

Charity Registration No. 1144524

Company Registration No. 07639471 (England and Wales)

HAY CASTLE TRUST LIMITED
TRUSTEES' REPORT AND UNAUDITED ACCOUNTS
FOR THE PERIOD ENDED 31 MAY 2012

MONDAY



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COMPANIES HOUSE

HAY CASTLE TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	P Greatbatch E Haycox N L Albert J T Albert H M Charles
Charity number	1144524
Company number	07639471
Principal address	Hay Castle Oxford Road Hay-on-Wye Hereford HR3 5DG
Registered office	Devonshire House 1 Devonshire Street London W1W 5DR
Independent examiner	David Passey ACA Lanmor House 370/386 High Road Wembley Middlesex HA9 6AX

HAY CASTLE TRUST LIMITED

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HAY CASTLE TRUST LIMITED

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 MAY 2012

The trustees, who are also directors for the purpose of Company Law, present their report and accounts for the period ended 31 May 2012

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Company's Memorandum and Articles of Association, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005

Structure, governance and management

The Company was incorporated on 18 May 2011 and is limited by guarantee. Charitable status was granted on 3 November 2011. The Company is governed by its Memorandum and Articles of Association.

The trustees who served during the period were

P Greatbatch	(Appointed 18 May 2011)
E Haycox	(Appointed 18 May 2011)
N L Albert	(Appointed 18 May 2011)
J T Albert	(Appointed 18 May 2011)
H M Charles	(Appointed 18 May 2011)

The power of appointing new or additional trustees is vested in the trustees.

Trustees are expected to identify their training needs and to take measures to ensure these needs are met.

The day to day administration of the Company is carried out by the trustees.

None of the trustees has any beneficial interest in the Company. All the trustees are members of the Company and guarantee to contribute £1 in the event of a winding up.

The trustees have assessed the major risks to which the Company is exposed and are satisfied that systems are in place to mitigate exposure to the major risks.

Objectives and activities

The Company's objects are to preserve the heritage of Hay Castle in Hay-on-Wye and to advance education on the architecture of the building, local history and the arts by the purchase and preservation of the building and its surrounding land.

The Company aims to promote the appreciation of heritage, provide a source of education and promote community involvement and a local amenity through the provision of an active, living site, as befits a building having enjoyed more than 800 years of continuous occupancy.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities for the year.

During the period, the freehold of Hay Castle was bought from Richard Booth, the previous owner.

During the Hay Festival, the Castle grounds hosted numerous events and facilities for visitors and guided tours of the site were arranged. The trustees took part in an event at the Hay Festival where over 1,000 people attended.

HAY CASTLE TRUST LIMITED

TRUSTEES' REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 MAY 2012

Achievements and performance

Minor but urgent repairs were undertaken to the Castle and grounds. The Company successfully raised the profile of the renovation and conservation project through the local and national media and contacts were established with major funding bodies to establish how best to engage with them in future.

The board of directors together with a group of active committee members reflect a range of complementary skills and experience in executing and funding large public and community-centred projects.

The Friends of Hay Castle group was formed to raise funds and provide a conduit for communication and dialogue with the local community.

Financial review

It is the policy of the Company that unrestricted funds which have not been designated for a specific use should be maintained at a level which will ensure that, in the event of a significant drop in funding, they will be able to continue the Company's current activities while consideration is given to ways in which additional funds may be raised.

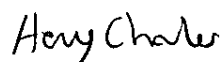
The Company was advanced a loan from Lindenleaf Charitable Trust of £2,000,000 to enable it to acquire and preserve Hay Castle. Three of the trustees of the Company are also trustees of Lindenleaf Charitable Trust.

Plans for the future

The coming year will see a continuation of the Company's options' appraisal process with the intention of refining the scope of the restoration project. The Company will also seek to develop the human and financial resources necessary to achieving its chosen project.

The Company will continue to approach public and private grant-making bodies to ensure the resources are available to achieve its aims. In addition, it will seek to promote the Friends of Hay Castle as a body which supports the Castle's development and serves as a medium for communication and consultation, as well as other outreach and consultative forums within the local community.

On behalf of the board of trustees



H M Charles

Trustee

Dated 15 March 2013

HAY CASTLE TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees, who are also the directors of Hay Castle Trust Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period

In preparing these accounts, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent, and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Company will continue in operation

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the accounts 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

HAY CASTLE TRUST LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF HAY CASTLE TRUST LIMITED

I report on the accounts of the Company for the period ended 31 May 2012, which are set out on pages 5 to 11

Respective responsibilities of trustees and examiner

The trustees, who are also the directors of Hay Castle Trust Limited for the purposes of company law, are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011, the 2011 Act, and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- (i) examine the accounts under section 145 of the 2011 Act,
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act, and
- (iii) to state whether particular matters have come to my attention

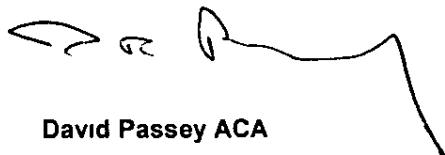
Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity 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 you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention

- (a) which gives me reasonable cause to believe that in any material respect the requirements
 - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006, and
 - (ii) to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities, have not been met, or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached



David Passey ACA

Independent examiner
Lanmor House
370/386 High Road
Wembley
Middlesex
HA9 6AX

Dated 15th March 2013

HAY CASTLE TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD ENDED 31 MAY 2012

	Notes	Unrestricted funds £	Restricted funds £	Total 2012 £
<u>Incoming resources from generated funds</u>				
Investment income	2	17,050	-	17,050
Incoming resources from charitable activities	3	-	9,486	9,486
Total incoming resources		17,050	9,486	26,536
<u>Resources expended</u>				
Charitable activities	4			
Charitable expenditure	5	17,970	-	17,970
Governance costs	6	7,840	-	7,840
Total resources expended		25,810	-	25,810
Net (expenditure)/income for the year/ Net movement in funds		(8,760)	9,486	726
Fund balances at 18 May 2011		-	-	-
Fund balances at 31 May 2012		(8,760)	9,486	726

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006

HAY CASTLE TRUST LIMITED

BALANCE SHEET

AS AT 31 MAY 2012

	Notes	2012 £	£
Fixed assets			
Tangible assets	10		2,036,601
Current assets			
Cash at bank and in hand		12,011	
Creditors, amounts falling due within one year	11	(47,886)	
Net current liabilities			(35,875)
Total assets less current liabilities			2,000,726
Creditors' amounts falling due after more than one year	12		(2,000,000)
Net assets			726
Income funds			
Restricted funds	13		9,486
Unrestricted funds			(8,760)
			726

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the period ended 31 May 2012. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

The accounts were approved by the Board on 15/3/13 and are signed on their behalf by

Henry Charles

H M Charles
Director and Trustee

Company Registration No. 07639471

HAY CASTLE TRUST LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 31 MAY 2012

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 2006

1.2 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to, and virtually certain to receive, the income and the amount can be quantified with reasonable accuracy

Investment income is included when receivable

Voluntary income is received by way of grants and is included in full in the Statement of Financial Activities when receivable

1.3 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice

1.4 Tangible fixed assets and depreciation

Tangible fixed assets consist of land and freehold buildings which are held at cost and are not depreciated

1.5 Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity

Restricted funds are subjected to restrictions on their expenditure imposed by the donor

2 Investment income

	2012 £
Rental income	17,050

HAY CASTLE TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MAY 2012

3 Incoming resources from charitable activities

	2012 £
Grants received	<u>9,486</u>

4 Total resources expended

	2012 £
Charitable activities	
<u>Charitable expenditure</u>	
Activities undertaken directly	17,970
Governance costs	7,840
	<u>25,810</u>

5 Activities undertaken directly

	2012 £
Costs relating to charitable expenditure comprise	
Rates	39
Insurance	6,947
Light and heat	668
Repairs and maintenance	3,842
Advertising and promotion	5,949
Travel	165
Legal fees	360
	<u>17,970</u>

6 Governance costs

	2012 £
Governance costs comprise	
Legal fees	3,040
Accountancy fees	3,600
Independent Examiner's fees	1,200
	<u>7,840</u>

HAY CASTLE TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 MAY 2012

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the period
One of the trustees was reimbursed a total of £165 for travelling expenses

8 Employees

There were no employees during the period

9 Taxation

No liability arises as the Company is a registered charity and is, therefore, exempt from taxation on the income arising from its normal activities

10 Tangible fixed assets

	Land and buildings £
Cost	
At 18 May 2011	-
Additions	2,036,601
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At 31 May 2012	2,036,601
	<hr/>
Depreciation	
At 18 May 2011 and at 31 May 2012	-
	<hr/>
Net book value	
At 31 May 2012	2,036,601
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11 Creditors amounts falling due within one year	2012
	£
Other creditors	41,976
Accruals	5,910
	<hr/>
	47,886
	<hr/> <hr/>

HAY CASTLE TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MAY 2012

12 Creditors, amounts falling due after more than one year	2012
	£
Other creditors	<u><u>2,000,000</u></u>

For further details of the long term creditor of £2,000,000 see note 15

13 Restricted funds

The income funds of the Company include restricted funds comprising the following balances of donations and grants held for specific purposes

	Movement in funds		
	Incoming resources	Resources expended	Balance at 31 May 2012
	£	£	£
Restricted fixed asset fund	9,486	-	9,486
	<u>9,486</u>	<u>-</u>	<u>9,486</u>

The restricted fixed asset fund comprises an amount received for improving the Hay Castle lower garden and honesty bookstore for community access. The grant received has been spent and capitalised as part of the land and freehold buildings.

14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 May 2012 are represented by			
Tangible fixed assets	2,027,115	9,486	2,036,601
Current assets	12,011	-	12,011
Creditors amounts falling due within one year	(47,886)	-	(47,886)
Creditors amounts falling due after more than one year	(2,000,000)	-	(2,000,000)
	<u>(8,760)</u>	<u>9,486</u>	<u>726</u>

HAY CASTLE TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 MAY 2012

15 Related parties

During the period, P Greatbatch and E Haycox, trustees of the Charity, paid expenses of £22,617 on behalf of the Company £22,617 was due to P Greatbatch and E Haycox at the end of the period

During the period the Company received a loan of £2,000,000 from Lindenleaf Charitable Trust, a UK registered charity with three Trustees in common with the Company At the period end, this amount was outstanding in full and the terms of the loan are still under negotiation