

**BODELWYDDAN CASTLE ENTERPRISES LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2002**



# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## COMPANY INFORMATION

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### 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

Royce Peeling Green  
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

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# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## CONTENTS

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	<b>Page</b>
Directors' report	1 - 2
Independent auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 10

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# **BODELWYDDAN CASTLE ENTERPRISES LIMITED**

## **DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2002**

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The directors present their report and financial statements for the year ended 31 March 2002.

### **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 results for the year indicate an apparent reduction in the level of covenant to the Trust compared with last year. This baseline figure does not reflect the improvement in trading that occurred during the year however. The reduction in trading profit can be explained simply by reference to the operating costs, which this year have been calculated at a more realistic level than previously. A comparison of turnover indicates just how successful the work of the Enterprises has been during the year.

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 2001:

P Eyton-Jones  
K S Mason  
R W Hughes MBE  
K Davies  
C K Drake  
A E Roberts DL  
L A Waller  
P 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 Royce Peeling Green 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 2002

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### 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

.....8/11/02.....

# 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 10 for the year ended 31 March 2002. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

### 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 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Royce Peeling Green

Chartered Accountants  
Registered Auditor



Mr. N. J. Jones 2002

Irish Square  
Upper Denbigh Road  
St Asaph  
Denbighshire  
LL17 0RN

# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2002

	Notes	2002 £	2001 £
Turnover		127,481	75,361
Cost of sales		(57,399)	(35,012)
<b>Gross profit</b>		<b>70,082</b>	<b>40,349</b>
Administrative expenses		(58,085)	(19,343)
Other operating income		4,094	4,200
<b>Operating profit</b>	<b>2</b>	<b>16,091</b>	<b>25,206</b>
Other interest receivable and similar income		943	1,781
Interest payable and similar charges		(875)	(875)
<b>Profit on ordinary activities before taxation</b>		<b>16,159</b>	<b>26,112</b>
Tax on profit on ordinary activities	<b>3</b>	-	-
<b>Profit on ordinary activities after taxation</b>		<b>16,159</b>	<b>26,112</b>
Covenant paid		(16,541)	(26,495)
<b>Retained loss for the year</b>	<b>9</b>	<b>(382)</b>	<b>(383)</b>

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 2002

	Notes	2002 £	£	2001 £	£
<b>Fixed assets</b>					
Tangible assets	4		17,318		17,699
<b>Current assets</b>					
Stocks		14,452		18,206	
Debtors	5	3,705		14,161	
Cash at bank and in hand		97,845		42,570	
		116,002		74,937	
<b>Creditors: amounts falling due within one year</b>	6	(134,683)		(84,942)	
<b>Net current liabilities</b>			(18,681)		(10,005)
<b>Total assets less current liabilities</b>			(1,363)		7,694
<b>Creditors: amounts falling due after more than one year</b>	7		-		(8,675)
			(1,363)		(981)
<b>Capital and reserves</b>					
Called up share capital	8		20		20
Profit and loss account	9		(1,383)		(1,001)
<b>Shareholders' funds - equity interests</b>	10		(1,363)		(981)

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 8<sup>th</sup> November 2002

*L A Waller*

L A Waller  
Director

*P Eyton-Jones*

P Eyton-Jones  
Director



# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2002

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### 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

Fixtures, fittings & equipment                      20% straight line basis

No depreciation is provided in respect of property improvements.

#### 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

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

### 2 Operating profit

	2002	2001
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	605	560
Operating lease rentals	2,200	1,100
Auditors' remuneration	800	800

# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

### 3 Taxation

Current tax charge	-	-
<b>Factors affecting the tax charge for the year</b>		
Profit on ordinary activities before taxation	16,159	26,112
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 10.00% (2001 : 10.00%)	1,616	2,611
Effects of:		
Depreciation	60	56
Capital allowances	(22)	(18)
Other tax adjustments	(1,654)	(2,649)
	(1,616)	(2,611)
Current tax charge	-	-

### 4 Tangible fixed assets

	Property improvements £	Fixtures, fittings & equipment £	Total £
<b>Cost</b>			
At 1 April 2001	17,300	2,799	20,099
Additions	-	224	224
At 31 March 2002	17,300	3,023	20,323
<b>Depreciation</b>			
At 1 April 2001	-	2,400	2,400
Charge for the year	-	605	605
At 31 March 2002	-	3,005	3,005
<b>Net book value</b>			
At 31 March 2002	17,300	18	17,318
At 31 March 2001	17,300	399	17,699

# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

<b>5 Debtors</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Trade debtors	3,146	3,426
Other debtors	559	10,402
Prepayments and accrued income	-	333
	<u>3,705</u>	<u>14,161</u>
<b>6 Creditors: amounts falling due within one year</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	-	455
Trade creditors	4,585	14,127
Amounts owed to parent and fellow subsidiary undertakings	126,647	62,560
Corporation tax	-	6,276
Accruals and deferred income	3,451	1,524
	<u>134,683</u>	<u>84,942</u>
<b>7 Creditors: amounts falling due after more than one year</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Other loans	-	8,675
	<u>-</u>	<u>8,675</u>
<b>Analysis of loans</b>		
Wholly repayable within five years	-	8,675
	<u>-</u>	<u>8,675</u>
<b>Loan maturity analysis</b>		
In more than two years but not more than five years	-	11,550
	<u>-</u>	<u>11,550</u>
<b>8 Share capital</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
1,000 Ordinary shares of £ 1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
20 Ordinary shares of £ 1 each	20	20
	<u>20</u>	<u>20</u>

# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

### 9 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2001	(1,001)
Retained loss for the year	(382)
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Balance at 31 March 2002	(1,383)
	<hr/>

### 10 Reconciliation of movements in shareholders' funds

	2002 £	2001 £
Profit for the financial year	16,159	26,112
Dividends	(16,541)	(26,495)
	<hr/>	<hr/>
Net depletion in shareholders' funds	(382)	(383)
Opening shareholders' funds	(981)	(598)
	<hr/>	<hr/>
Closing shareholders' funds	(1,363)	(981)
	<hr/>	<hr/>

### 11 Financial commitments

At 31 March 2002 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings 2002 £	2001 £
Expiry date:		
In over five years	2,200	1,100
	<hr/>	<hr/>

### 12 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.

# **BODELWYDDAN CASTLE ENTERPRISES LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **FOR THE YEAR ENDED 31 MARCH 2002**

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### **13 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 its 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 £50,000 (2001 - £14,025), rent £2,200 (2001 - £1,100) and telephone expenses £850 (2001 - £250).

**BODELWYDDAN CASTLE ENTERPRISES LIMITED**

**MANAGEMENT INFORMATION**

**FOR THE YEAR ENDED 31 MARCH 2002**

# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2002

		2002		2001
	£	£	£	£
<b>Turnover</b>				
Gift shop		59,664		44,503
Tea room		44,644		17,096
Events		23,173		13,762
		<u>127,481</u>		<u>75,361</u>
<b>Cost of sales</b>				
Opening stock of finished goods	18,206		20,227	
Events expenditure	409		-	
Shop purchases	32,049		22,934	
Tea room purchases	19,583		9,949	
Consumables	1,604		108	
	<u>71,851</u>		<u>53,218</u>	
Closing stock of finished goods	(14,452)		(18,206)	
		<u>(57,399)</u>		<u>(35,012)</u>
<b>Gross profit</b>	54.97%	70,082	53.54%	40,349
<b>Administrative expenses</b>		<u>(58,085)</u>		<u>(19,343)</u>
		11,997		21,006
<b>Other operating income</b>				
Rent receivable		4,094		4,200
<b>Operating profit</b>		16,091		25,206
<b>Other interest receivable and similar income</b>				
Bank interest - received		943		1,781
<b>Interest payable</b>				
Non bank interest on loans <5yrs - paid		<u>(875)</u>		<u>(875)</u>
<b>Profit before taxation</b>	12.68%	<u>16,159</u>	34.65%	<u>26,112</u>

# BODELWYDDAN CASTLE ENTERPRISES LIMITED

## SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 MARCH 2002

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	2002	2001
	£	£
<b>Administrative expenses</b>		
Wages and salaries (excl. N.I.)	50,000	14,025
Rent re operating leases	2,200	1,100
Light and heat	-	111
Repairs and maintenance	425	-
Cleaning	181	175
Printing, postage and stationery	189	413
Advertising	695	-
Telephone	850	250
Accountancy	900	800
Audit fees	800	800
Bank charges	618	603
Credit card charges	306	-
Sundry expenses - allowable	156	506
Subscriptions - allowable	160	-
Depreciation on fixed assets	605	560
	<hr/>	<hr/>
	58,085	19,343
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