

Registration No. IP 2590 RS

RAITH ROVERS INDEPENDENT SUPPORTERS' SOCIETY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2009



THE RAITH TRUST

RAITH ROVERS INDEPENDENT SUPPORTERS' SOCIETY LTD

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RAITH ROVERS INDEPENDENT SUPPORTERS' SOCIETY LTD

STATUTORY INFORMATION

Directors	G Condie T Cunningham J Mainland T Phillips J Proctor A Russell B White
Secretary	J Proctor
Registered Number	IP 2590 RS
Registered Office	9 East Fergus Place Kirkcaldy KY1 1XU
Bankers	Bank of Scotland Carberry Road Mitchelston Kirkcaldy KY1 3PA
Solicitors	Cobbetts Ship Canal House King Street Manchester M2 4WB

**DIRECTORS' REPORT
YEAR ENDED 30 JUNE 2009**

The Directors present their report and financial statements for the year ended 30 June 2009.

The Society was incorporated on 17 September 2002 and took over the activities of Raith Rovers Independent Association. The Society is an Industrial and Provident Society, subject to the Industrial and Provident Societies Acts 1965 to 2002. It is regulated by the Financial Services Authority.

Principal activities

The Society's objectives are, either itself or through a subsidiary company or society trading for the benefit of the community and acting under its control:

- i) to strengthen the bonds between Raith Rovers Football Club ("the club") and the community which it serves and to represent the interests of the community in the running of the club,
- ii) to benefit present and future members of the community served by the Club by promoting, encouraging and furthering the game of football as a recreational facility, sporting activity and focus for community involvement,
- iii) to provide a democratic forum for Society members and the wider community to share and exchange their aspirations for the club,
- iv) to represent the interests of Society members, and the wider community, in the affairs of the Club and to engage in constructive dialogue with the representatives and staff of the Club,
- v) to support the continuing development of, and widen interest and involvement in, the game of football in the Kirkcaldy area regardless of sex, age, ability or ethnic origin of those involved, and,
- vi) to work to ensure a positive portrayal of football in general, the Club, supporters of the Club and the wider community served by the Club.

DIRECTORS' REPORT (continued)
YEAR ENDED 30 JUNE 2009

Directors

The following Directors have held office during the year to 30 June 2009.

G Condie	T Cunningham
J Mainland	T Phillips
J Proctor	A Russell
B White	

Directors' Interests

The Directors' interests in the shares of the Society were as stated below:

Ordinary shares of £1 each

	30 June 2009	30 June 2008
G Condie	1	1
T Cunningham	1	1
J Mainland	1	1
T Phillips	1	1
J Proctor	1	1
A Russell	1	1
B White	1	1

Auditors

The members voted to have an independent review undertaken on the 2009 accounts in lieu of a full audit.

Directors' responsibilities

Society law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state affairs of the Society and of the surplus or deficit of the Society for that period. In preparing those financial statements, the directors are required to:

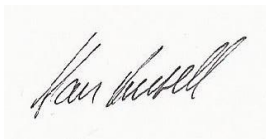
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;

DIRECTORS' REPORT (continued)
YEAR ENDED 30 JUNE 2009

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society and to enable them to ensure that the financial statements comply with the Industrial and Provident Societies Acts 1965 to 2002. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board

A handwritten signature in black ink, appearing to read 'A Russell', is written on a light-colored rectangular background.

A Russell
Chairman

BUSINESS REVIEW – CHAIRMAN'S STATEMENT

The period to 30th June 2009 has been a year of achievement for both Raith Rovers and the Raith Trust on and off the pitch. Promotion to the first division was secured at the national stadium with a game to spare, following a terrific season and a very strong challenge from Ayr United particularly from the turn of the year onwards.

In November 2008 there were some major changes at Starks Park when majority shareholder Mr John Sim decided to remove all of the incumbent directors of Starks Park Properties Ltd, owner of Starks Park and replace them with himself as sole director. This caused us some concern at the time, particularly what it indicated about the relationship between Mr Sim and the other parties involved in the New Raith Rovers consortium. Whilst Mr Sim's intentions for the company remains unclear, we are pleased to learn that the long term financing of the debt and the lease agreement between Starks Park Properties and the football club have been agreed.

In the absence of any major crisis, the trust has continued on quietly with the work of fundraising and trying to increase the fans shareholding in Raith Rovers. After discussion with the football club board, we agreed that the club's Youth Development Initiative would be the focal point for our fundraising and were delighted to hand over a cheque for £6,000 to Dave Somerville, Raith Rovers Chairman at half time on the last day of last season. This money was raised through a number of activities – donations, a sponsored walk to New Bayview, sale of books, classic shirts, t-shirts, and affiliate income through the eCommerce section of our website. The lesson we learned from this is that the simplest ideas are often the ones which raise the most money – the sponsored walk for example was a 3½ hour stroll on a sunny spring morning and raised over £1,200.

Trust members and board members continue to be involved in a number of Raith Rovers activities which have had an invaluable impact on the profile of Raith Rovers including the exhibition of Raith Rovers memorabilia at Kirkcaldy Museum, the development of Raith TV on the club website and "The Treatment Table" on the VRN hospital radio channel and on podcast.

Also of particular note was the appointment of Tom Phillips, trust board member as director of Raith Rovers to represent the investment made in New

RAITH ROVERS INDEPENDENT SUPPORTERS' SOCIETY LTD

Raith Rovers Ltd that we hold on behalf of the Raith Forum. Tom, a founder member of the trust took over from Alex Condie. Alex became a well known face and voice around Starks Park during his tenure in charge and made a significant contribution to the club on behalf of the Forum. We continue to support Tom in his role though he benefits from already being well known by members of the board and others at Starks Park through his many years of working on projects such as Raith TV and The Treatment Table.

Finally, I'm delighted that we are holding our 2009 AGM in November 2009, 15 years after that great day at Ibrox. There has been a lot of hard work done behind the scenes to improve the processes involved in production of the accounts and in the trust organisation in general and we are delighted to hold our AGM a matter of months following our year end, a timetable we intend to maintain in future years.

Alan Russell
CHAIRMAN

BUSINESS REVIEW – MEMBERSHIP REPORT

Since the membership highs of the reclaim the rovers campaign, the raith trust has been actively recruiting new members with the xxxth new member joining. This brings the total number of members to xxx.....

Blair White

MEMBERSHIP SECRETARY

BUSINESS REVIEW – TREASURER'S REPORT

Overall the trust continues to maintain a good level of income from members allowing us to continue to invest further in the football club through the trusts investment in New Raith Rovers Ltd. Income from monthly standing orders is around £400 per month. This equates to around £4,500 a year. This income combined with other fundraising activities including those run by the 200 Club and Fifes Finest have meant the trust has been able to invest a further £14,100 this year bringing our total investment in Raith Rovers to £179,630.

The trust continues to seek new sources of income and the production and sale of the David Potter books and the "Marvin Say" T-Shirts have brought a new dimension to trust fundraising. Profits for the year from sales of these is £817 with some stock remaining which we continue to sell via the website and on ebay. Affinity income is slightly down this year but that is more a reflection of prior year successes but continues to be an avenue of income the trust seeks to promote through the revamped website.

Other items of note include the donation of £15,000 in the form of shares in Raith Rovers Holdings Ltd. This donation was made some years ago by Turnbull Hutton, director of Raith Rovers but issues with obtaining the share certificate has meant it couldn't be recorded until this year.

Advertising and sponsorship expenditure increased primarily due to financing the purchase of TOPPS replica strips. These reproductions of old Raith Rovers strips add to the continuing variety of Raith Rovers merchandise available to fans which is probably as good as it has ever been following the clubs partnership with Puma.

Finally of note is the return of the £6,976 grant the trust obtained from the Coalfields Regeneration Trust. This grant was obtained to help kickstart the midnight leagues that Raith Rovers were involved in setting up in Kirkcaldy and Cowdenbeath. However, Fife Council who originally paid for this did not claim the grant funding from us and so the grant was returned.

Graeme Condie
TREASURER

**INDEPENDENT EXAMINERS REPORT
TO THE MEMBERS OF RAITH ROVERS INDEPENDENT SUPPORTERS'
SOCIETY LIMITED**

I have reviewed the financial statements of Raith Rovers Independent Supporters' Society Limited on pages 11 to 16 for the year to 30 June 2009.

This report is made solely to the society's members, as a body. My examination work has been undertaken so that I might state to the society's members those matters I am required to state to them in an examiners' report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the society and the society's members as a body, for my work, for this report, or for the opinions I have formed.

Respective responsibilities of Society's Board Members and the examiner

The Society Board Members consider that an audit is not required for this year as an appropriate resolution was approved by members at the last AGM and that an independent examination is therefore appropriate.

It is my responsibility to:

- examine the accounts
- follow the procedures laid down in the General Directions given by Supporters Direct; and
- state whether particular matters have come to my attention.

Basis of Independent Examiner's statement

My examination was carried out in accordance with General Directions given by Supporters Direct. An examination includes a review of the accounting records kept by the Society and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Society Board Members concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

INDEPENDENT EXAMINER'S REPORT (continued)

Independent examiner's statement

In the course of my examination, no matter has come to my attention

- a) which gives me reasonable cause to believe that, in any material respect, the Society Board Members have not met the requirements to ensure that:
 - i) proper accounting records are kept
 - ii) accounts are prepared which agree with the accounting records and comply with generally accepted accounting requirements; or
- b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

I can also confirm that, in my opinion, the accounts have been properly prepared in accordance with the Industrial and Provident Societies Act 1965 and Friendly and Provident Societies Act 1968.

Signed _____

Date 01/11/2009

Qualification ICAS

Name Sharon Campbell

Address 36 Petrel Way, Dunfermline

Fife, KY11 8GY

**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2009**

	2009	2008
	£	£
Trading Income		
Sales	1,418	-
Less Cost of Sales	<u>(601)</u>	<u>-</u>
Gross Profit	<u>817</u>	<u>-</u>
Income		
Members' subscriptions	972	863
Donations	19,327	5,378
Fund Raising	7,736	10,257
Grant Funding	-	694
Affinity Income	<u>178</u>	<u>249</u>
	<u>28,213</u>	<u>17,441</u>
Expenditure		
Printing, postage and stationary	369	287
Advertising and sponsorships	1,780	1,102
Membership subscriptions	50	50
Grant Funding repaid	<u>6,976</u>	<u>-</u>
	<u>9,175</u>	<u>1,439</u>
Operating Surplus	<u>19,855</u>	<u>16,002</u>
Other interest receivable and similar income		
Bank Interest	<u>77</u>	<u>199</u>
Retained surplus for the year	<u>19,932</u>	<u>16,201</u>

The notes on pages 14 to 16 form part of these financial statements.

RAITH ROVERS INDEPENDENT SUPPORTERS' SOCIETY LTD

BALANCE SHEET – PERIOD ENDED 30 JUNE 2009

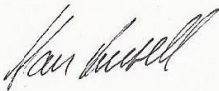
	Notes	2009 £	2008 £
Fixed assets			
Investments	2	<u>165,530</u>	<u>150,530</u>
Current assets			
Cash at bank and in hand		9,410	20,870
Stock		1,364	-
Debtors:			
Amounts receivable within one year	3	14,202	-
Creditors:			
Amounts falling due within one year	4	<u>112</u>	<u>950</u>
Net current assets		24,864	19,920
Total assets less current liabilities		190,394	170,450
Creditors:			
Amounts falling due after one year	5	<u>59,500</u>	<u>59,500</u>
Total Assets less Liabilities		<u>130,894</u>	<u>110,950</u>
Called up Capital and reserves			
Called up share capital	6	197	184
Income and expenditure account	7	<u>130,697</u>	<u>110,765</u>
	8	<u>130,894</u>	<u>110,949</u>

The notes on pages 14 to 16 form part of these financial statements.

RAITH ROVERS INDEPENDENT SUPPORTERS' SOCIETY LTD

The financial statements were approved by the Board on 1 November 2009.

G Condie
Treasurer

A handwritten signature in black ink, appearing to read 'A Russell', is centered within a light gray rectangular box.

A Russell
Chairman

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2009**

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical convention.

1.2 Investments

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

1.3 Stock

Stock is valued at cost

2 Fixed asset investments

Unlisted Investments	2009	2008
Cost		
At Cost – 1 July 2008	150,530	139,930
Added in Year	<u>15,000</u>	<u>10,600</u>
At Cost 30 June 2009	<u>165,530</u>	<u>150,530</u>

The unlisted investments represent:

Raith Rovers FC Holdings Limited	36,000	21,000
New Raith Rovers Limited	<u>129,530</u>	<u>129,530</u>
	<u>165,530</u>	<u>150,530</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 JUNE 2009

3 Debtors: amounts receivable within one year

	2009	2008
Investments Purchased*	14,100	-
Other Debtors	<u>102</u>	<u>-</u>
	<u>14,202</u>	<u>-</u>

* The trust purchased 14,100 shares in New Raith Rovers Limited. The company requires to increase it's authorised share capital before the shares can be distributed. This is expected to be done following the companies next AGM.

4 Creditors: amounts falling due within one year

Other creditors	<u>112</u>	<u>950</u>
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5 Creditors amounts falling due after one year

238 Loan notes of £250 each	<u>59,500</u>	<u>59,500</u>
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6 Share capital

Allotted, called up and fully paid

197 Ordinary Shares of £1 each	<u>197</u>	<u>184</u>
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7 Statement of movements on profit and loss account

Income and Expenditure Account

Balance B/Fwd	110,765	94,564
Retained surplus for period	<u>19,932</u>	<u>16,201</u>
	<u>130,697</u>	<u>110,765</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 JUNE 2009

8 Reconciliation of movements in shareholders' funds

	2009	2008
Surplus for the financial period	19,932	16,201
New shares issued in period	13	-
Loss from cancellation of shares	-	<u>(304)</u>
Net addition to shareholders' funds	<u>19,945</u>	<u>15,897</u>
Opening shareholders' funds	<u>110,950</u>	<u>95,053</u>
Closing shareholders' funds	<u>130,895</u>	<u>110,950</u>