a non-executive director of the Company in May 2004. He has held several senior positions in banking and is currently a non-executive director of a number of companies.

Chris Gavin, Ken Matheson and Willie Miller retire by rotation and, being eligible, offer themselves for re-election at the forthcoming Annual General Meeting.

An insurance policy for Directors' and Officers' Liability has been maintained during the course of the year.

5. GOING CONCERN

The Group's business activities are set out in note 2 above, the Chairman's Statement on page 1, the Football Report on page 2 and the Business and Financial Review on pages 3 and 4.

At 30 June 2009 the Group has positive bank balances and bank loan facilities (see note 13 to the Financial Statements) which are agreed through to 10 March 2011. The Group's use of financial instruments is fairly limited as described in note 6 below. The Group has prepared future financial projections which cover the period up to and beyond the review date for the banking facilities, which indicate that the Group has sufficient resources to meet its obligations and liabilities as they fall due. The Directors have considered the assumptions and estimates used in the preparation of the future financial projections, including those in relation to activity levels which are influenced by the performance of the football team, and having considered the forecast results, expect that the Group will continue as a going concern in the foreseeable future.

Having considered the foregoing, the Directors believe that the Company is well placed to successfully manage its business risks and therefore continue to adopt the going concern basis in the preparation of these Financial Statements.

6. FINANCIAL INSTRUMENTS

The Group's principal financial instruments are bank balances and amounts due from customers and other football clubs in respect of transfer fees. The amounts presented in the balance sheet are net of any provisions for doubtful debts where required. The credit risk on liquid funds is limited because the counterparties are banks with good credit-ratings assigned by international credit-rating agencies. The Group does not directly enter into any derivative financial instruments. The Group's principal financial liabilities are bank term loans or other bank facilities all of which are on fixed interest rates and loans from shareholders, all of which are on variable interest rates. The terms of these financial liabilities are disclosed in note 13.

7. PAYMENT OF CREDITORS

It is the Group's policy to pay creditors in line with terms and conditions agreed with individual suppliers. Where no terms are agreed, creditors are paid within twenty-eight days of the month end in which the invoice is received. The ratio expressed in days between amounts invoiced to the Group by its suppliers in the year and the amounts owed to its trade creditors at the end of the year was 35 days (2008 - 38 days).

8. DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Annual 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). Company law also requires that 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 the Group and of the profit or loss of the Company and the Group 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 UK Accounting Standards have been followed; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the company will continue in business (see note 5 above).

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 on Financial Statements may differ from legislation in other jurisdictions.

9. AUDIT INFORMATION

Each of the persons who are a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- the director has taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provision of s418 of the Companies Act 2006.

10. AUDITORS

On 1 December 2008, Deloitte & Touche LLP changed its name to Deloitte LLP. A resolution to reappoint Deloitte LLP will be proposed at the forthcoming Annual General Meeting.

On Behalf of the Board

Duncan G Fraser
Managing Director
26 October 2009

to the Members of Aberdeen Football Club plc

We have audited the financial statements of Aberdeen Football Club plc for the year ended 30 June 2009 which comprise the Group and Parent Company Profit and Loss Account, the Group and Parent Company Balance Sheets, the Group Cash Flow Statement, the Group Statement of Total Recognised Gains and Losses, the Group Note of Historical Cost Profits and Losses and the Group and Parent Company Reconciliation of Movements in Shareholders' Funds and the related notes 1 to 24. 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 sections 495 and 496 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 note on Directors' Responsibilities in the Report of the Directors, 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

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 group's and the parent 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 group's and the parent company's affairs as at 30 June 2009 and of the group's loss for the year 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

James Boyle CA (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditors
Aberdeen, Scotland
26 October 2009

CONSOLIDATED and COMPANY

PROFIT and LOSS ACCOUNTS

for the year ended 30 June 2009

| | Notes | Group | | Company | |
|---|-------|----------------|---------|----------------|---------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | £000 | £000 | £000 | £000 |
| Turnover | 2 | 8557 | 12869 | 8557 | 12869 |
| Operating Charges | | | | | |
| Recurring | 3 | (9222) | (11086) | (8896) | (10764) |
| Exceptional | 3 | (482) | (355) | (482) | (355) |
| Total Operating Charges | | (9704) | (11441) | (9378) | (11119) |
| Operating (Loss)/Profit | 5 | (1147) | 1428 | (821) | 1750 |
| Gain on disposal of intangible fixed assets | | 46 | 278 | 46 | 278 |
| Profit Before Interest and Taxation | | (1101) | 1706 | (775) | 2028 |
| Interest (payable)/receivable and similar charges (net) | 4 | (541) | (599) | 128 | 160 |
| (Loss)/Profit on Ordinary Activities Before Taxation | | (1642) | 1107 | (647) | 2188 |
| Tax on (Loss)/Profit on ordinary activities | 6 | - | - | - | - |
| (Loss)/Profit for the Financial Year | 17 | (1642) | 1107 | (647) | 2188 |
| (Loss)/Profit per share – basic and diluted | 7 | (28.1p) | 18.9p | (11.1p) | 37.4p |

Statement of Total Recognised Gains and Losses

There are no recognised gains and losses for the current and preceding financial years other than the loss of £1,642,000 (2008 – profit of £1,107,000) shown above. Accordingly no statement of recognised gains and losses is presented.

Note of Historical Cost Profits and Losses

| | | | | | |
|--|----|---------------|------|--------------|------|
| (Loss)/profit on ordinary activities before taxation | | (1642) | 1107 | (647) | 2188 |
| Difference between historical cost depreciation charge and the actual depreciation charge for the year | 17 | 373 | 368 | - | - |
| Historical cost (loss)/profit on ordinary activities before taxation | | (1269) | 1475 | (647) | 2188 |
| Historical cost (loss)/profit for the year after taxation | | (1269) | 1475 | (647) | 2188 |

The notes on pages 13 to 22 form part of the financial statements.

as at 30 June 2009

| | Notes | Group | | Company | |
|--|-------|--------------|---------|-------------|--------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | £000 | £000 | £000 | £000 |
| Fixed Assets | | | | | |
| Intangible fixed assets | 8 | 358 | 38 | 358 | 38 |
| Tangible fixed assets | 9 | 16290 | 16886 | 567 | 610 |
| Investments | 10 | - | - | - | - |
| | | 16648 | 16924 | 925 | 648 |
| Current Assets | | | | | |
| Debtors | 11 | 2073 | 2458 | 4715 | 5279 |
| Cash at bank and in hand | | 2285 | 3598 | 2285 | 3598 |
| | | 4358 | 6056 | 7000 | 8877 |
| Creditors | | | | | |
| Amounts falling due within one year | 12 | (1716) | (1866) | (1716) | (1866) |
| Net Current Assets | | 2642 | 4190 | 5284 | 7011 |
| Total Assets less Current Liabilities | | 19290 | 21114 | 6209 | 7659 |
| Creditors | | | | | |
| Amounts falling due after more than one year | 13 | (12865) | (12524) | (92) | (420) |
| Deferred Income | 15 | (4012) | (4535) | (2880) | (3355) |
| Net Assets | | 2413 | 4055 | 3237 | 3884 |
| Capital and Reserves | | | | | |
| Called up share capital | 16 | 584 | 584 | 584 | 584 |
| Revaluation reserve | 17 | 12025 | 12398 | - | - |
| Profit and loss account (deficit)/surplus | 17 | (10196) | (8927) | 2653 | 3300 |
| Shareholders' Funds | 18 | 2413 | 4055 | 3237 | 3884 |

The financial statements of Aberdeen Football Club plc, registered number SC005364, were approved by the Board on 26th October 2009.

Duncan G. Fraser
Managing Director

The notes on pages 13 to 22 form part of the financial statements.

CONSOLIDATED CASH FLOW

STATEMENT

for the year ended 30 June 2009

| | Notes | 2009 £000 | 2008 £000 |
|--|-------|--------------|--------------|
| Net Cash Flow | | | |
| Net cash (outflow)/inflow from operating activities | i | (902) | 3129 |
| Returns on investments and servicing of finance | ii | 142 | 172 |
| Taxation | | - | - |
| Capital expenditure and financial investment | ii | (476) | (42) |
| Net cash (outflow)/inflow before financing | | (1236) | 3259 |
| Financing | ii | (77) | (1095) |
| (Decrease)/Increase in cash | | (1313) | 2164 |
| Reconciliation of Net Cash Flow to Movement in Net Debt | | | |
| (See Note iii) | | | |
| (Decrease)/Increase in cash in the year | | (1313) | 2164 |
| Cash outflow from decrease in debt | | 77 | 1095 |
| Change in net debt resulting from cash flows | | (1236) | 3259 |
| New finance leases | | (74) | - |
| Roll-up of interest expense | | (669) | (799) |
| Net debt at 1 July | | (8998) | (11458) |
| Net debt at 30 June | | (10977) | (8998) |

The notes on pages 13 to 22 form part of the financial statements.

NOTES to the CONSOLIDATED

CASH FLOW STATEMENT

for the year ended 30 June 2009

| | | | | | |
|-----|---|----------------|---------------|-----------------|----------------|
| i | Reconciliation of Operating (Loss)/Profit to Net Cash (Outflow)/Inflow from Operating Activities | 2009 | 2008 | | |
| | | £000 | £000 | | |
| | Operating (loss)/profit | (1147) | 1428 | | |
| | Amortisation of intangibles | 133 | 241 | | |
| | Depreciation | 735 | 713 | | |
| | Sale of tangible fixed assets | 4 | 2 | | |
| | Amortisation of grants | (48) | (47) | | |
| | Decrease in debtors | 385 | 266 | | |
| | (Decrease)/increase in creditors | (489) | 79 | | |
| | (Decrease)/increase in other deferred income | (475) | 447 | | |
| | | | | | |
| | Net cash (outflow)/inflow from operating activities | <u>(902)</u> | <u>3129</u> | | |
| ii | Gross Cash Flows | | | | |
| | Returns on investments and servicing of finance | | | | |
| | Interest received | 157 | 183 | | |
| | Hire purchase interest | (15) | (11) | | |
| | | <u>142</u> | <u>172</u> | | |
| | Capital expenditure and financial investment | | | | |
| | Payments to acquire intangible fixed assets | (453) | (106) | | |
| | Receipts from sales of intangible fixed assets | 46 | 278 | | |
| | Payments to acquire tangible fixed assets | (98) | (214) | | |
| | Receipts from sales of fixed assets | 29 | - | | |
| | | <u>(476)</u> | <u>(42)</u> | | |
| | Financing | | | | |
| | Roll-up interest account repayments | - | (1026) | | |
| | Capital element of finance lease rental payments | (77) | (69) | | |
| | | <u>(77)</u> | <u>(1095)</u> | | |
| iii | Analysis of Changes in Net Debt | | | | |
| | | 30 June | Other | 30 June | |
| | | 2008 | Cash | Non-Cash | 2009 |
| | | £000 | Flows | Changes | £000 |
| | | | £000 | £000 | |
| | Cash at bank and in hand | 3598 | (1313) | - | 2285 |
| | Debt due within one year | - | - | (300) | (300) |
| | Debt due after more than one year | (12000) | - | 300 | (11700) |
| | Bank interest roll-up account | (404) | - | (669) | (1073) |
| | Finance leases | (192) | 77 | (74) | (189) |
| | | <u>(8998)</u> | <u>(1236)</u> | <u>(743)</u> | <u>(10977)</u> |

The non-cash change relates to term loan interest rolled up into the principal amount and new finance leases entered into during the year.

for the year ended 30 June 2009

1. Accounting Policies

The principal accounting policies, which have been applied consistently in the current and prior year, are summarised below.

(a) Basis of Preparation

The financial statements have been prepared under the historical cost convention as modified by the revaluation of freehold land and stands, executive boxes and permanent fixtures, and in accordance with applicable United Kingdom accounting standards.

(b) Going Concern

The Financial Statements have been prepared on a going concern basis (see note 5 in the Report of the Directors).

(c) Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and its subsidiary made up to 30 June in each year.

(d) Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost or revalued amount less depreciation. Freehold land and stands, executive boxes and permanent fixtures are valued on a Depreciated Replacement Cost basis with the surplus or deficit on book value transferred to the revaluation reserve. A full, detailed valuation is completed every 5 years, with interim valuations completed on the third anniversary of the full valuation. Further interim valuations may be completed on the first, second and fourth anniversaries if there is potentially a material change in value. Tangible fixed assets other than land are depreciated to write off their cost or valuation in equal annual amounts over their estimated useful lives. Land is not depreciated. The applied depreciation rates are as follows: -

| | % per annum |
|--|-------------|
| Stands, Executive Boxes and Permanent Fixtures | 2.5 - 20 |
| Plant, Furniture and Fittings | 10 - 33 |

(e) Intangible Fixed Assets

Fees payable on the transfer of players' registrations are capitalised and amortised over the period of the respective players' contracts. Fees receivable from other football clubs on the transfer of players' registrations are dealt with through the profit and loss account in the accounting period in which the transfer takes place.

Signing-on fees are charged to the profit and loss account in the accounting period in which they are payable.

Payments or receipts, which are contingent on the performance of the team or players, are not recognised until the events crystallising such payments or receipts have taken place.

Compensation payments made to other clubs for young players or football management staff joining the Company are amortised over the period of any relevant contract. Compensation fees receivable for young players or management staff are not recognised until the events crystallising such payments or receipts have taken place.

(f) Grants

Grants received from the Football Trust for stands, safety improvements and plant are credited to deferred income and amortised through the profit and loss account over the estimated useful lives of the related assets.

(g) Donations from Lotteries

Donations from lotteries are accounted for in the accounting period in which they are received.

(h) Taxation

Corporation tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset.

(i) Leasing and Hire Purchase

Assets held under hire purchase contracts and the related obligations are recorded in the balance sheet at the fair value of the assets at the inception of the agreements. The excess of payments over the recorded obligations is treated as finance charges in the profit and loss account.

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

(j) Pension Costs

Contributions to the Group's defined contribution pension scheme are charged to the profit and loss account in the period in which they become payable.

(k) Revenue Recognition

Turnover represents income receivable, net of VAT, from football and related commercial activities. The Group has one class of business which is the principal activity of operating a professional football club in Scotland.

Gate and other match day revenues are recognised over the period of the football season as games are played. Sponsorship and similar commercial income is recognised over the duration of the respective contracts. The fixed element of broadcasting revenues is recognised over the duration of the football season whilst facility fees for live coverage or highlights are taken when earned. Merit awards are accounted for only when known at the end of the season. Income from commissions is recognised when known with reasonable accuracy.

(l) Other Deferred Income

Other deferred income represents income from season ticket renewals, advance ticket sales and from sponsorship agreements and other contractual arrangements for the 2009/10 season, which are credited to the profit and loss account over the period of the agreement.

| 2. Analysis of Turnover | Group | | Company | |
|---------------------------|--------------|--------------|--------------|--------------|
| | 2009 £000 | 2008 £000 | 2009 £000 | 2008 £000 |
| Gate receipts | 2971 | 4575 | 2971 | 4575 |
| Sponsorship & advertising | 1053 | 1207 | 1053 | 1207 |
| Broadcasting rights | 1876 | 3817 | 1876 | 3817 |
| Commercial | 2410 | 3048 | 2410 | 3048 |
| Other operating revenue | 247 | 222 | 247 | 222 |
| | 8557 | 12869 | 8557 | 12869 |

for the year ended 30 June 2009

| 3. Analysis of Operating Charges | Group | | Company | |
|---|---------------|----------------|---------------|----------------|
| | 2009 £000 | 2008 £000 | 2009 £000 | 2008 £000 |
| Total Operating Charges | | | | |
| Staff costs - including in 2009 exceptional costs of £482,000 in respect of contract termination and other restructuring costs. | (5756) | (5931) | (5756) | (5931) |
| Depreciation and other amounts written off tangible and intangible fixed assets, net of grant release – including amounts for the amortisation of players' registrations of £133,000 (2008 - £241,000). | (687) | (907) | (161) | (390) |
| Other operating charges - including in 2008 exceptional operating charges of £355,000 relating to feasibility studies being carried out into a new Community Stadium. | (3261) | (4603) | (3461) | (4798) |
| | (9704) | (11441) | (9378) | (11119) |

Staff costs consist of:

| | | | | |
|-----------------------|-------------|-------------|-------------|-------------|
| Wages and salaries | 5127 | 5257 | 5127 | 5257 |
| Social security costs | 589 | 598 | 589 | 598 |
| Other pension costs | 40 | 76 | 40 | 76 |
| | 5756 | 5931 | 5756 | 5931 |

Directors' remuneration (included above) consists of:

| | | | | |
|-----------------------|------------|------------|------------|------------|
| Emoluments | 268 | 276 | 268 | 276 |
| Pension contributions | 33 | 68 | 33 | 68 |
| | 301 | 344 | 301 | 344 |

The Directors waived fees totalling £30,000 due in respect of the year ended 30 June 2009 (2008 - £30,000).

The highest paid director received £158,000 (2008 - £212,000).

| | 2009 Number | 2008 Number | 2009 Number | 2008 Number |
|--|----------------|----------------|----------------|----------------|
| Number of directors who are members of a defined contribution pension scheme | 1 | 1 | 1 | 1 |

The average number of full and part time employees during the year based on full time equivalents was as follows:

| | | | | |
|------------------------------|------------|------------|------------|------------|
| Players | 40 | 40 | 40 | 40 |
| Football management | 11 | 11 | 11 | 11 |
| Scouting / Youth development | 22 | 20 | 22 | 20 |
| Commercial / Administration | 23 | 23 | 23 | 23 |
| Maintenance | 8 | 8 | 8 | 8 |
| | 104 | 102 | 104 | 102 |

| | Group | | Company | |
|--|--------|-------|---------|-------|
| | 2009 | 2008 | 2009 | 2008 |
| | £000 | £000 | £000 | £000 |
| 4. Interest Payable/(Receivable) and Similar Charges (net) | | | | |
| Bank Interest Payable | 669 | 759 | - | - |
| Loan Interest Payable | 14 | 12 | 14 | 12 |
| Hire Purchase Interest | 15 | 11 | 15 | 11 |
| Total Interest Payable | 698 | 782 | 29 | 23 |
| Bank Interest Receivable | (157) | (183) | (157) | (183) |
| | 541 | 599 | (128) | (160) |
| 5. Operating (Loss)/Profit | | | | |
| This is stated after charging/(crediting):- | | | | |
| Auditors' remuneration - Audit services | 14 | 14 | 13 | 13 |
| - Tax services | 6 | 4 | 6 | 4 |
| - Other services | 5 | 5 | 5 | 5 |
| Amortisation of grants | (48) | (47) | - | - |
| Depreciation of owned assets | 700 | 674 | 126 | 149 |
| Depreciation on assets held under hire purchase contracts and finance leases | 35 | 39 | 35 | 39 |
| Amortisation of intangibles | 133 | 241 | 133 | 241 |
| Operating lease rentals - Land and buildings | - | - | 200 | 200 |
| - Hire of plant and equipment | 113 | 123 | 113 | 123 |
| Donations from lotteries | (171) | (134) | (171) | (134) |
| 6. Tax on (Loss)/Profit on Ordinary Activities | | | | |
| Taxation charge | - | - | - | - |
| The Group has estimated taxation losses available for carry forward amounting to £18,818,000 (2008 - £18,143,000) - see Note 20. The standard rate of tax for the year, based on the UK standard rate of corporation tax, is 28% (2008 - 30%). The actual tax charge for the current and the previous year differs from the standard rate for the reasons set out in the following reconciliation. | | | | |
| (Loss)/profit on ordinary activities before tax | (1642) | 1107 | (647) | 2188 |
| Tax on (loss)/profit on ordinary activities at standard rate | (460) | 326 | (181) | 645 |
| Factors affecting charge for the period: | | | | |
| Expenses not deductible for tax purposes | 173 | 167 | 12 | 15 |
| Capital allowances in excess of depreciation | (42) | 44 | (42) | 44 |
| Income not taxable for tax purposes | (88) | (47) | (75) | (47) |
| Utilisation of tax losses | 417 | (490) | 286 | (657) |
| Total actual amount of current tax | - | - | - | - |

for the year ended 30 June 2009

| 7. Profit/(loss) per Ordinary Share | Group | | Company | |
|---|--------------|--------------|--------------|--------------|
| | 2009 £000 | 2008 £000 | 2009 £000 | 2008 £000 |
| (Loss)/profit for the financial year after taxation | (1642) | 1107 | (647) | 2188 |
| Weighted average number of ordinary shares ('000) | 5843 | 5843 | 5843 | 5843 |
| (Loss)/profit per share | (28.1p) | 18.9p | (11.1p) | 37.4p |

Basic loss per share is calculated by dividing the earnings attributable to ordinary shareholders by the weighted average number of ordinary shares during the year. There are no diluting share issues and diluted earnings per share equals basic earnings per share.

8. Intangible Fixed Assets

| | Group & Company |
|-----------------------|---|
| | Players' Registrations and Compensation Payments £000 |
| Cost | |
| At 1 July 2008 | 192 |
| Additions | 453 |
| Disposals | (132) |
| At 30 June 2009 | 513 |
| Amortisation | |
| At 1 July 2008 | 154 |
| Charge for year | 133 |
| Disposals | (132) |
| At 30 June 2009 | 155 |
| Net Book Value | |
| At 30 June 2009 | 358 |
| At 30 June 2008 | 38 |

9. Tangible Fixed Assets

| | Group | Group Stands, Executive Boxes and Permanent Fixtures | Group & Company Plant, Furniture and Fittings | Group |
|--|--------------|---|---|---------------|
| | Land £000 | £000 | £000 | Total £000 |
| Cost or valuation | | | | |
| At 1 July 2008 | 4000 | 12840 | 2573 | 19413 |
| Additions | - | 21 | 151 | 172 |
| Disposals | - | - | (44) | (44) |
| At 30 June 2009 | 4000 | 12861 | 2680 | 19541 |
| Depreciation | | | | |
| At 1 July 2008 | - | 564 | 1963 | 2527 |
| Charge for year | - | 574 | 161 | 735 |
| On disposals | - | - | (11) | (11) |
| At 30 June 2009 | - | 1138 | 2113 | 3251 |
| Net Book Value | | | | |
| At 30 June 2009 | 4000 | 11723 | 567 | 16290 |
| At 30 June 2008 | 4000 | 12276 | 610 | 16886 |
| Comparable amounts determined according to the historical cost convention | | | | |
| Group | | | | |
| Cost | 208 | 6976 | 2680 | 9864 |
| Accumulated depreciation | - | (3487) | (2113) | (5600) |
| Net book value at 30 June 2009 | 208 | 3489 | 567 | 4264 |
| Net book value at 30 June 2008 | 208 | 3668 | 610 | 4486 |

FRS 15 has been adopted and all freehold land and stands, executive boxes and permanent fixtures are carried at valuation. The Directors have reviewed the carrying value of all freehold land and stands, executive boxes and permanent fixtures at the year end with reference to a depreciated replacement cost valuation performed by Messrs F G Burnett as at 30 June 2007 and have not identified any material changes to circumstances or to any valuation assumptions which would materially affect the carrying value.

The net book value of plant, furniture and fittings in respect of assets held under finance leases and hire purchase contracts was £237,000 (2008 - £259,000).

| | Group | | Company | |
|--------------------------------------|--------------|--------------|--------------|--------------|
| | 2009 £000 | 2008 £000 | 2009 £000 | 2008 £000 |
| 10. Investments | | | | |
| Investment in subsidiary undertaking | - | - | - | - |

The Company holds one Ordinary Share of £1 in The Scottish Premier League Limited for which a consideration of £1 was paid. This represents an 8.333% interest in the company.

The Company also holds one Ordinary Share of £1 in Talltray Limited a wholly owned subsidiary of the Company. The Group financial statements reflect the results of the Company and its subsidiary.

for the year ended 30 June 2009

| | Group | | Company | |
|---------------------------------------|--------------|-------------|----------------|-------------|
| | 2009 | 2008 | 2009 | 2008 |
| | £000 | £000 | £000 | £000 |
| 11. Debtors | | | | |
| Trade debtors | 1546 | 1530 | 1546 | 1530 |
| Amounts due from subsidiary companies | - | - | 2642 | 2821 |
| Other debtors and prepayments | 527 | 928 | 527 | 928 |
| | 2073 | 2458 | 4715 | 5279 |

The amounts due from subsidiary companies carry no interest and have no fixed repayment terms. The Company does not intend to seek repayment of the intercompany debts within one year.

12. Creditors: Amounts falling due within one year

| | | | | |
|--|-------------|------|-------------|------|
| Other loans | 300 | - | 300 | - |
| Obligations under finance leases and hire purchase contracts | 97 | 72 | 97 | 72 |
| Trade creditors | 329 | 449 | 329 | 449 |
| Other taxes and social security costs | 363 | 416 | 363 | 416 |
| Other creditors and accruals | 627 | 929 | 627 | 929 |
| | 1716 | 1866 | 1716 | 1866 |

The £300,000 of Other loans (including £200,000 from Stewart Milne Group Limited – see Note 24) bears interest at 1.5% above the Bank of Scotland base rate.

Obligations under finance leases and hire purchase contracts

Future minimum payments under hire purchase contracts are as follows:

| | | | | |
|----------------------------|------------|-----|------------|-----|
| Within one year | 97 | 72 | 97 | 72 |
| Between two and five years | 92 | 120 | 92 | 120 |
| | 189 | 192 | 189 | 192 |

Finance leases and hire purchase contracts are secured over the related assets.

13. Creditors: Amounts falling due after more than one year

| | | | | |
|--|--------------|-------|-----------|-----|
| Bank term loan | 9700 | 9700 | - | - |
| Bank interest roll-up facility | 1073 | 404 | - | - |
| Loans from related parties (see note 24) | 2000 | 2300 | - | 300 |
| Loans at 30 June (see note 14) | 12773 | 12404 | - | 300 |
| Obligations under finance leases and hire purchase contracts | 92 | 120 | 92 | 120 |
| | 12865 | 12524 | 92 | 420 |

The bank term loan and associated bank interest roll-up facility and £2.0 million of loans from related parties (see Note 24), lie within the wholly owned stadium owning subsidiary Talltray Limited (Talltray) and are secured over the stadium as follows:-

The bank borrowings are secured by a floating charge and a standard security over the stadium from Talltray to the bank, cross guaranteed by the Group. Talltray has granted further standard securities over the stadium, to have priority after the bank's standard security and floating charge, to the related parties for their loans. In addition, the related parties have granted guarantees/letters of comfort in favour of the bank to cover the rolled up interest payable to the bank up to a maximum of £2.45 million.

The Term Loan of £9.7 million (bearing interest at a fixed rate of 6.43%) and the associated bank interest roll-up facility of up to £2.45 million (bearing interest at a fixed rate of 7.04%) are both repayable on 10 March 2011 or on the earlier sale of Pittodrie Stadium.

13. Creditors: Amounts falling due after more than one year (continued)

The combined £2.0 million of loan stock from the related parties carries a maximum compound return of 10% per annum and any repayment of the loan stock and interest is wholly dependent on the future sale of the stadium. If the guarantees/letters of comfort granted by the related parties were called upon, the Group's liability to the related parties would be satisfied through the issue to them, by Talltray, of secured loan stock bearing a fixed rate of 8% and redeemable after ten years.

If the stadium was sold the proceeds would be distributed, either to external parties for the loans detailed above, or retained within the Group by means of payments to the Company, as follows and in the following order:-

- a. to the bank, the full amount of its term loan outstanding and the associated rolled up interest and all other bank debt then due including all expenses incurred in the sale;
- b. to the Company, the amount of any inter-company balance due by Talltray to the Company in respect of any advances made to it by the Company to cover working capital costs, such as legal or annual audit costs;
- c. to the related parties, the next £2.0 million of proceeds, pro rata to the capital amount of their respective loan capital investments;
- d. to the Company, the next £2.0 million of proceeds;
- e. to the related parties, an amount equal to any loan stock issued by Talltray to satisfy its liabilities where the guarantees/letters of comfort granted by the related parties were called upon;
- f. to the Company and the related parties, 70% and 30% respectively of the remaining proceeds up to an amount, which, when 30% of it is paid to the related parties, will result in their receiving, in aggregate between them, a compounded rate of return of 10% on their initial loan capital investment and a compounded rate of return of 8% on the loan stock referred to at sub-paragraph d. above; and
- g. to the Company, the balance of any proceeds up to the outstanding amount of the deferred purchase price for the sale of the stadium.

Subject to the approval of the shareholders of the Company at the time, the related parties would consider re-investing any return made from the loans, but would not be obliged to do so.

If the stadium remains unsold after 10 March 2011, the Group will have to pay to the bank the full amount of the term loan outstanding and any rolled up interest, unless suitable alternative financing arrangements were agreed at the time.

In addition, a keyman insurance policy covering the loan period over the life of Stewart Milne in the sum of £2.25 million has been assigned to the Bank of Scotland.

| | Group | | Company | |
|--|-------|-------|---------|------|
| | 2009 | 2008 | 2009 | 2008 |
| | £000 | £000 | £000 | £000 |
| 14. Loans | | | | |
| The loans are repayable as follows: | | | | |
| Between two and five years | 12773 | 12404 | - | 300 |
| Amounts falling due after more than one year (see note 13) | 12773 | 12404 | - | 300 |

for the year ended 30 June 2009

| | Group | | Company | |
|---|-------|--------|---------|---------|
| | 2009 | 2008 | 2009 | 2008 |
| | £000 | £000 | £000 | £000 |
| 15. Deferred Income | | | | |
| Deferred grant income - from Football Trust | | | | |
| At beginning of year | 1180 | 1227 | - | - |
| Released to profit and loss account | (48) | (47) | - | - |
| At end of year | 1132 | 1180 | - | - |
| Other deferred income | | | | |
| From season tickets, advance ticket sales, executive boxes and sponsorships received in advance of 2009/10 season | 2880 | 3355 | 2880 | 3355 |
| Total deferred income | 4012 | 4535 | 2880 | 3355 |
| 16. Share Capital | | | | |
| Authorised | | | | |
| 10,000,000 Ordinary Shares of 10 pence each | 1000 | | 1000 | |
| Allotted and fully paid | | | | |
| 5,843,333 Ordinary Shares of 10 pence each | 584 | | 584 | |
| 17. Reserves | | | | |
| Group | | | | |
| Balance at 1 July 2008 | | 12398 | | (8927) |
| Transfer of amount equivalent to additional depreciation on revalued assets | | (373) | | 373 |
| Loss for the financial year | | - | | (1642) |
| Balance at 30 June 2009 | | 12025 | | (10196) |
| Company | | | | |
| Balance at 1 July 2008 | | - | | 3300 |
| Loss for the financial year | | - | | (647) |
| Balance at 30 June 2009 | | - | | 2653 |
| 18. Reconciliation of Movement in Consolidated Shareholders' Funds | | | | |
| (Loss)/profit for the financial year | | | | |
| | | | | |
| Net (decrease)/increase in shareholders' funds | | (1642) | | 1107 |
| Opening shareholders' funds | | 4055 | | 2948 |
| Closing shareholders' funds | | 2413 | | 4055 |
| 19. Capital Commitments | | | | |
| The Group and Company had capital commitments at 30 June 2009 of £Nil (2008 - £Nil). | | | | |

20. Deferred Taxation

At 30 June 2009 the Group has an unrecognised deferred tax asset of £5,418,000 (2008 - £5,279,000) due to the availability of trading losses for carry forward.

The ability of the Group to utilise the deferred tax asset depends on future trading performance. No deferred tax asset has been recognised given the uncertainty as to the availability of available future profits to utilise the accumulated tax losses.

The Group also has unrecognised deferred tax liabilities of £597,000 (2008 - £597,000) relating to a potential de-grouping charge and £552,000 (2008 - £552,000) relating to the revaluation of the stadium. These are not recognised as there is no commitment to a sale of the property at 30 June 2009.

21. Pension Fund

The Group operates a defined contribution Group Personal Pension Scheme for eligible employees. The assets of the scheme are held separately from those of the Group in an independently administered fund. The pension cost charged for the year was £7,000 (2008 - £7,000). In addition, contributions of £33,000 (2008 - £69,000) were made to personal pension schemes on behalf of employees.

There was £1,000 due for payment at 30 June 2009 (2008 - £1,000).

22. Contingent Liabilities

At 30 June 2009 additional transfer fees of a maximum amount of £Nil (2008 - £Nil) could become payable under transfer contracts if certain contractual conditions are met. Of this amount £Nil (2008 - £Nil) could arise within one year.

23. Group and Company Commitments Under Operating Leases

Payments falling due in the next year on operating leases are:-

| | Land and Buildings | Land and Buildings | Other | Other |
|------------------------------------|-------------------------------|-----------------------|--------------|-------|
| | 2009 | 2008 | 2009 | 2008 |
| | £000 | £000 | £000 | £000 |
| Operating leases expiring:- | | | | |
| Within one year | - | - | 83 | 97 |
| In second to fifth years inclusive | - | - | 18 | 18 |
| | - | - | 101 | 115 |

24. Related Party Transactions

During the year fees for professional services totalling £7,000 (2008 - £10,000) were rendered by Paull & Williamsons. Gordon A Buchan, a non-executive director of the Company, is a partner in this firm. In addition, at 30 June 2009 £18,000 (2008 - £5,000) was due to Paull & Williamsons in respect of unbilled fees and this amount is included within other creditors and accruals in note 12.

Loans have been provided to the Group, firstly of £1.2 million by Stewart Milne Group Limited (Stewart Milne, the non-executive chairman of the Group, is chairman of this company) and secondly of £1.0 million by Aberdeen Asset Management PLC (Martin Gilbert who is a non-executive director of the Group, is chief executive of this company).

NOTICE OF

ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the ONE HUNDRED and SIXTH Annual General Meeting of ABERDEEN FOOTBALL CLUB plc will be held at The Richard Donald Suite, Pittodrie Stadium, Pittodrie Street, Aberdeen on 23rd November 2009 at 7.00pm to transact the following: -

As ordinary business:

1. To receive and consider the Financial Statements for the year ended 30 June 2009 together with the Reports of the Directors and Auditors thereon.
2. To re-elect Christopher J Gavin as a Director.
3. To re-elect Kenneth A Matheson as a Director.
4. To re-elect William F Miller as a Director.
5. To re-appoint Deloitte LLP, Chartered Accountants, as Auditors and to authorise the Directors to fix their remuneration.

BY ORDER OF THE DIRECTORS

E David Johnston

Secretary

Registered Office:

Pittodrie Stadium, Pittodrie Street, Aberdeen AB24 5QH

Dated 26th October 2009

Note:

It is requested that notice of questions on the Reports or Accounts should be in the Secretary's hands by 5pm on Monday 16th November 2009.

A member entitled to attend and vote is entitled to appoint a proxy to attend and, on a poll, to vote instead of him and that proxy need not also be a member. A form of proxy is enclosed, and completed proxies must be returned to Pittodrie Stadium at least 48 hours before the time appointed for the meeting.

Will Shareholders please intimate any change of address to the Company Secretary.

Aberdeen Football Club

Pittodrie Stadium

Pittodrie Street

Aberdeen AB24 5QH

T: 01224 650400

F: 01224 644173

www.afc.co.uk