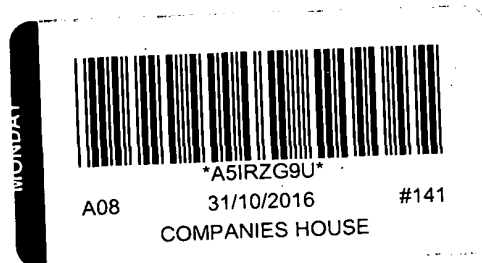


REGISTERED COMPANY NUMBER: 07639471 (England and Wales)
REGISTERED CHARITY NUMBER: 1144524

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 APRIL 2016
FOR
HAY CASTLE TRUST LIMITED**



Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

HAY CASTLE TRUST LIMITED

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FOR THE YEAR ENDED 30 APRIL 2016**

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HAY CASTLE TRUST LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2016

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 April 2016. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity'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 charity aims to promote the appreciation of heritage, providing a source of education and training, 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.

Strategies for achieving these objectives and aims include:

- the regeneration and preservation of Hay Castle;
- provision of a future of cultural enrichment;
- educational opportunities; and
- community enjoyment.

Success is currently measured in terms of the amount of funds secured to ensure the regeneration of Hay Castle is achieved; the continued provision of events, tours, concerts, performances and exhibitions; community involvement, support and engagement.

Public benefit

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.

ACHIEVEMENT AND PERFORMANCE

The Board of Trustees, 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 Managing Director leads the efforts to develop the project, raise funds, manage the property, ensure compliance in all governance matters, ensure financial oversight and continue to raise the profile of the project through communications with the community and local and national media.

Throughout the year, the activities undertaken in order to achieve the objectives include the Trust working to execute the key tasks required by its Heritage Lottery Fund Round 1 Development Grant, including the commissioning of Measured, Condition and Ecology Surveys, the completion of a Conservation Management Plan, and the completion of designs to RIBA Stage 2 ("Concept Design") and RIBA Stage 3 ("Developed Design"), which are required elements of the Trust's future Planning Application to Brecon Beacons National Park.

Concurrently, the Trust concluded a Revised Estimate of Costs, an expanded Business Plan, a Conservation Management Plan and an Activities and Interpretation Plan, which together with the other planning elements comprised, in December 2015, the Trust's submission for a £4.45 million Heritage Lottery Fund for a Round 2 Delivery Grant.

During the year the Trust increased to £600,000 the funds raised from other sources.

In anticipation of successful completion of the restoration project, an Arts and Exhibitions committee was added to the list of the Trust's standing committees.

Formal public engagement continued through the medium of consultative meetings with members and groups from the local community.

The Castle continued to host outside events, including classical music concerts, performances, art exhibitions, weddings and other celebrations and pop-up restaurants.

The Friends of Hay Castle organisation provided activities for those keen to follow more closely the restoration and acted as the coordinating group for an active group of volunteers.

HAY CASTLE TRUST LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2016

FINANCIAL REVIEW

The attached financial statements reflect the transactions of the Trust for the year to 30 April 2016.

The Statement of Financial Activities shows net income for the year of £633,705. In accordance with accounting policies all grant income (including capital grants) has been recognised in Statement of Financial Activities.

Principal funders

The Trust continued to receive support from the Heritage Lottery Fund throughout the year. Grants were also received from The Sylvia Waddilove Foundation, Brecon Beacons Trust, and the Brecon Beacons National Park.

During the year, other grants were awarded to the Trust from The Country Houses Foundation, The Wolfson Foundation, Dulverton Trust, The Pilgrim Trust, Visit Wales, and The Ernest Cook Trust.

Reserves

The total funds of £3,179,785 (2015: £2,546,080) include £458,830 (2015: £168,444) which is held for restricted purposes. After excluding the net book value of tangible fixed assets which been included within a designated fund, the remaining £151,221 (2015: £124,196) are free reserves.

It is the policy of the Trust that unrestricted funds which have not been designated for a specific use should be maintained at a level of approximately £65,000. The trustees consider that this will ensure that if in the event of a significant interruption to anticipated funding, they will be able to maintain the Trust's current activities while consideration is given to ways in which additional funds maybe raised.

The Trust is currently trying to build reserves in excess of this level in order to contribute its own funds to the regeneration project.

FUTURE PLANS

In May 2016, the Trust learned that its application for a Heritage Lottery Fund Round 2 Delivery Grant had been successful. Consequently the Trust will focus its efforts on securing the balance of the total of £1.6 million funding from other sources required as a condition of the grant.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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.

Recruitment and appointment of new trustees

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

Organisational structure

The day-to-day administration of the charity is carried out by the trustees. None of the trustees have any beneficial interest in the charity. All the trustees are members of the charity and guarantee to contribute a sum not exceeding £10 in the event of a winding up.

Induction and training of new trustees

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

Key management remuneration

The pay of senior staff is set by the Board of Trustees after having regard to market rates.

Risk management

We confirm the major risks have been reviewed and systems or procedures have been established to manage those risks.

HAY CASTLE TRUST LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 APRIL 2016**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
07639471 (England and Wales)

Registered Charity number
1144524

Registered office
Hay Castle
Oxford Road
HAY-ON-WYE
Herefordshire
HR3 5DG

Trustees

J T Albert
L Cooke
A Craven
P K Florence
P Greatbatch
E Haycox
M P Morgan
R L Hughes

- resigned 1/7/2016
- appointed 1/5/2015

Senior management

N L Albert - Managing Director

Independent examiner

Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Bankers

Barclays
Broad Street
HAY-ON-WYE
Hereford
HR3 5DD

Approved by order of the Board of Trustees 21 October 2016 and signed on its behalf by:



E Haycox - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
HAY CASTLE TRUST LIMITED**

I report on the accounts for the year ended 30 April 2016 set out on pages five to sixteen.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

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:

- examine the accounts under Section 145 of the 2011 Act
- 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
- to state whether particular matters have come to my attention.

Basis of the 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 statements below.

Independent examiner's statement

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

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSS) (effective 1 January 2015)

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Julia Mortimer FCCA
Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Date: 31 October 2016

HAY CASTLE TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 APRIL 2016

	Notes	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	5,540	442,300	447,840	102,922
Charitable activities	5				
Preservation of the heritage of Hay Castle		-	253,723	253,723	261,628
Other trading activities	3	50,869	-	50,869	77,591
Investment income	4	<u>71</u>	<u>-</u>	<u>71</u>	<u>-</u>
Total		56,480	696,023	752,503	442,141
EXPENDITURE ON					
Raising funds	6	11,795	27,575	39,370	39,937
Charitable activities	7				
Preservation of the heritage of Hay Castle		<u>23,488</u>	<u>55,940</u>	<u>79,428</u>	<u>61,349</u>
Total		35,283	83,515	118,798	101,286
NET INCOME		21,197	612,508	633,705	340,855
Transfers between funds	17	<u>322,122</u>	<u>(322,122)</u>	<u>-</u>	<u>-</u>
Net movement in funds		343,319	290,386	633,705	340,855
RECONCILIATION OF FUNDS					
Total funds brought forward		2,377,636	168,444	2,546,080	2,205,225
TOTAL FUNDS CARRIED FORWARD		<u>2,720,955</u>	<u>458,830</u>	<u>3,179,785</u>	<u>2,546,080</u>

The notes form part of these financial statements

HAY CASTLE TRUST LIMITED

BALANCE SHEET
AT 30 APRIL 2016

	Notes	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
FIXED ASSETS					
Tangible assets	14	2,569,734	-	2,569,734	2,253,440
CURRENT ASSETS					
Debtors	15	10,510	512,040	522,550	177,991
Cash at bank and in hand		<u>165,183</u>	<u>(46,920)</u>	<u>118,263</u>	<u>186,295</u>
		175,693	465,120	640,813	364,286
CREDITORS					
Amounts falling due within one year	16	<u>(24,472)</u>	<u>(6,290)</u>	<u>(30,762)</u>	<u>(71,646)</u>
NET CURRENT ASSETS		<u>151,221</u>	<u>458,830</u>	<u>610,051</u>	<u>292,640</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,720,955</u>	<u>458,830</u>	<u>3,179,785</u>	<u>2,546,080</u>
NET ASSETS		<u>2,720,955</u>	<u>458,830</u>	<u>3,179,785</u>	<u>2,546,080</u>
FUNDS	17				
Unrestricted funds				2,720,955	2,377,636
Restricted funds				<u>458,830</u>	<u>168,444</u>
TOTAL FUNDS				<u>3,179,785</u>	<u>2,546,080</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 30 April 2016 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved for issue by the Board of Trustees on 21 October 2016 and were signed on its behalf by:



E Haycox - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

This includes capital grants.

Donations and legacies income

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature and are recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income from charitable activities

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Income from other trading activities

Income from other trading activities includes income received under contract. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Investment income

Investment income is recognised on a receivable basis.

Basis of recognition of liabilities

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

"Costs of raising funds" include costs fundraising, advertising, marketing and direct mail materials as well as a consultancy fees.

"Charitable expenditure" comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

"Support costs" are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly; others are apportioned on an appropriate basis.

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost.

Freehold land and buildings are held at cost and not depreciated.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any residual value, over their expected useful economic life as follows:

Plant and machinery	-	25% straight line basis
Fixtures and fittings	-	10% straight line basis
Computer equipment	-	33% straight line basis

Taxation

The charity is exempt from corporation tax on its charitable activities.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Trade debtors and other debtors are recognised at the settlement amount due after any trade discounts offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

Fund accounting

Unrestricted funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

Designated funds

Designated funds are unrestricted funds which are set aside by the trustees for a specific purpose.

Restricted funds

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure, which meets these criteria, is charged to the fund, together with a fair allocation of support and governance costs.

Transfers are made from restricted to unrestricted funds relating to the purchase of fixed assets from restricted income where such expenditure fulfils the terms of the restriction.

HAY CASTLE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 APRIL 2016

2. DONATIONS AND LEGACIES

	2016	2015
	£	£
Donations	308	21,017
Gift aid tax reclaimed	1,660	-
Grants	442,300	80,000
Subscriptions	3,572	1,905
	<u>447,840</u>	<u>102,922</u>

Grants received, included in the above, are as follows:

	2016	2015
	£	£
Brecon Beacons National Park Authority	6,300	-
Brecon Beacons Trust	30,000	30,000
The Headley Trust	-	50,000
Sylvia Waddilove Foundation	35,000	-
Ernest Cook Trust	10,000	-
The Country Houses Foundation	100,000	-
The Wolfson Foundation	96,000	-
Dulverton Trust	20,000	-
The Pilgram Trust	25,000	-
Visit Wales	120,000	-
	<u>442,300</u>	<u>80,000</u>

3. OTHER TRADING ACTIVITIES

	2016	2015
	£	£
Honesty bookshop sales	2,205	4,569
Rental income	18,163	28,752
Hire of premises	21,386	20,045
Events income	9,115	24,225
	<u>50,869</u>	<u>77,591</u>

4. INVESTMENT INCOME

	2016	2015
	£	£
Deposit account interest	<u>71</u>	<u>-</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2016	2015
	£	£
Heritage Lottery Funding	<u>253,723</u>	<u>261,628</u>

HAY CASTLE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 APRIL 2016

6. RAISING FUNDS

Raising donations and legacies

	2016 £	2015 £
Consultancy fees	<u>25,781</u>	<u>15,165</u>

Other trading activities

	2016 £	2015 £
Cost of functions and events	10,124	21,362
Depreciation	<u>3,465</u>	<u>3,410</u>
	<u>13,589</u>	<u>24,772</u>

Aggregate amounts	<u>39,370</u>	<u>39,937</u>
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7. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 8) £	Support costs (See note 9) £	Totals £
Preservation of the heritage of Hay Castle	<u>40,927</u>	<u>38,501</u>	<u>79,428</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2016 £	2015 £
Establishment costs	15,205	14,647
Postage and stationery	197	208
Advertising and promotions	1,626	274
Sundries	784	1,736
Repairs and maintenance	18,675	15,242
Travel	236	184
Legal and professional costs	346	5,313
Office expenses	3,166	2,517
Subscriptions and donations	135	238
Sub contractor costs	-	1,153
Website costs	100	1,085
Bank charges	457	401
	<u>40,927</u>	<u>42,998</u>

9. SUPPORT COSTS

	Staff costs £	Other £	Governance costs £	Totals £
Preservation of the heritage of Hay Castle	<u>11,705</u>	<u>21,774</u>	<u>5,022</u>	<u>38,501</u>

HAY CASTLE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 APRIL 2016

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2016	2015
	£	£
Depreciation - owned assets	3,465	3,410
Independent examination fees	<u>1,500</u>	<u>1,500</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 April 2016 or for the year ended 30 April 2015.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 April 2016 or for the year ended 30 April 2015.

12. STAFF COSTS

	2016	2015
	£	£
Wages and salaries	62,905	63,068
Social security costs	<u>4,130</u>	<u>4,362</u>
	<u>67,035</u>	<u>67,430</u>

The average number of employees during the year were as follows:

	2016	2015
Employees	<u>2</u>	<u>2</u>

No employees received emoluments in excess of £60,000

HAY CASTLE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 APRIL 2016

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	2015 Unrestricted funds £	2015 Restricted funds £	2015 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	22,922	80,000	102,922
Charitable activities			
Preservation of the heritage of Hay Castle	-	261,628	261,628
Other trading activities	<u>77,591</u>	<u>-</u>	<u>77,591</u>
Total	100,513	341,628	442,141
EXPENDITURE ON			
Raising funds	39,937	-	39,937
Charitable activities			
Preservation of the heritage of Hay Castle	<u>16,475</u>	<u>44,874</u>	<u>61,349</u>
Total	56,412	44,874	101,286
NET INCOME			
	44,101	296,754	340,855
Transfers between funds	<u>131,140</u>	<u>(131,140)</u>	<u>-</u>
Net movement in funds	175,241	165,614	340,855
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,202,395</u>	<u>2,830</u>	<u>2,205,225</u>
TOTAL FUNDS CARRIED FORWARD	<u>2,377,636</u>	<u>168,444</u>	<u>2,546,080</u>

14. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 May 2015	2,243,397	9,486	6,222	1,424	2,260,529
Additions	<u>319,759</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>319,759</u>
At 30 April 2016	<u>2,563,156</u>	<u>9,486</u>	<u>6,222</u>	<u>1,424</u>	<u>2,580,288</u>
DEPRECIATION					
At 1 May 2015	-	4,719	1,659	711	7,089
Charge for year	<u>-</u>	<u>2,372</u>	<u>622</u>	<u>471</u>	<u>3,465</u>
At 30 April 2016	<u>-</u>	<u>7,091</u>	<u>2,281</u>	<u>1,182</u>	<u>10,554</u>
NET BOOK VALUE					
At 30 April 2016	<u>2,563,156</u>	<u>2,395</u>	<u>3,941</u>	<u>242</u>	<u>2,569,734</u>
At 30 April 2015	<u>2,243,397</u>	<u>4,767</u>	<u>4,563</u>	<u>713</u>	<u>2,253,440</u>

HAY CASTLE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 APRIL 2016

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Other debtors	520,223	159,094
VAT	2,327	17,097
Prepayments	-	1,800
	<u>522,550</u>	<u>177,991</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade creditors	11,662	51,812
Social security and other taxes	59	-
Other creditors	6,641	9,790
Accruals and deferred income	<u>12,400</u>	<u>10,044</u>
	<u>30,762</u>	<u>71,646</u>

Included within accruals and deferred income, is the following events income which has been deferred as a result of the income being received in advance of its performance conditions.

	£
Deferred income brought forward	2,855
Amounts released	(2,855)
Amounts deferred in the year	<u>600</u>
Deferred income carried forward	<u>600</u>

17. MOVEMENT IN FUNDS

	At 1/5/15 £	Net movement in funds £	Transfers between funds £	At 30/4/16 £
Unrestricted funds				
General fund	2,377,636	21,197	(2,247,612)	151,221
Fixed asset fund	-	-	<u>2,569,734</u>	<u>2,569,734</u>
	2,377,636	21,197	322,122	2,720,955
Restricted funds				
Medieval gate fund	2,830	25,000	-	27,830
Heritage Lottery fund	100,000	170,208	(270,208)	-
Brecon Beacons Trust fund	15,614	30,000	(45,614)	-
The Headley Trust fund	50,000	-	-	50,000
Brecon Beacons National Park fund	-	6,300	(6,300)	-
Regeneration of Hay Castle fund	-	155,000	-	155,000
Ernest Cook Trust fund	-	10,000	-	10,000
The Country Houses Foundation fund	-	100,000	-	100,000
The Wolfson Foundation fund	-	96,000	-	96,000
Dulverton Trust fund	-	<u>20,000</u>	-	<u>20,000</u>
	168,444	612,508	(322,122)	458,830
TOTAL FUNDS	<u>2,546,080</u>	<u>633,705</u>	-	<u>3,179,785</u>

HAY CASTLE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 APRIL 2016

17. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	56,480	(35,283)	21,197
Restricted funds			
Medieval gate fund	25,000	-	25,000
Heritage Lottery fund	253,723	(83,515)	170,208
Brecon Beacons Trust fund	30,000	-	30,000
Brecon Beacons National Park fund	6,300	-	6,300
Regeneration of Hay Castle fund	155,000	-	155,000
Ernest Cook Trust fund	10,000	-	10,000
The Country Houses Foundation fund	100,000	-	100,000
The Wolfson Foundation fund	96,000	-	96,000
Dulverton Trust fund	<u>20,000</u>	<u>-</u>	<u>20,000</u>
	696,023	(83,515)	612,508
TOTAL FUNDS	<u>752,503</u>	<u>(118,798)</u>	<u>633,705</u>

17. **MOVEMENT IN FUNDS - continued**

Designated fixed asset fund

The fixed asset fund represents the net book value of tangible fixed assets.

Medieval gate fund

Grant funding received from The Pilgrim Trust towards the cost of conserving the medieval gate, whilst donations received in 2014 for the Great Gate appeal remained unspent during the course of the year.

Heritage Lottery fund

Grant funding received from the Heritage Lottery Fund, is project funding for the phase 1 - development of Hay Castle.

The Headly Trust fund

Hay Castle Trust received notification on 27 April 2015 from the trustees of the Headly Trust of a £50,000 grant awarded towards the restoration of the Hay Castle and the creation of a visitor and arts centre.

Brecon Beacons Trust fund

Grant funding received from the Brecon Beacons Trust, which is to be used to financially support the charity in the development phase towards the restoration of the castle.

Brecon Beacons National Park fund

Grant funding received from Brecon Beacons National Park to support the Castle's archaeological investigations through the grounds of the Scheduled Ancient Monument.

Regeneration of Hay Castle fund

A £35,000 grant was received from the Sylvia Waddilove Foundation during the year and the charity received notification on 14 April 2016 from Visit Wales of a grant awarded of £120,000 towards the costs of "The Regeneration of Hay Castle" project.

Ernest Cook Trust fund

The Hay Castle trust received notification on 6 April 2016 from the trustees of the Ernest Cook Trust of a £10,000 grant towards the cost of a heritage learning officer post and activities plan.

The County Houses Foundation fund

Hay Castle Trust received notification in May 2016 from the trustees of The Country Houses Foundation of a £100,000 grant for the replacement of the roof on the Jacobean section of Hay Castle.

The Wolfson Foundation fund

Hay Castle Trust received notification on 16 December 2016 from the trustees of The Wolfson Foundation of a £96,000 grant towards the cost of a new sculpture gallery.

Dulverton Trust fund

Hay Castle Trust received notification on 12 February 2016 from the trustees of the Dulverton Trust of a £20,000 grant which is to be used for traditional building skills training.

Transfers between funds

A transfer of £2,269,734 has been made from the general fund to a designated fixed asset fund in respect of the net book value of fixed assets at the balance sheet date.

A transfer of £263,918 was made during the year from Heritage Lottery restricted fund to unrestricted funds in respect of assets purchased, where the purchase of the asset results in the restriction being met.

A transfer of £45,614 was made during the year from the Brecon Beacons restricted fund to unrestricted funds in recognition of volunteer time spent, in line with the terms and conditions of the grant, and in recognition of assets purchased, where the purchase of the asset results in the recognition being met.

A transfer of £6,300 was made during the year from the Brecon Beacons National Park fund to unrestricted funds in recognition of staff and volunteer time spent, in line with the terms and conditions of the grant and in respect of assets purchased, where the purchase of the asset results in the recognition being met.

18. CONTINGENT LIABILITIES

In line with the terms of the grant, the Heritage Lottery fund require prior approval should the property be sold and may require a share of the net proceeds. It is not the intention of the trustees to sell the property.

19. RELATED PARTY DISCLOSURES

At 30 April 2016, the charity owed Mr P Greatbatch and Ms E Haycox £5,000 (2015 - £5,000).

During the year Mrs N L Albert received remuneration of £48,498 (2015: £48,581). At 30 April 2015, the charity owed N Albert £nil (2015: £2,790). Mrs Albert is the spouse of Mr J Albert, a trustee of the charity.

20. ULTIMATE CONTROLLING PARTY

The charity is controlled by the trustees. No one party has overall control.

21. MEMBERS' LIABILITY

The charity is a company limited by guarantee and consequently does not have any share capital. Each of the members is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.