

CHATSWORTH HOUSE TRUST

REPORT AND ACCOUNTS

31 MARCH 2000



CHATSWORTH HOUSE TRUST

REPORT OF THE COUNCIL OF MANAGEMENT

The Council Members have pleasure in presenting their report together with the accounts for the year ended 31 March 2000.

THE COMPANY

The Chatsworth House Trust is a company limited by guarantee incorporated on the 23 January 1981 and governed by its memorandum and articles of association. It is also a registered charity number 511149. Its registered office is 21 Buckingham Gate, London SW1.

THE COUNCIL OF MANAGEMENT

The Members of the Council of Management are the directors of the company.

The following served on the Council throughout the period:

- *Marquess of Hartington - Chairman
- *The Duke of Devonshire - An alternate for Lord Hartington and the Duchess of Devonshire
- *The Duchess of Devonshire
 - Sir Martyn Beckett
 - Mr W A W Bemrose
 - Mr R N Hambro
- *Mr N W Smith
 - The Hon. Edward Adeane

*These Members of the Council are also members of the company.

Sir Martyn Beckett and Mr R N Hambro are the directors who retire by rotation and, being eligible, offer themselves for re-election.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company 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 company and to enable them to ensure that the accounts comply with the Companies Act 1985. 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.

CHATSWORTH HOUSE TRUST

REPORT OF THE COUNCIL OF MANAGEMENT (continued)

BANKERS

The company's bankers are the Royal Bank of Scotland and Smith & Williamson Securities.

SOLICITORS

The company's solicitors are Currey & Co., 21 Buckingham Gate, London SW1 who are also the Secretaries.

INVESTMENT ADVISERS

The company's investment advisers are Smith & Williamson Securities, No 1 Riding House Street, London W1. Under its memorandum of association the company has power to invest its funds in or upon such investments, securities or property (whether or not for the time being authorised for the investment of trust moneys) as the company thinks fit.

AUDITORS

The company's auditors are PricewaterhouseCoopers who are willing to continue in office and a resolution will be submitted to the forthcoming annual general meeting that they be re-appointed.

PRINCIPAL ACTIVITIES

The company holds a lease of Chatsworth House and its essential contents, with approximately 1,822 acres of land including the garden, park and woodland surrounding the House. The company's principal activities are the maintenance and preservation of this property and opening it to the public. The House and gardens are open every day from mid March to the end of October and much of the park is open every day of the year.

BUSINESS REVIEW

The general fund incurred an operating deficit of £644,886 (1999 - £551,465) on opening the House, gardens and park to the public.

The general fund also received revenue grants of £60,000 (1999 - £60,000) and investment income of £408,318 (1999 - £400,376). After crediting realised and unrealised gains on investments, the total increase in value of the general fund was £2,003,776 (1999 - £622,401).

The art purchases fund accepted donations of £989,610 (1999 - £689,610) and received investment income of £171,824 (1999 - £124,388). The fund spent £72,598 (1999 - £1,716) on the purchase of works of art. After crediting realised and unrealised gains on investments, the total increase in value of the art purchases fund was £1,685,758 (1999 - £1,116,956).

The Council of Management is satisfied that the company's assets are available and adequate to fulfil its obligations.

CHATSWORTH, HOUSE TRUST

REPORT OF THE COUNCIL OF MANAGEMENT (continued)

BUSINESS REVIEW (continued)

The following other information is presented in order to provide an understanding of the operations of the company during the year.

	General Fund	
	2000	1999
(i) Operating deficit from Chatsworth	(644,886)	(551,465)
Add: revenue grants and investment income	468,318	460,376
Less: investment management fees and taxation	(29,447)	(29,705)
	<u> </u>	<u> </u>
Revenue (deficit) after other income	£(206,015)	£(120,794)
(Net incoming resources per page 5)	<u> </u>	<u> </u>

The operating deficit from Chatsworth is calculated as revenue from Chatsworth (per page 5), less total resources expended apart from investment management fees and taxation.

(ii) General fund - investments at market value	£12,851,273	£10,668,551
	<u> </u>	<u> </u>
Art purchases fund - investments at market value	£5,601,410	£4,011,030
	<u> </u>	<u> </u>

The values shown above include investment assets and cash balances held by the investment managers, but exclude all other assets and liabilities shown on the balance sheet.

(iii) Since the establishment of the art purchases fund, the amount of art purchases financed from the fund totals £105,513 (1999 - £32,915). After taking this into account, the cumulative amount of investment income available to spend on art purchases is £297,055 (1999 - £212,103).

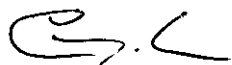
CHARITABLE DONATIONS

Charitable donations amounted to £60,000 during the year (1999 - £50,000).

EMPLOYEES

As stated in note 3 to the accounts the company does not have any employees of its own.

By Order of the Council



CURREY & CO
SECRETARIES TO THE COUNCIL
Company No: 1541046

14 December 2000

PricewaterhouseCoopers
Victoria House
76 Milton Street
Nottingham NG1 3QY
Telephone +44 (0) 115 947 3000
Facsimile +44 (0) 115 947 2660

Auditors' Report to the Members of Chatsworth House Trust

We have audited the financial statements on pages 5 to 17 which have been prepared under the historical cost convention as modified by the revaluation of investments and the accounting policies set out on pages 9 and 10.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the Annual Report. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the United Kingdom Companies Act. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit opinion

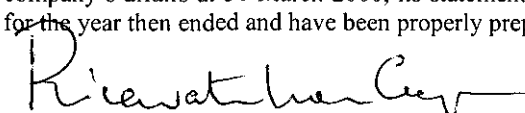
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

As stated in the accounting policies set out on pages 9 and 10 of the accounts, the accounting policies adopted for the company's pension liabilities do not follow Statement of Standard Accounting Practice No 24, Accounting for Pension Costs.

Except for the foregoing, in our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 March 2000, its statement of financial activities, income and expenditure and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


PricewaterhouseCoopers
Chartered Accountants and Registered Auditors
Nottingham
14 December 2000

CHATSWORTH HOUSE TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2000

	Notes	General Fund	Art Purchases Fund	Total 2000	Total 1999
INCOMING RESOURCES					
Revenue from Chatsworth	4	3,079,051	-	3,079,051	2,838,526
Donations and gifts	5	-	989,610	989,610	689,610
Grants receivable	6	60,000	-	60,000	60,000
Investment income	7	408,318	171,824	580,142	524,764
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL INCOMING RESOURCES		3,547,369	1,161,434	4,708,803	4,112,900
		<hr/>	<hr/>	<hr/>	<hr/>
RESOURCES EXPENDED					
Direct charitable expenditure	8	(3,116,746)	-	(3,116,746)	(2,830,125)
Management and administration of the charity	9	(636,638)	(14,274)	(650,912)	(596,890)
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL RESOURCES EXPENDED		(3,753,384)	(14,274)	(3,767,658)	(3,427,015)
		<hr/>	<hr/>	<hr/>	<hr/>
NET (OUTGOING)/INCOMING RESOURCES		(206,015)	1,147,160	941,145	685,885
GAINS ON INVESTMENT ASSETS					
Realised gains		469,229	152,826	622,055	27,099
Unrealised gains		1,740,562	385,772	2,126,334	1,026,373
		<hr/>	<hr/>	<hr/>	<hr/>
NET MOVEMENT IN FUNDS		2,003,776	1,685,758	3,689,534	1,739,357
FUND BALANCES BROUGHT FORWARD AT 1 APRIL 1999					
		13,868,563	4,062,144	17,930,707	16,191,350
		<hr/>	<hr/>	<hr/>	<hr/>
FUND BALANCES CARRIED FORWARD AT 31 MARCH 2000		£15,872,339	£5,747,902	£21,620,241	£17,930,707
		<hr/>	<hr/>	<hr/>	<hr/>

There are no recognised gains or losses other than those included in the results above.

CHATSWORTH HOUSE TRUST

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2000

	Notes	2000	1999
Revenue from Chatsworth	4	3,079,051	2,838,526
Donations	5	989,610	689,610
Grants receivable	6	60,000	60,000
Investment income	7	580,142	524,764
		<u>1,629,752</u>	<u>1,274,374</u>
TOTAL INCOME		4,708,803	4,112,900
Total expenditure		<u>(3,762,775)</u>	<u>(3,414,538)</u>
NET INCOME BEFORE INVESTMENT ASSET DISPOSALS		946,028	698,362
Gain on disposals of investments		<u>622,055</u>	<u>27,099</u>
NET INCOME BEFORE TAXATION	10	1,568,083	725,461
Taxation	11	<u>(4,883)</u>	<u>(12,477)</u>
NET INCOME FOR THE YEAR		<u>£1,563,200</u>	<u>£712,984</u>

The income and expenditure account has been prepared to comply with Companies Act requirements. It differs from the statement of financial activities due to the exclusion of unrealised gains and losses on the revaluation of investments.

The above results all arose from continuing operations.

CHATSWORTH HOUSE TRUST

BALANCE SHEET - 31 MARCH 2000

	Notes	2000	1999
FIXED ASSETS			
Tangible assets	12	2,750,417	2,794,958
Investments	13	18,452,683	14,679,581
		<hr/>	<hr/>
		21,203,100	17,474,539
CURRENT ASSETS			
Stocks	14	65,723	50,290
Debtors	15	198,266	189,923
Cash at bank and in hand		690,961	765,297
		<hr/>	<hr/>
		954,950	1,005,510
CREDITORS (Amounts falling due within one year)	16	(537,809)	(549,342)
		<hr/>	<hr/>
NET CURRENT ASSETS		417,141	456,168
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES	17	£21,620,241	£17,930,707
		<hr/>	<hr/>
CAPITAL AND RESERVES			
General fund	18	15,872,339	13,868,563
Art purchases fund	19	5,747,902	4,062,144
		<hr/>	<hr/>
		£21,620,241	£17,930,707
		<hr/>	<hr/>

Approved by the Council on 14 December 2000

N.W. Smith

N.W. Smith
Council Member

CHATSWORTH HOUSE TRUST

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2000

	Notes	2000	1999
NET CASH OUTFLOW FROM OPERATING ACTIVITIES	23	(474,255)	(349,601)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Bank interest received	149,367	176,029	
Quoted investment income received	345,193	342,876	
NET CASH INFLOW FOR RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		494,560	518,905
TAXATION			
Foreign tax suffered by deduction	(4,883)	(12,477)	
TAX PAID		(4,883)	(12,477)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT			
Payments to acquire tangible fixed assets	(116,843)	(94,520)	
Receipts from sales of tangible fixed assets	2,188	14,669	
Payments to acquire investments	(2,433,299)	(3,122,700)	
Receipts from sale of investments	2,743,184	2,215,151	
Increase in cash with broker	(1,334,598)	(29,836)	
NET CASH (OUTFLOW) FOR CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		(1,139,368)	(1,017,236)
NET CASH (OUTFLOW) BEFORE FINANCING		(1,123,946)	(860,409)
FINANCING			
Grants	60,000	135,491	
Donations - art purchases fund	989,610	779,200	
NET CASH INFLOW FOR FINANCING		1,049,610	914,711
(DECREASE)/INCREASE IN CASH AND NET FUNDS	24	£(74,336)	£54,302

CHATSWORTH HOUSE TRUST

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The accounts are prepared under the historical cost convention, modified by the revaluation of investments. With the exception of Pension Liabilities as noted below, the accounts have been prepared in accordance with applicable accounting standards, including the Statement of Recommended Practice for Accounting by Charities issued in October 1995.

TANGIBLE FIXED ASSETS

All tangible fixed assets are for the charity's use and are stated at cost to the company, or where gifted at probate value.

Depreciation of equipment and vehicles is calculated on the straight line basis at annual rates estimated to write off assets over expected useful lives varying from three to ten years with the exception of turbines and boilers which are given an expected life of fifteen years.

The House and leasehold property are maintained in such a condition that the fabric and ambience of the House and Park are not impaired by the passage of time. Expenditure on maintaining the House and Park is written off as incurred. Additions to leasehold property are capitalised and written off over their expected useful lives, or the period of the lease if shorter. The expenditure on the stables restaurant, bar and meeting room is being written off over twenty-five years, and expenditure on the farmyard buildings and adventure playground over ten years.

Growing timber granted to the Council of Management is not valued in the accounts as the timber will revert to The Trustees of the Chatsworth Settlement at the end of the lease.

Art Treasures are not depreciated.

INVESTMENTS

Investments are stated in the balance sheet at mid market value. Cash balances held by the investment managers have been reclassified into investments. Unrealised losses and gains on investments are taken to the revaluation reserve.

Investments denominated in foreign currencies are converted into sterling at the exchange rate ruling at the year end.

Income from UK equity investments is accounted for when it falls due; income from fixed interest securities and foreign investments is accounted for when it is received.

STOCKS

Stocks are stated at the lower of cost and estimated net realisable value.

DONATIONS AND GIFTS

Donations and gifts comprise amounts receivable during the year.

CHATSWORTH HOUSE TRUST

ACCOUNTING POLICIES (continued)

GRANTS RECEIVABLE

These comprise amounts receivable during the year. Capital grants are recognised in full in the year of receipt, as required by the Charity Commission.

ALLOCATION OF COSTS

Direct charitable expenditure comprises the costs of maintaining and preserving the House and its associated land together with costs associated with opening it to the public. Staff costs included within this heading include a due portion of operating overheads.

Management and administration costs represent costs incurred in the overall organisation of the charity and compliance with constitutional and statutory requirements.

PENSION LIABILITIES

There is a liability to provide pensions since 12 April 1981, for eligible employees of the Trustees of the Chatsworth Settlement on secondment to the company. This liability remains unfunded, and is met as it falls due. The unfunded scheme has been closed and a new Group Personal Pension Plan has been established for employees joining on or after 1 September 1999.

The unfunded liability for employees joining before 1 September 1999 cannot be quantified in the absence of an actuarial valuation and the Council of Management is of the opinion that the cost of obtaining a valuation is out of proportion to the usefulness of the information to the members. Contributions to the new plan will be made by the company after 12 months service. The company also has liabilities to the Trustees of the Chatsworth Settlement in respect of their obligations to provide housing to retired employees which are not provided for in the accounts.

The Council of Management has not implemented the provisions of SSAP 24, Accounting for Pension Costs, which require inter alia that pension liabilities be accounted for on an accruals basis, and for provision to be made for any unfunded pension liability.

The Council of Management has an undertaking from the Devonshire Family that, if necessary, additional funds will be endowed to the company, to ensure that all future pension and other liabilities can be met as they fall due.

NOTES TO THE ACCOUNTS - 31 MARCH 2000

1 CHARITABLE STATUS

The company is a registered charity, number 511149.

2 LEASE OF CHATSWORTH

On 10 April 1981, the company took an assignment of a lease of Chatsworth House with its essential contents, garden and park for the remainder of a term of 99 years from 31 March 1981 at an annual rent of £1, subject to a sublease from the Trustees of the Chatsworth Settlement to the Duke of Devonshire of the private suite within Chatsworth House. The sublease is for a period of 99 years from 25 March 1980 at a rent fixed by an independent firm of Chartered Surveyors at five yearly reviews.

Under a lease dated 15 April 1994, the company leases 253 acres of woodland around the perimeter of the Park at Chatsworth. The company was granted the growing trees within the area of both this lease and also the said lease of Chatsworth House and its garden and park and became responsible for these woods on 1 April 1994.

3 SERVICES PROVIDED BY THE TRUSTEES OF THE CHATSWORTH SETTLEMENT

Under a service agreement, The Trustees of the Chatsworth Settlement provide such staff as the company requires at the cost to the Trustees including a due portion of operating overheads.

4 REVENUE FROM CHATSWORTH

	2000	1999
Amounts receivable from admissions	1,889,009	1,868,705
Income from park events	819,202	573,434
Other income	370,840	396,387
	<hr/>	<hr/>
	£3,079,051	£2,838,526
	<hr/> <hr/>	<hr/> <hr/>

5 DONATIONS

	2000	1999
Capital donations to the Art Purchases Fund	989,610	689,610
	<hr/>	<hr/>
	£989,610	£689,610
	<hr/> <hr/>	<hr/> <hr/>

6 GRANTS RECEIVABLE

	2000	1999
Revenue grant from the Devonshire Charitable Trust	60,000	60,000
	<hr/>	<hr/>
	£60,000	£60,000
	<hr/> <hr/>	<hr/> <hr/>

	General Fund	Art Purchases Fund	Total 2000	Total 1999
7 INVESTMENT INCOME				
Income from quoted investments:				
- UK fixed interest stocks	153,431	42,759	196,190	142,450
- UK equities	136,424	70,141	206,565	116,274
- Foreign income dividends	-	-	-	43,394
- Overseas stocks	16,101	11,319	27,420	47,541
Interest on cash with broker	47,215	47,605	94,820	94,360
Other UK bank interest	55,147	-	55,147	80,745
	<u>£408,318</u>	<u>£171,824</u>	<u>£580,142</u>	<u>£524,764</u>
8 DIRECT CHARITABLE EXPENDITURE			2000	1999
Admissions expenses			385,903	346,546
Expenses of park events			542,736	387,318
Maintenance of the art collection			117,747	139,926
Maintenance of the garden, farmyard, park and woods			873,337	905,273
General upkeep of the house			619,029	578,699
Special repair expenditure			577,994	472,363
			<u>£3,116,746</u>	<u>£2,830,125</u>
9 MANAGEMENT AND ADMINISTRATION OF THE CHARITY			2000	1999
General management costs			460,659	414,618
Insurance			113,837	113,891
Legal and professional fees			71,533	55,904
Non recoverable tax on investment income			4,883	12,477
			<u>£650,912</u>	<u>£596,890</u>
10 NET INCOME BEFORE TAXATION			2000	1999
The net income before taxation is stated after charging:				
Depreciation			£161,083	£159,749
(Profit) on sale of tangible assets			£(1,887)	£(10,595)
Hire of plant and machinery			£19,400	£16,173
Council members' remuneration			Nil	Nil
Auditors' remuneration			£9,000	£8,825
			<u>£167,596</u>	<u>£153,952</u>

11 TAXATION

The taxation charge relates to overseas tax deducted from foreign dividends and UK tax deducted from foreign income dividends. The company is not subject to United Kingdom corporation tax because of its charitable status.

12 TANGIBLE ASSETS

	LONG LEASEHOLD BUILDINGS	ART TREASURES	EQUIPMENT AND VEHICLES	TOTAL
COST				
At 1 April 1999	1,418,835	1,160,015	1,180,585	3,759,435
Additions	-	72,598	44,245	116,843
Disposals	-	-	(13,660)	(13,660)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2000	1,418,835	1,232,613	1,211,170	3,862,618
	<hr/>	<hr/>	<hr/>	<hr/>
ACCUMULATED DEPRECIATION				
At 1 April 1999	358,375	-	606,102	964,477
Charge for the year	56,669	-	104,414	161,083
Disposals	-	-	(13,359)	(13,359)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2000	415,044	-	697,157	1,112,201
	<hr/>	<hr/>	<hr/>	<hr/>
NET BOOK AMOUNTS				
31 March 2000	£1,003,791	£1,232,613	£514,013	£2,750,417
	<hr/>	<hr/>	<hr/>	<hr/>
31 March 1999	£1,060,460	£1,160,015	£574,483	£2,794,958
	<hr/>	<hr/>	<hr/>	<hr/>

The Council Members believe that the current value of Art Treasures is at least the amount carried in the accounts.

All the above tangible assets are applied for direct charitable purposes.

CHATSWORTH HOUSE TRUST

NOTES TO THE ACCOUNTS - 31 MARCH 2000 (continued)

13	INVESTMENTS	General Fund	Art Purchases Fund	Total 2000	Total 1999
	Market value at 1 April 1999	10,668,551	4,011,030	14,679,581	12,688,724
	Acquired during the year, at cost	963,085	1,470,214	2,433,299	3,122,700
	Disposals at cost	(1,621,893)	(499,236)	(2,121,129)	(2,188,052)
	Unrealised gain for the year	1,740,562	385,772	2,126,334	1,026,373
	Increase in cash with broker	1,100,968	233,630	1,334,598	29,836
		<hr/>	<hr/>	<hr/>	<hr/>
	Market value at 31 March 2000	£12,851,273	£5,601,410	£18,452,683	£14,679,581
		<hr/>	<hr/>	<hr/>	<hr/>
The investments, which are all listed on recognised stock exchanges, and stated at market value, comprised:					
	UK fixed interest stocks	2,301,989	656,628	2,958,617	3,021,334
	UK equities	6,430,002	3,861,833	10,291,835	8,864,763
		<hr/>	<hr/>	<hr/>	<hr/>
	Total sterling	8,731,991	4,518,461	13,250,452	11,886,097
		<hr/>	<hr/>	<hr/>	<hr/>
	Overseas stocks - USA	955,439	96,613	1,052,052	723,325
	- Europe	853,924	150,447	1,004,371	674,387
	- Far East	543,714	103,180	646,894	231,456
		<hr/>	<hr/>	<hr/>	<hr/>
	Total securities	11,085,068	4,868,701	15,953,769	13,515,265
		<hr/>	<hr/>	<hr/>	<hr/>
	Cash balances	1,766,205	732,709	2,498,914	1,164,316
		<hr/>	<hr/>	<hr/>	<hr/>
	Total market value	£12,851,273	£5,601,410	£18,452,683	£14,679,581
		<hr/>	<hr/>	<hr/>	<hr/>
	Cost	£6,586,806	£4,423,179	£11,009,985	£9,363,217
		<hr/>	<hr/>	<hr/>	<hr/>

Individual investments representing over 5% by value of the total portfolio at 31 March 2000 were as follows:

Nationwide Money Market Account	£2,475,000
Smith & Williamson Smaller Securities Trust	£1,430,800

Also the company owns 100% of the shares of The Chatsworth Estates Company, an unlimited company; the shares were acquired for no consideration. In the opinion of the directors group accounts would be of no real value to members in view of the insignificant amounts involved and so group accounts have not been prepared. At 31 March 2000 the net assets of The Chatsworth Estates Company amounted to £9,303 (1999 - £9,105) and the profit for the year then ended was £198 (1999 - loss of £318); the company is an investment company and is responsible for certain property as special executor of the 9th Duke of Devonshire's will and holds the legal estate in certain other property as a bare trustee for the Trustees of the Chatsworth Settlement, who purchased it in 1950.

14	STOCKS	2000	1999
	Stores	63,126	46,508
	Livestock	2,597	3,782
		<u> </u>	<u> </u>
		£65,723	£50,290
		<u> </u>	<u> </u>

15	DEBTORS	2000	1999
	Trade debtors	92,238	42,236
	Prepayments and accrued debtors	29,704	35,421
	Other debtors	70,853	107,753
	UK taxation recoverable	5,471	4,513
		<u> </u>	<u> </u>
		£198,266	£189,923
		<u> </u>	<u> </u>

There were no debtors falling due after more than one year.

16	CREDITORS	2000	1999
	Amounts falling due within one year:		
	The Trustees of the Chatsworth Settlement	232,604	176,518
	Other trade creditors	305,205	372,824
		<u> </u>	<u> </u>
		£537,809	£549,342
		<u> </u>	<u> </u>

17	ANALYSIS OF NET ASSETS BETWEEN FUNDS	General Fund	Art Purchases Fund	Total
	Tangible fixed assets	2,644,904	105,513	2,750,417
	Investments	12,851,273	5,601,410	18,452,683
	Net current assets	376,162	40,979	417,141
		<u> </u>	<u> </u>	<u> </u>
	Net assets at 31 March 2000	£15,872,339	£5,747,902	£21,620,241
		<u> </u>	<u> </u>	<u> </u>

18 GENERAL FUND

The company's general fund was established by gifts from the Duke of Devonshire, Lord Hartington and the Devonshire Charitable Trust.

The reserves of the fund comprise:	Revaluation reserve	Revenue reserve	Total
At 1 April 1999	4,523,905	9,344,658	13,863,563
Unrealised gains on investments	1,740,562	-	1,740,562
Realised gains on investments	-	469,229	469,229
Net (outgoing) resources	-	(206,015)	(206,015)
	<hr/>	<hr/>	<hr/>
At 31 March 2000	<u>£6,264,467</u>	<u>£9,607,872</u>	<u>£15,872,339</u>

The revaluation reserve represents the excess of the market value over the cost of investments.

The revenue reserve represents accumulated revenue deficits, accumulated realised surpluses on disposals of investments, together with capital grants and donations received.

19 ART PURCHASES FUND

The company has established a fund intended to generate income primarily for the purchase of works of art though the fund may be used for other purposes at the discretion of the Council of Management.

The reserves of the fund comprise:	Revaluation reserve	Revenue reserve	Total
At 1 April 1999	792,459	3,269,685	4,062,144
Unrealised gains on investments	385,772	-	385,772
Realised gains on investments	-	152,826	152,826
Net incoming resources	-	1,147,160	1,147,160
	<hr/>	<hr/>	<hr/>
At 31 March 2000	<u>£1,178,231</u>	<u>£4,569,671</u>	<u>£5,747,902</u>

The revaluation reserve represents the excess of the market value over the cost of investments.

The revenue reserve represents accumulated revenue surpluses, accumulated realised surpluses on disposals of investments, together with capital grants and donations received.

NOTES TO THE ACCOUNTS - 31 MARCH 2000 (continued)

20 COMPANY STATUS

The company is limited by guarantee. Each member has undertaken to contribute to the assets of the company, in the event of its being wound up while he is a member, or within one year after he ceases to be a member, an amount not exceeding £5,000. At 31 March 2000 there were six (1999 - six) members.

21 PENSIONS

There is a liability to provide pensions for the period since 12 April 1981 for the eligible employees of the Trustees of the Chatsworth Settlement on secondment to the Company.

The pension scheme of the Trustees of the Chatsworth Settlement provides benefits based on final pensionable salary.

As disclosed in the accounting policies on page 10, the pension scheme is largely unfunded and the liability cannot be ascertained in the absence of an actuarial valuation.

Pension fund contributions during the year amounted to £ Nil (1999 - £ Nil). Pensions paid to former employees and charged against income in the year amounted to £19,928 (1999 - £15,032).

22 OTHER INFORMATION

Mr N W Smith, who was a Member of the Council during the year, was also a partner in Currey & Co, the Secretaries and solicitors to the company, who received fees from the company amounting to £22,920 (1999 - £22,140).

23	RECONCILIATION OF OPERATING DEFICIT TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES	2000	1999
	Operating deficit	(644,886)	(551,465)
	Depreciation charges	161,083	159,749
	(Profit) on sale of fixed assets	(1,887)	(10,595)
	(Increase) in stocks	(15,433)	(7,362)
	Decrease/(Increase) in debtors	38,401	(21,145)
	(Decrease)/Increase in creditors	(11,533)	81,217
		<hr/>	<hr/>
	Net cash outflow from operating activities	£(474,255)	£(349,601)
		<hr/>	<hr/>
24	RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS	2000	1999
	(Decrease)/Increase in cash in the year	(74,336)	54,302
	Net funds at 1 April 1999	765,297	710,995
		<hr/>	<hr/>
	Net funds at 31 March 2000	£690,961	£765,297
		<hr/>	<hr/>

CHATSWORTH HOUSE TRUST - DETAILED REVENUE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2000

INCOME	2000	1999
Admissions: House and Garden	1,136,532	1,172,487
Garden only	270,146	226,080
Farmyard	303,582	306,328
Car parking	113,460	112,058
Friends of Chatsworth	65,289	51,752
	<hr/> 1,889,009	<hr/> 1,868,705
Franchise income	273,486	249,627
Income from park events	819,202	573,434
Produce and shop sales	56,225	111,520
Rental and sundry income	41,129	35,240
	<hr/>	<hr/>
TOTAL TURNOVER	£3,079,051	£2,838,526
	<hr/>	<hr/>
EXPENSES		
Admissions expenses	385,903	346,546
Expenses of park events	542,736	387,318
Farmyard upkeep	194,431	272,184
<u>General upkeep</u>		
Domestic services	104,635	107,920
Furniture and soft furnishings	25,525	24,633
Security	139,607	126,559
Engineering services and fuel	44,798	46,710
General repairs and maintenance	247,795	216,208
Depreciation of stables buildings	56,669	56,669
	<hr/> 619,029	<hr/> 578,699
Special repair jobs	577,994	472,363
<u>Maintenance costs</u>		
Art collection	117,747	139,926
Garden	511,425	491,399
Park	164,488	133,763
Woodlands	2,993	7,927
	<hr/> 796,653	<hr/> 773,015
	<hr/>	<hr/>
TOTAL RUNNING COSTS	3,116,746	2,830,125
	<hr/>	<hr/>
GROSS (DEFICIT)/SURPLUS	(37,695)	8,401
Administration and overheads	(607,191)	(559,866)
	<hr/>	<hr/>
OPERATING DEFICIT FOR THE YEAR	£(644,886)	£(551,465)
	<hr/>	<hr/>