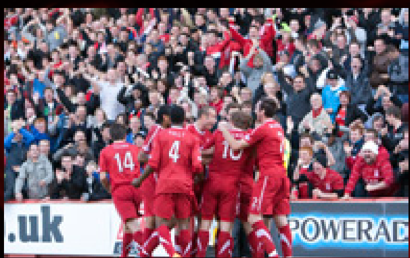
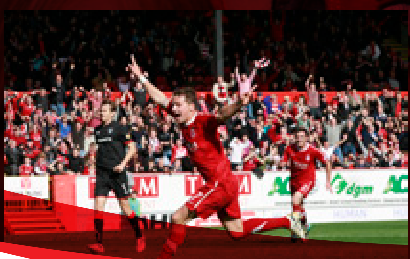
ANNUAL REPORT

for the year ended 30 June 2010





Aberdeen Football Club plc
Company Number SC005364

Annual Report

for the year ended 30 June 2010

Directors and Advisers

CHAIRMAN
Stewart Milne (non-executive)

CHIEF EXECUTIVE
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

Contents Page

BANKERS
Bank of Scotland
Queens Cross Branch
39 Albyn Place
Aberdeen
AB10 1YN

INDEPENDENT AUDITORS
Deloitte LLP
Chartered Accountants
Union Plaza
1 Union Wynd
Aberdeen
AB10 1SL

SOLICITORS
Paull & Williamsons
Union Plaza
1 Union Wynd
Aberdeen
AB10 1DQ

NOMINATED STOCKBROKER
Brewin Dolphin
Blenheim House
Fountainhall Road
Aberdeen
AB15 4DT

ANNUAL REPORT 2010

Shareholder Information

The Company has one class of share capital, Ordinary Shares; all Ordinary Shares have identical voting and other rights. At 19 October 2010 the Company had some 2,938 (2009 - 2924) shareholders whose holdings can be categorised as follows:-

Size of Shareholding	No. Of Shareholders	No. Of Shares 000's
20000 shares or over	19	4518
10000 – 19999 shares	14	181
1000 – 9999 shares	213	534
Under 1000 shares	2692	610
	2938	5843

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 and 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.

Chairman's Statement

The period covered in this report has been extremely challenging on the park. A lack of consistency has caused real issues, an aspect that requires to be addressed. While there is no escaping the fact these are challenging times financially, we do have a substantial football budget and must ensure that the performances improve to the level expected at this Club.

Off the field, there has been some progress in the move towards our new stadium at Loirston with outline planning permission having now been applied for, following the period of public consultation.

That consultation proved extremely useful and worthwhile and a number of ideas from supporters have been incorporated into the plans. While there is obviously a substantial amount of work to be undertaken before our plans become a reality, the start of season 2013/14 remains our provisional date for the opening of what will be the largest new build facility of its kind in Scotland for more than a century.

A further breakthrough as far as the overall stadium development is concerned occurred when Cove Rangers entered into an agreement with Aberdeen Football Club and other parties to deliver a major sports facility at Calder Park which, in addition to providing a new stadium for the Highland League club, would incorporate community facilities for the area and a superb new training facility for ourselves.

The major challenge now is to ensure we deliver and what better incentive than the prospect of one of the finest football and sports centres to be found anywhere in Europe?

Not unconnected to the above was the decision by the Board to appoint Duncan Fraser as Chief Executive Officer to take charge of all day to day operations at the Club and to meet the challenges ahead.

The rationale behind the move was that the major shareholders believed that, given the necessary continuing financial support to meet future challenges, particularly in terms of the new stadium and training facilities, they needed to appoint an individual to be responsible for an integrated strategic approach across the Club in its entirety and move the organisational structure forward to take full advantage of the opportunities a new stadium will offer.

The move also enhances our good relations with the bank as we look to secure investment both from internal and external sources to make the stadium and training facilities a reality. Duncan has a proven track record of managing the Club's business and has worked extremely well with the bank over the years and his appointment as CEO underlines the Board's confidence in his abilities to drive the Club forward at this challenging juncture.

At the time of publishing this report the Club is renegotiating the bank facilities, a process which is ongoing. The Board of Directors and I remain confident that with continued support from the major shareholders, the required bank facilities will be put in place early in the New Year, thus enabling us to drive forward on the stadium and training facility projects.

Stewart Milne
Chairman

Business and Financial Review

Introduction

In my report last year I stated the economic conditions facing Scottish football were as challenging as they had ever been, and events over the last twelve months right across the professional game in Scotland have reinforced this. Football, like all other businesses, is not immune from the economic challenges facing everyone at this moment in time and it is essential that we manage our affairs in a prudent way to ensure our long term prosperity.

Over the last few months we have spent a considerable amount of time driving forward on the stadium and training facilities front. This culminated in the submission of our planning application for the new stadium at Loirston in August this year; the submission of a planning application in September for the existing Pittodrie site in order to maximise the funds available towards the new stadium and reaching an agreement with Cove Rangers FC and Aberdeen City Council that will deliver the training facilities that are essential to our long term prospects.

Since the year-end, a great deal of work has been put into renegotiating our bank facilities, a process which is ongoing, to enable us to continue with the stadium and training facilities projects, without affecting the underlying business.

With the continued support from the major shareholders, I am confident that we will renew the facilities on terms acceptable to us, to take us through the medium term.

Financial Review

The overall turnover fell from £8.557 million to £7.053 million. Of this fall, over half was a result of the decrease in broadcasting income, with the majority of this as a direct result of the implications of the new broadcasting contract with Sky/ESPN. As I indicated last year on an annual basis over the next two seasons this will cost on average £1 million to the bottom line.

The fall in gate receipts from £2.971 million to £2.718 million is a reflection of the ninth place finish to the season, the post split fixtures and the lack of progress in the cups, particularly with so few home ties. The fall in the other income streams reflect the same pattern.

On the cost side our overall wage level fell from £5.756 million in 2008/09 to £4.601 million in 2009/10. The reason for the significant drop in wages is largely due to the fact that during last year we were able to complete the process started some years back that better aligns the bonus structure to team performance. To emphasise this point our budget wage level was due to fall only marginally last season due to the reorganisation in the football department at the end of the 2008/09 season.

The Club also paid fees as opposed to wages for the players brought in from Plymouth Argyle on loan in January 2010 which in part reflects the increased amortisation levels.

As a result of this, the key industry ratio of wages to turnover (after grossing up our merchandising and adjusting for the transfer fees paid in January) was just under 60 per cent, as compared with the 63 per cent the season before. The other costs reflect the fixed nature of most of our areas and the high level of maintenance required in an ageing stadium.

Given the wages to turnover ratio and the age of the stadium this demonstrates the tight control that the Club exerts on expenditure.

The overall Operating Loss (after depreciation, amortisation and grants) was below the budgeted figure which was set last year. On top of that the Club received a transfer fee for Lee Miller which accounts for most of the net gain on disposal.

I had stated in the Annual Report two years ago that we would likely have a small operating loss for the year ended 30 June 2010. Given the subsequent loss of broadcasting income this trading loss was likely to become significant. However, a combination of financial control, bonuses reflecting better on financial performance and transfer fees received, have cushioned the worst impact of the broadcasting downturn.

Business and Financial Review - (continued)

Going Forward

The budget for the coming year envisages the wage level increasing slightly on last season and therefore in line with the 2008/09 figure. This wage budget will be at a level in excess of the majority of our competitors who have required to make considerable cuts due to the financial climate. This will likely lead to continuing short term operating losses and we will need to ensure we deliver a consistent product that will enable us to generate revenues along with regular transfer fees to enable us to build our budget. This is a change in approach brought about by the broadcasting deal now in place.

Much has been written in recent years about the Club's commitment to youth development and the major investment that has been put into that area. This is absolutely the right approach from both a football and financial perspective. It is through the development of these players that the Club will be able to deliver a sustainable team that is brought through the system and which develops a real affinity with the Club and our supporters. By developing quality players we can bring success to the Club and when it is right these players will move on and the transfer fees received are what will make the Club successful and contribute to ensuring our long term future.

Strategic Plan

When I was appointed Chief Executive in August this year I indicated one of my aims is to review all aspects of the business and put a strategic plan in place that will see us through to the move to the new stadium and deliver a management structure to take us forward thereafter. This structure must be right for the Club and I will develop key personnel within the Club to ensure they are equipped to meet the challenge.

In renegotiating the bank facilities, a process which is ongoing, I looked at the trading position through to the start of the 2013/14 season (the provisional date for a move to a new stadium) and have developed the first draft of the financial model post relocation. Over the coming months this will be developed further and I hope once the strategic plan is complete to roll the key points out.

Future Prospects

I started this report by stating the extremely challenging times facing us all. I do however strongly believe that the long term future for the Club is good. The new stadium and training facility proposals are gathering pace and offer the Club a bright, sustainable future.

Finally, I would like to put on record my thanks to all the fantastic staff who are totally dedicated to the Club.

Duncan Fraser
Chief Executive

Football Report

The period covered in this report, has been the most challenging in my time at the Club. The on-the-field performances in all competitions were disappointing to say the least. The last campaign was also extremely difficult because of the number of players out of contract at the end of the season and the challenge of making the changes necessary to recruit key players for the 2010/11 season.

Those challenges were put to the test during the summer transfer window; an exercise that required everyone to work very closely to ensure that the best quality, within our parameters, was targeted for our squad and my thanks in particular goes to our Football Operations Manager Steven Gunn for his efforts with regard to the registration process.

The first team squad certainly does have a youthful look about it, with eight of the players aged 21 or under and four of them still eligible to turn out for the Under 19's. This is testimony to the strategy the Club has followed over the last five years, which is beginning to deliver real benefits. The young players now in our first team squad have come through our youth academy, which is now delivering players of great promise.

The recruitment of Paul Hartley has brought with it a captain with vast playing experience at the very top level and most definitely someone who can add so much both on and off the park.

A great deal of work has been put into delivering our new club sports science programme in conjunction with Robert Gordon University. We now enjoy a co-ordinated programme linking our youth development squads, Under 19's and first team, offering a proper pathway in this very important aspect of personal enhancement.

Like most SPL clubs our squad size is tighter than it has been and we have experienced incredibly bad luck with both Fraser Fyvie and Darren Mackie out for the long term with cruciate ligament problems.

As I have previously indicated, we must ensure that we continue to produce a conveyor belt of home grown talent, capable of succeeding for Club and country, from within, and demonstrate that the pathway exists for the individual player to make the first team. That is a key challenge that I will ensure our coaching staff deliver.

It is a challenge, but one which by working together, we are all most definitely up for.

Willie Miller,
Director of Football

Report of the Directors

The Directors have pleasure in submitting their Annual Report and audited Financial Statements for the year ended 30 June 2010.

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 £1,930,000 (2009 – £1,642,000).

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 (SPL) 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.

Turnover has fallen by £1.5 million and the Loss for the Financial Year has increased by £0.3 million compared to the prior year, largely due to the poor performance of the Club in the SPL and both cup competitions. The Club finished in ninth place in the SPL in the 2009/10 season which greatly affected the revenues generated from gates and from broadcasting. The Club was eliminated in the third round of the Co-Operative Insurance Cup and the fifth round of the Scottish Cup. The Club gained entry to the first qualifying round of the Europa Cup by means of a fourth place finish in the SPL last year and although eliminated in the first round the income generated helped to offset the loss of revenues elsewhere.

A full review of activities and prospects is contained in the Chairman's Statement, Business and Financial Review and Football Report 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 2009, or their date of appointment if later, and at 30 June 2010 were as follows:

	Ordinary shares of 10 pence each	
	As at 30 June 2010	As at 1 July 2009 (or date of appointment)
Stewart Milne	1,613,749	1,613,749
Duncan G Fraser	211	211
William F Miller	1,039	1,039
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.

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 2009 he was promoted to the role of Managing Director and in August 2010 he was appointed Chief Executive. He is a Chartered Accountant and held senior positions in the oil and gas industry prior to his appointment.

4. DIRECTORS AND THEIR INTERESTS (continued)

Brief biographical details of the Directors (continued)

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.

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.

Stewart Milne, Gordon Buchan and Martin Gilbert 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. FIXED ASSETS

During the year the Directors carried out a review of 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 2010. The resulting valuation of Pittodrie Stadium and the surrounding land on a depreciated replacement cost basis is £17.0 million and this figure has been reflected in the Financial Statements.

6. 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 (2009 - 35 days).

7. 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 12.

8. GOING CONCERN

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

The Group's use of financial instruments is fairly limited as described in note 7 above. At 30 June 2010 the Group has positive bank balances and bank loan facilities (see note 12 to the Financial Statements) agreed through to 10 March 2011. However, at the date of approving the Financial Statements, committed facilities are not in place for a period of at least 12 months beyond the date of approval. As explained on page 13 note 1(b), negotiations with the bank regarding the renewal of the facilities are ongoing, and based on the discussions to date, the Directors expect the required facilities to be finalised in due course.

8. GOING CONCERN (continued)

In considering the above, the Directors have prepared future financial projections which cover the period up to and beyond the review date for the banking facilities, which indicate that the Group should have 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 for the foreseeable future.

For this reason the Directors continue to adopt the going concern basis in the preparation of these Financial Statements.

9. 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 8 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.

10. AUDIT INFORMATION

Each of the persons who is 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.

11. AUDITORS

A resolution to reappoint Deloitte LLP will be proposed at the forthcoming Annual General Meeting.

On Behalf of the Board
Duncan G Fraser
Chief Executive
25 November 2010

Independent Auditors' Report

for the year ended 30 June 2010

We have audited the financial statements of Aberdeen Football Club plc for the year ended 30 June 2010 which comprise the Group and Parent Company Profit and Loss Account, the Group and Parent Company Statement of Total Recognised Gains and Losses, the Group and Parent Company Note of Historical Cost Profits and Losses, the Group and Parent Company Balance Sheets, the Group Cash Flow Statement and notes thereto, 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 Chapter 13 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 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 2010 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.

Emphasis of matter - Going concern

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosure made in note 1 to the financial statements concerning the groups's ability to continue as a going concern. As noted therein, the company is in the process of finalising revised banking facilities with its bankers. These conditions, along with other matters explained in note 8 of the Report of the Directors, indicate the existence of an uncertainty relating to the resolution of a material issue which may cast real doubt about the group's ability to continue as a going concern, should it not be satisfactorily resolved in the manner anticipated by the directors.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors 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
25 November 2010

Consolidated and Company Profit and Loss Accounts

for the year ended 30 June 2010

	Notes	Group		Company	
		2010 £000	2009 £000	**2010 £000**	2009 £000
Turnover	2	**7053**	8557	**7053**	8557
Operating Charges					
Recurring	3	**(8650)**	(9222)	**(8329)**	(8896)
Exceptional	3	**(41)**	(482)	**(41)**	(482)
Total Operating Charges		**(8691)**	(9704)	**(8370)**	(9378)
Operating Loss	5	**(1638)**	(1147)	**(1317)**	(821)
Gain on disposal of intangible fixed assets		**415**	46	**415**	46
Loss Before Interest and Taxation		**(1223)**	(1101)	**(902)**	(775)
Interest (payable)/receivable and similar charges (net)	4	**(707)**	(541)	**12**	128
Loss on Ordinary Activities Before Taxation		**(1930)**	(1642)	**(890)**	(647)
Tax on Loss on ordinary activities	6	**-**	-	**-**	-
Loss for the Financial Year	17	**(1930)**	(1642)	**(890)**	(647)
Loss per share – basic and diluted	7	**(33.0p)**	(28.1p)	**(15.2p)**	(11.1p)

Statement of Total Recognised Gains and Losses

	Notes	Group 2010	Group 2009	Company 2010	Company 2009
Loss for the financial year		**(1930)**	(1642)	**(890)**	(647)
Surplus on revaluation of fixed assets	17	**1846**	-	**-**	-
Total recognised losses in the year		**(84)**	(1642)	**(890)**	(647)

Consolidated Note of Historical Cost Profits and Losses

	Notes	Group 2010	Group 2009	Company 2010	Company 2009
Loss on ordinary activities before taxation		**(1930)**	(1642)	**(890)**	(647)
Difference between historical cost depreciation charge and the actual depreciation charge for the year	17	**384**	373	**-**	-
Historical cost loss on ordinary activities before taxation		**(1546)**	(1269)	**(890)**	(647)
Historical cost loss for the year after taxation		**(1546)**	(1269)	**(890)**	(647)

The notes on pages 13 to 22 form part of the Financial Statements.

Balance Sheets

as at 30 June 2010

	Notes	Group		Company	
		2010	2009	**2010**	2009
		£000	£000	**£000**	£000
Fixed Assets					
Intangible fixed assets	8	**152**	358	**152**	358
Tangible fixed assets	10	**17867**	16290	**867**	567
Investments	9	**-**	-	**-**	-
		18019	16648	**1019**	925
Current Assets					
Debtors	11	**1595**	2073	**4037**	4715
Cash at bank and in hand		**1044**	2285	**1044**	2285
		2639	4358	**5081**	7000
Creditors Amounts falling due within one year	12	**(13042)**	(1716)	**(1550)**	(1716)
Net Current Assets/(Liabilities)		**(10403)**	2642	**3531**	5284
Total Assets less Current Liabilities		**7616**	19290	**4550**	6209
Creditors Amounts falling due after more than one year	13	**(2053)**	(12865)	**(53)**	(92)
Deferred Income	15	**(3234)**	(4012)	**(2150)**	(2880)
Net Assets		**2329**	2413	**2347**	3237
Capital and Reserves					
Called up share capital	16	**584**	584	**584**	584
Revaluation reserve	17	**13487**	12025	**-**	-
Profit and loss account (deficit)/surplus	17	**(11742)**	(10196)	**1763**	2653
Shareholders' Funds	18	**2329**	2413	**2347**	3237

The notes on pages 13 to 22 form part of the Financial Statements.

The Financial Statements of Aberdeen Football Club plc, company registration number SC005364 were approved by the Board of Directors and authorised for issue on 25th November 2010.

Signed on behalf of the Board of Directors
Duncan G Fraser
Chief Executive

Consolidated Cash Flow Statement

for the year ended 30 June 2010

Net Cash Flow	Notes	2010 £000	2009 £000
Net cash outflow from operating activities	i	**(1067)**	(902)
Returns on investments and servicing of finance	ii	**19**	142
Taxation		**-**	-
Capital expenditure and financial investment	ii	**(95)**	(476)
Net cash outflow before financing		**(1143)**	(1236)
Financing	ii	**(98)**	(77)
Decrease in cash		**(1241)**	(1313)

Reconciliation of Net Cash Flow to Movement in Net Debt
(See Note iii)

Decrease in cash in the year	**(1241)**	(1313)
Cash outflow from decrease in debt	**98**	77
Change in net debt resulting from cash flows	**(1143)**	(1236)
New finance leases	**(27)**	(74)
Roll-up of interest expense	**(719)**	(669)
Net debt at 1 July	**(10977)**	(8998)
Net debt at 30 June	**(12866)**	(10977)

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 2010

i	Reconciliation of Operating Loss to Net Cash Outflow from Operating Activities	2010 £000	2009 £000
	Operating loss	**(1638)**	(1147)
	Amortisation of intangibles	**287**	133
	Depreciation	**732**	735
	Sale of tangible fixed assets	**-**	4
	Amortisation of grants	**(48)**	(48)
	Decrease in debtors	**478**	385
	Decrease in creditors	**(148)**	(489)
	Decrease in other deferred income	**(730)**	(475)
	Net cash outflow from operating activities	**(1067)**	(902)

ii Gross Cash Flows

	2010 £000	2009 £000
Returns on investments and servicing of finance		
Interest received	**31**	157
Hire purchase interest	**(12)**	(15)
	19	142
Capital expenditure and financial investment		
Payments to acquire intangible fixed assets	**(81)**	(453)
Receipts from sales of intangible fixed assets	**415**	46
Payments to acquire tangible fixed assets	**(429)**	(98)
Receipts from sales of fixed assets	**-**	29
	(95)	(476)
Financing		
Capital element of finance lease rental payments	**(98)**	(77)
	(98)	(77)

iii Analysis of Changes in Net Debt

	30 June 2009 £000	Cash Flows £000	Other Non-Cash Changes £000	30 June 2010 £000
Cash at bank and in hand	2285	(1241)	-	1044
Debt due within one year	(300)	-	(9700)	(10000)
Bank interest roll-up account - due within one year	(1073)	-	(719)	(1792)
Debt due after more than one year	(11700)	-	9700	(2000)
Finance leases	(189)	98	(27)	(118)
	(10977)	(1143)	(746)	(12866)

The non-cash change relates to term loan interest rolled up into the principal amount and new finance leases entered into during the year and reflects the reclassification of bank loans from more than one year to less than one year.

Notes Forming Part of the Financial Statements

for the year ended 30 June 2010

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, with the existing bank loan facilities (see note 12 to the Financial Statements) being agreed through to 10 March 2011. At the date of approving the Financial Statements, committed facilities are not in place for a period of at least 12 months beyond the date of approval. Negotiations with the bank regarding the renewal of the facilities are ongoing. Notwithstanding this uncertainty, based on the discussions to date, the Directors expect the required facilities to be finalised in due course. These matters are discussed in more detail in note 8 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 leaving the Company 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.

1. Accounting Policies (continued)

(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 2010/11 season, which are credited to the profit and loss account over the period of the agreement.

Notes Forming Part of the Financial Statements

for the year ended 30 June 2010

2. Analysis of Turnover

	Group		Company	
	2010	2009	**2010**	2009
	£000	£000	**£000**	£000
Gate receipts	**2718**	2971	**2718**	2971
Sponsorship & advertising	**859**	1053	**859**	1053
Broadcasting rights	**1090**	1876	**1090**	1876
Commercial	**2143**	2410	**2143**	2410
Other operating revenue	**243**	247	**243**	247
	7053	8557	**7053**	8557

3. Analysis of Operating Charges

Total Operating Charges				
Staff costs - including exceptional costs of £41,000 (2009 - £482,000) in respect of contract termination	**(4601)**	(5756)	**(4601)**	(5756)
Depreciation and other amounts written off tangible and intangible fixed assets, net of grant release – including amounts for the amortisation of players' registrations of £287,000 (2009 - £133,000).	**(971)**	(687)	**(450)**	(161)
Other operating charges	**(3119)**	(3261)	**(3319)**	(3461)
	(8691)	(9704)	**(8370)**	(9378)

Staff costs consist of:

Wages and salaries	**4131**	5127	**4131**	5127
Social security costs	**450**	589	**450**	589
Other pension costs	**20**	40	**20**	40
	4601	5756	**4601**	5756

Directors' remuneration (included above) consists of:

Emoluments	**246**	268	**246**	268
Pension contributions	**13**	33	**13**	33
	259	301	**259**	301

The Directors waived fees totalling £30,000 due in respect of the year ended 30 June 2010 (2009 - £30,000). The highest paid director received £147,000 (2009 - £158,000) including pension contributions of £13,000 (2009 - £21,000).

The average number of full and part time employees during the year based on full time equivalents was as follows:	**2010 Number**	2009 Number	**2010 Number**	2009 Number
Players	**42**	40	**42**	40
Football management	**10**	11	**10**	11
Scouting / Youth development	**23**	22	**23**	22
Commercial / Administration	**23**	23	**23**	23
Maintenance	**8**	8	**8**	8
	106	104	**106**	104

Number of directors who are members of a defined contribution pension scheme	**1**	1	**1**	1

4. Interest (Payable)/Receivable and Similar Charges (net)

	Group		Company	
	2010	2009	**2010**	2009
	£000	£000	**£000**	£000
Bank interest payable	**(719)**	(669)	**-**	-
Other loan interest payable	**(7)**	(14)	**(7)**	(14)
Hire purchase interest	**(12)**	(15)	**(12)**	(15)
Total interest payable	**(738)**	(698)	**(19)**	(29)
Bank interest receivable	**31**	157	**31**	157
	(707)	(541)	**12**	128

5. Operating Loss

	Group 2010	Group 2009	Company 2010	Company 2009
This is stated after charging/(crediting):-				
Auditors' remuneration - Audit services	**14**	14	**13**	13
- Tax services	**5**	6	**5**	6
- Other services	**5**	5	**5**	5
Amortisation of grants (note 15)	**(48)**	(48)	**-**	-
Depreciation of owned assets (note 10)	**687**	700	**118**	126
Depreciation on assets held under hire purchase contracts and finance leases (note 10)	**45**	35	**45**	35
Amortisation of intangibles (note 8)	**287**	133	**287**	133
Operating lease rentals - Land and buildings	**-**	-	**200**	200
- Hire of plant and equipment	**113**	113	**113**	113
Donations from lotteries	**(127)**	(171)	**(127)**	(171)

6. Tax on Loss on Ordinary Activities

	Group 2010	Group 2009	Company 2010	Company 2009
Taxation charge	**-**	-	**-**	-

The Group has estimated taxation losses available for carry forward amounting to £21,720,000 (2009 - £18,818,000) - see Note 20. The standard rate of tax for the year, based on the UK standard rate of corporation tax, is 28% (2009 - 28%). 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.

	Group 2010	Group 2009	Company 2010	Company 2009
Loss on ordinary activities before tax	**(1930)**	(1642)	**(890)**	(647)
Tax on loss on ordinary activities at standard rate	**(540)**	(460)	**(249)**	(181)
Factors affecting charge for the period:				
Expenses not deductible for tax purposes	**164**	173	**5**	12
Capital allowances in excess of depreciation	**(35)**	(42)	**(35)**	(42)
Income not taxable for tax purposes	**(34)**	(88)	**(21)**	(75)
Creation of tax losses	**445**	417	**300**	286
Total actual amount of current tax	**-**	-	**-**	-

Notes Forming Part of the Financial Statements

for the year ended 30 June 2010

7. Loss per Ordinary Share

	Group		Company	
	2010	2009	**2010**	2009
Loss for the financial year (£000's)	**(1930)**	(1642)	**(890)**	(647)
Weighted average number of ordinary shares ('000)	**5843**	5843	**5843**	5843
Loss per share (pence)	**(33.0p)**	(28.1p)	**(15.2p)**	(11.1p)

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 2009	513
Additions	81
Disposals	(325)
At 30 June 2010	269
Amortisation	
At 1 July 2009	155
Charge for year	287
Disposals	(325)
At 30 June 2010	117
Net Book Value	
At 30 June 2010	152
At 30 June 2009	358

9. Investments

	Group		Company	
	2010 **£000**	2009 £000	**2010** **£000**	2009 £000
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.

10. Tangible Fixed Assets

	Company	Group	Group	Total Group
	Plant, Furniture and Fittings £000	Land £000	Stands, Executive Boxes and Permanent Fixtures £000	£000
Cost or valuation				
At 1 July 2009	2680	4000	12861	19541
Additions	463	-	-	463
Revaluation	-	-	139	139
At 30 June 2010	3143	4000	13000	20143
Depreciation				
At 1 July 2009	2113	-	1138	3251
Charge for year	163	-	569	732
Revaluation	-	-	(1707)	(1707)
At 30 June 2010	2276	-	-	2276
Net Book Value				
At 30 June 2010	867	4000	13000	17867
At 30 June 2009	567	4000	11723	16290

Comparable amounts determined according to the historical cost convention

Group

Cost	3143	208	6976	10327
Accumulated depreciation	(2276)	-	(3672)	(5948)
Net book value at 30 June 2010	867	208	3304	4379
Net book value at 30 June 2009	567	208	3489	4264

FRS 15 has been adopted and all freehold land and stands, executive boxes and permanent fixtures are carried at valuation. The Directors have carried out an interim review of 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 2010. The resulting valuation of Pittodrie Stadium and the surrounding land on a depreciated replacement cost basis is £17.0 million and this figure has been reflected in the Group Financial Statements.

The net book value of plant, furniture and fittings in respect of assets held under finance leases and hire purchase contracts was £226,000 (2009 - £237,000).

Included in additions to Plant, Furniture and Fittings is an amount of £402,000 relating to the new stadium project. Up until June 2009, costs relating to the feasibility stages of the project were written off as incurred, however in view of the significant progress made during 2009/10, costs incurred since 1 July 2009 have been capitalised.

for the year ended 30 June 2010

11. Debtors

	Group		Company	
	2010	2009	**2010**	2009
	£000	£000	**£000**	£000
Trade debtors	**1105**	1546	**1105**	1546
Amounts due from subsidiary companies	**-**	-	**2442**	2642
Other debtors and prepayments	**490**	527	**490**	527
	1595	2073	**4037**	4715

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

Bank term loan (see note 14)	**9700**	-	**-**	-
Bank interest roll-up facility (see note 14)	**1792**	-	**-**	-
Other loans (see note 14)	**300**	300	**300**	300
Obligations under finance leases and hire purchase contracts	**65**	97	**65**	97
Trade creditors	**305**	329	**305**	329
Other taxes and social security costs	**229**	363	**229**	363
Other creditors and accruals	**651**	627	**651**	627
	13042	1716	**1550**	1716

The bank term loan and associated bank interest roll-up facility and £2.0 million of loans from related parties (see Note 23), 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. Negotiations with the bank regarding the renewal of the facilities are ongoing, and based on the discussions to date, the Directors expect the required facilities to be finalised in due course (see note 1 above and note 8 in the Report of the Directors).

The £300,000 of Other loans (including £200,000 from Stewart Milne Group Limited – see Note 23) bears interest at 1.5% above the Bank of Scotland base rate.

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;

12. Creditors: Amounts falling due within one year (continued)

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.

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.

Obligations under finance leases and hire purchase contracts	Group		Company	
	2010	2009	**2010**	2009
	£000	£000	**£000**	£000
Future minimum payments under hire purchase contracts are as follows:				
Within one year	**65**	97	**65**	97
Between one and two years	**39**	68	**39**	68
Between two and five years	**14**	24	**14**	24
	118	189	**118**	189

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 (see note 12)	**-**	9700	**-**	-
Bank interest roll-up facility (see note 12)	**-**	1073	**-**	-
Loans from related parties (see note 23)	**2000**	2000	**-**	-
Loans at 30 June (see note 14)	**2000**	12773	**-**	-
Obligations under finance leases and hire purchase contracts	**53**	92	**53**	92
	2053	12865	**53**	92

14. Loans

The loans are repayable as follows:

Within one year	**11792**	300	**300**	300
Between one and two years	**-**	10773	**-**	-
Between two and five years	**2000**	2000	**-**	-
	13792	13073	**300**	300

ANNUAL REPORT 2010

Notes Forming Part of the Financial Statements

for the year ended 30 June 2010

15. Deferred Income

	Group		Company	
	2010	2009	**2010**	2009
	£000	£000	**£000**	£000
Deferred grant income - from Football Trust				
At beginning of year	**1132**	1180	**-**	-
Released to profit and loss account	**(48)**	(48)	**-**	-
At end of year	**1084**	1132	**-**	-
Other deferred income				
From season tickets, advance ticket sales, executive boxes and sponsorships received in advance of 2010/11 season (2009/10 season)	**2150**	2880	**2150**	2880
Total deferred income	**3234**	4012	**2150**	2880

16. Share Capital

	Group and Company	Group and Company
	2010	2009
	£000	£000
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

	Revaluation Reserve	Profit and Loss Account
	£000	**£000**
Group		
Balance at 1 July 2009	12025	(10196)
Surplus on revaluation of fixed assets	1846	-
Transfer of amount equivalent to additional depreciation on revalued assets	(384)	384
Loss for the financial year	-	(1930)
Balance at 30 June 2010	13487	(11742)
Company		
Balance at 1 July 2009	-	2653
Loss for the financial year	-	(890)
Balance at 30 June 2010	-	1763

18. Reconciliation of Movement in Consolidated Shareholders' Funds

	Group	Group
	2010	2009
	£000	£000
Loss for the financial year	**(1930)**	(1642)
Surplus on revaluation of fixed assets	**1846**	-
Net decrease in shareholders' funds	**(84)**	(1642)
Opening shareholders' funds	**2413**	4055
Closing shareholders' funds	**2329**	2413

19. Capital Commitments

The Group and Company had capital commitments at 30 June 2010 of £1.1 million (2009 - £Nil) relating to the new stadium project.

20. Deferred Taxation

At 30 June 2010 the Group has an unrecognised deferred tax asset of £6,082,000 (2009 - £5,418,000) 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 (2009 - £597,000) relating to a potential de-grouping charge and £1,069,000 (2009 - £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 2010.

See also note 24.

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 (2009 - £7,000). In addition, contributions of £13,000 (2009 - £33,000) were made to personal pension schemes on behalf of employees.

There was £1,000 due for payment at 30 June 2010 (2009 - £1,000).

22. Group and Company Commitments Under Operating Leases

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

	Other 2010 £000	Other 2009 £000
Operating leases expiring:-		
Within one year	**99**	83
Between one and two years	**7**	10
Between two and five years	**5**	8
	111	101

23. Related Party Transactions

During the year fees for professional services totalling £34,000 (2009 - £7,000) 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 2010 £9,000 (2009 - £18,000) 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).

24. Post Balance Sheet Event

The Finance Act 2010, which provides for a reduction in the main rate of corporation tax from 28% to 27% from 1 April 2011, was substantively enacted on 21 July 2010. As it was not substantively enacted at the balance sheet date, the rate reduction is not reflected in these Financial Statements in accordance with UK GAAP, as it is a non-adjusting event occurring after the reporting period.

The Government has also indicated that it intends to enact future reductions in the main tax rate of 1% each down to 24% by 1 April 2014.

We estimate that the change in the main rate of corporation tax from 28% to 27% would reduce our unrecognised UK deferred tax asset (see note 20) provided at 30 June 2010 by £217,000, however the actual impact will be dependent on our deferred tax position at that time.

Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN that the ONE HUNDRED and SEVENTH Annual General Meeting of ABERDEEN FOOTBALL CLUB plc will be held at The Richard Donald Suite, Pittodrie Stadium, Pittodrie Street, Aberdeen on 20th December 2010 at 7.00pm to transact the following: -

As ordinary business:

1. To receive and consider the Financial Statements for the year ended 30 June 2010 together with the Reports of the Directors and Auditors thereon.

2. To re-elect Stewart Milne as a Director.

3. To re-elect Gordon A Buchan as a Director.

4. To re-elect Martin J Gilbert 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 25th November 2010

Note:

It is requested that notice of questions on the Reports or Accounts should be in the Secretary's hands by 5pm on Monday 13th December 2010.

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.

Pittodrie Stadium
Pittodrie Street,
Aberdeen AB24 5QH

www.afc.co.uk