

Company Registration No. 2976509 (England and Wales)

BODELWYDDAN CASTLE ENTERPRISES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004



BODELWYDDAN CASTLE ENTERPRISES LIMITED

COMPANY INFORMATION

Directors

P Eyton-Jones
K S Mason
R W Hughes MBE
K Davies
C K Drake
A E Robarts DL
L A Waller
P Heesom

Secretary

K S Mason

Company number

2976509

Registered office

Bodelwyddan Castle
Bodelwyddan
Denbighshire
LL18 5YA

Auditors

Salisbury Associates
Irish Square
Upper Denbigh Road
St Asaph
Denbighshire
LL17 0RN

Business address

Bodelwyddan Castle
Bodelwyddan
Denbighshire
LL18 5YA

Bankers

NatWest Bank plc
5 Queen Street
Rhyl
Denbighshire
LL18 1RR

BODELWYDDAN CASTLE ENTERPRISES LIMITED

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BODELWYDDAN CASTLE ENTERPRISES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2004

The directors present their report and financial statements for the year ended 31 March 2004.

Principal activities

The principal activity of the company continued to be that of managing and operating the trading activities of Bodelwyddan Castle Trust.

Review of the year

Bodelwyddan Castle Enterprises Limited was incorporated on 7 October 1994 to manage the Bodelwyddan Castle Trust's trading outlets and promote the charitable objects of the Trust. The company employs no staff, but pays to the Trust the apportionment of costs for the trading operation. The main trading activities undertaken by the company involve providing a service to Trust customers within the Castle Gift Shop. In addition, the company has continued to act on behalf of the Trust in the refurbishment and letting of St Asaph Lodge. Additional trading activities include the letting of the Castle events field to event organisers, and the provision of space for civil marriage ceremonies within the terms of a licence granted to the Trust.

The Enterprise Company wishes to ensure an optimum level of covenant to support the Trust's work. This year's results suggest that the strategies adopted by the company will achieve the desired result and future analysis of operating costs can be used to determine future strategies for optimum income generation.

Directors

The following directors have held office since 1 April 2003:

P Eyton-Jones
K S Mason
R W Hughes MBE
K Davies
C K Drake
A E Roberts DL
L A Waller
Heesom

The directors met on two occasions during the period.

Bodelwyddan Castle Enterprises Limited is a wholly owned subsidiary, of Bodelwyddan Castle Trust, a Registered Charity, and a company having no share capital, but being limited by guarantee.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Salisbury Associates be reappointed as auditors of the company will be put to the Annual General Meeting.

BODELWYDDAN CASTLE ENTERPRISES LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year 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 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping 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 financial statements 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



K S Mason

Director

22/11/04

BODELWYDDAN CASTLE ENTERPRISES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BODELWYDDAN CASTLE ENTERPRISES LIMITED

We have audited the financial statements of Bodelwyddan Castle Enterprises Limited on pages 4 to 9 for the year ended 31 March 2004. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 auditor's 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 the directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Companies Act 1985. 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 with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

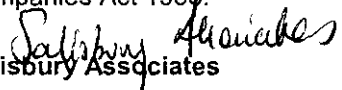
Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Salisbury Associates
Chartered Accountants
Registered Auditor

22 November 2004

Irish Square
Upper Denbigh Road
St Asaph
Denbighshire
LL17 0RN

BODELWYDDAN CASTLE ENTERPRISES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2004

	Notes	2004 £	2003 £
Turnover		139,706	140,640
Cost of sales		(36,896)	(46,577)
	
Gross profit		102,810	94,063
Administrative expenses		(77,529)	(79,993)
Other operating income		375	4,500
	
Operating profit	2	25,656	18,570
Other interest receivable and similar income		579	1,691
Interest payable and similar charges		(875)	(875)
	
Profit on ordinary activities before taxation		25,360	19,386
Tax on profit on ordinary activities	3	-	-
	
Profit on ordinary activities after taxation		25,360	19,386
Covenant paid		(25,260)	(19,270)
	
Retained profit for the year	8	100	116
	

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

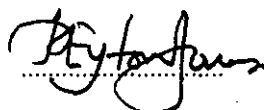
BODELWYDDAN CASTLE ENTERPRISES LIMITED

BALANCE SHEET AS AT 31 MARCH 2004

	Notes	2004 £	£	2003 £	£
Fixed assets					
Tangible assets	4		17,300		17,300
Current assets					
Stocks		16,811		12,916	
Debtors	5	3,523		4,440	
Cash at bank and in hand		75,017		70,592	
		
		95,351		87,948	
Creditors: amounts falling due within one year	6	(113,798)		(106,495)	
		
Net current liabilities			(18,447)		(18,547)
		
Total assets less current liabilities			(1,147)		(1,247)
		
Capital and reserves					
Called up share capital	7		20		20
Profit and loss account	8		(1,167)		(1,267)
		
Shareholders' funds - equity interests	9		(1,147)		(1,247)
		

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 22 Nov 2004



Director

BODELWYDDAN CASTLE ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Property improvements	Nil
Fixtures, fittings & equipment	20% straight line

No depreciation is provided in respect of property improvements. Property improvements are depreciated to write down the cost less estimated residual value over the remaining useful life by equal annual installments. Where improvements are maintained to such a standard that their residual value is not less than their cost or valuation, no depreciation is charged.

1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

1.6 Deferred taxation

The accounting policy in respect of deferred tax reflects the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Operating profit

	2004	2003
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	-	18
Operating lease rentals	5,709	4,468
Auditors' remuneration	600	800

BODELWYDDAN CASTLE ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

3 Taxation

Current tax charge	-	-

Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	25,360	19,386

Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 0.00% (2003: 0.00%)	-	-
Effects of:		

Current tax charge	-	-

4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 April 2003 & at 31 March 2004	17,300	3,023	20,323

Depreciation			
At 1 April 2003 & at 31 March 2004	-	3,023	3,023

Net book value			
At 31 March 2004	17,300	-	17,300

At 31 March 2003	17,300	-	17,300

5 Debtors

	2004	2003
	£	£
Trade debtors	1,336	3,824
Other debtors	2,187	616

	3,523	4,440

BODELWYDDAN CASTLE ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

6	Creditors: amounts falling due within one year	2004	2003
		£	£
	Trade creditors	3,921	913
	Amounts owed to group undertakings and undertakings in which the company has a participating interest	99,832	97,726
	Other creditors	10,045	7,856
	
		113,798	106,495
	
7	Share capital	2004	2003
		£	£
	Authorised		
	1,000 Ordinary shares of £1 each	1,000	1,000
	
	Allotted, called up and fully paid		
	20 Ordinary shares of £1 each	20	20
	
8	Statement of movements on profit and loss account		Profit and loss account
			£
	Balance at 1 April 2003		(1,267)
	Retained profit for the year		100
		
	Balance at 31 March 2004		(1,167)
		
9	Reconciliation of movements in shareholders' funds	2004	2003
		£	£
	Profit for the financial year	25,360	19,386
	Dividends	(25,260)	(19,270)
	
	Net addition to shareholders' funds	100	116
	Opening shareholders' funds	(1,247)	(1,363)
	
	Closing shareholders' funds	(1,147)	(1,247)
	

BODELWYDDAN CASTLE ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

10 Financial commitments

At 31 March 2004 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2004	2003
	£	£
Expiry date:		
In over five years	5,957	5,957

11 Control

The ultimate parent company is Bodelwyddan Castle Trust, a company registered in England and Wales, and a Registered Charity.

Bodelwyddan Castle Trust prepares group financial statements and copies can be obtained from Bodelwyddan Castle Trust, Bodelwyddan Castle, Bodelwyddan, Denbighshire, LL18 5YA.

12 Related party transactions

As described elsewhere, Bodelwyddan Castle Enterprises Limited is a wholly owned subsidiary of Bodelwyddan Castle Trust.

Bodelwyddan Castle Enterprises Limited manages and operates the trading activities on behalf of the Trust, in the form of a gift shop, tea room and event management. Under a deed of covenant, Bodelwyddan Castle Enterprises Limited, gifts it's profit to the Trust on an annual basis.

The Trust also recharges an element of administrative expenses to the Enterprise company in respect of salaries, rent and telephone costs incurred by the Trust on the Enterprise company's behalf. The amounts included within these financial statements in respect of these items are as follows: Wages and salaries £66,400 (2003 : £69,096), rent £5,709 (2003 : £4,468) and telephone expenses £500 (2003 : £500).

BODELWYDDAN CASTLE ENTERPRISES LIMITED

MANAGEMENT INFORMATION

FOR THE YEAR ENDED 31 MARCH 2004

BODELWYDDAN CASTLE ENTERPRISES LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2004

		2004		2003
	£	£	£	£
Turnover				
Gift shop		38,457		48,445
Tea room		49,426		58,153
Events		51,823		34,042
	
		139,706		140,640
Cost of sales				
Opening stock	12,916		14,452	
Events expenditure	4,430		4,628	
Shop purchases	22,978		24,724	
Tea room purchases	12,140		14,510	
Consumables	1,243		1,179	
	
	53,707		59,493	
Closing stock	(16,811)		(12,916)	
	
		(36,896)		(46,577)
	
Gross profit	73.59%	102,810	66.88%	94,063
Administrative expenses		(77,529)		(79,993)
	
		25,281		14,070
Other operating income				
Rent receivable		375		4,500
	
Operating profit		25,656		18,570
Other interest receivable and similar income				
Bank interest received		579		1,691
Interest payable				
Non bank interest on loans		(875)		(875)
	
Profit before taxation	18.15%	25,360	13.78%	19,386
	

BODELWYDDAN CASTLE ENTERPRISES LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 MARCH 2004

	2004	2003
	£	£
Administrative expenses		
Wages and salaries	66,253	69,096
Rent re operating leases	5,709	4,468
Repairs and renewals	1,964	1,384
Cleaning	683	531
Printing, postage and stationery	37	137
Advertising	105	721
Telephone	500	500
Accountancy	350	900
Audit fees	600	800
Bank charges	662	722
Credit card charges	368	345
Sundry expenses	298	371
Depreciation on fixed assets	-	18

	77,529	79,993

