

CASTLE HOWARD ESTATE LIMITED
REPORT AND ACCOUNTS
1991

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CASTLE HOWARD ESTATE LIMITED

DIRECTORS

The Hon. S. B. G. Howard (Chairman)
The Hon. N. P. G. Howard
The Hon. A. M. G. Howard

SECRETARY

T. C. Adams

AUDITORS

Barron & Barron,
Chartered Accountants,
Bathurst House,
86 Micklegate,
York.
VOL 2HN.

BANKERS

Coutts & Co.,
440 Strand,
London.

SOLICITORS

Bischoff & Co.,
London.

Denison Till,
York.

REGISTERED OFFICE

The Estate Office,
Castle Howard,
York.

DIRECTORS' REPORT

The Directors submit their Report and Accounts for the year ended 5th April, 1991.

PRINCIPAL ACTIVITIES

The activities of the Company are those of an Estate Company carrying on activities related to land ownership.

RESULTS AND DIVIDENDS

The loss on activities for the year amounted to £13,687 before net expenditure on property of £393,430, leaving losses of £407,117 to be added to accumulated losses brought forward. Accumulated losses carried forward at 5th April, 1991 are £2,500,483. The Directors do not recommend the payment of a dividend.

MARKET VALUE OF LAND AND BUILDINGS

In the opinion of the Directors, the value of the freehold property is in excess of any liabilities that the Company has incurred. However, in the absence of a professional valuation an accurate figure cannot be expressed.

FIXED ASSETS

The changes in Fixed Assets during the year are summarised in the Notes to the Accounts.

DIRECTORS AND THEIR INTERESTS

The Directors in office throughout the year and their beneficial and trustee interest in the shares of the company were as follows:

AT 5TH APRIL, 1990 AND 5TH APRIL, 1991

	ORDINARY SHARES OF £1 EACH	7.5% NON-CUMULATIVE PREFERENCE SHARES OF £1 EACH
As Trustees -		
The Hon. N. P. G. Howard	10,000	
The Hon. S. B. G. Howard	10,000	
The Hon. A. M. G. Howard	10,000	
As Beneficiaries under a Settlement -		
The Hon. N. P. G. Howard		22,000
The Hon. S. B. G. Howard		30,000
The Hon. A. M. G. Howard		22,000

CASTLE HOWARD ESTATE LIMITED

DIRECTORS' REPORT CONTINUED

AUDITORS

A resolution to re-appoint Barron & Barron, Chartered Accountants, as Auditors will be put to the members at the Annual General Meeting.

APPROVAL OF ACCOUNTS

A resolution to approve the Accounts was passed at a meeting of the Directors held on 26th July 1991.

By Order of the Board

T. C. ADAMS

Secretary

8th August 1991

REPORT OF THE AUDITORS
TO THE MEMBERS OF CASTLE HOWARD ESTATE LIMITED

We have audited the Financial Statements on pages 5 to 12 inclusive in accordance with approved Auditing Standards.

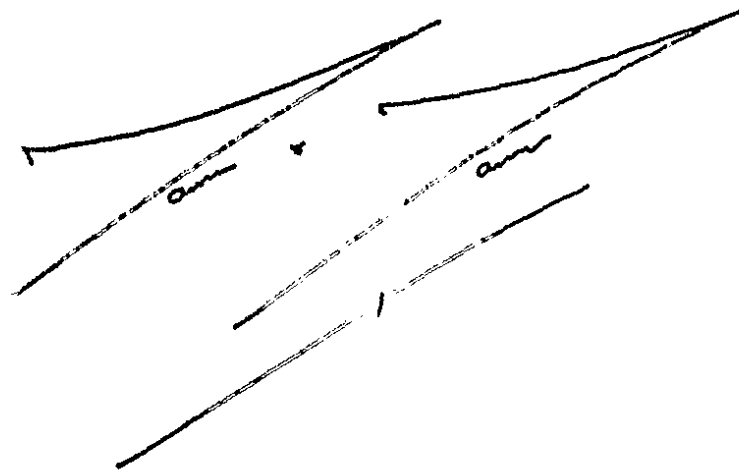
As stated in Note 8a, the cost or valuation of Land and Buildings has not been shown in the Balance Sheet in accordance with Schedule 9(5) Companies Act 1985. At this time it is not practical to determine with reasonable accuracy the cost or value of the properties retained.

Subject to the foregoing, in our opinion the Financial Statements, which have been prepared under the historical cost convention, give a true view of the state of the affairs of the Company as at 5th April, 1991 and of the loss and Source and Application of Funds of the Company for the year then ended and except for the valuation of Land and Buildings referred to above, comply with the Companies Act 1985.

BARRON & BARRON

Chartered Accountants

8th August 1991

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CASTLE HOWARD ESTATE LIMITED

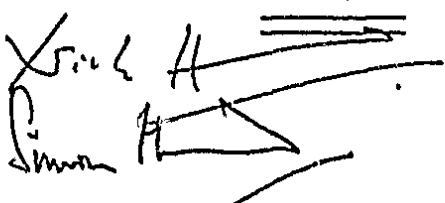
PROFIT AND LOSS ACCOUNT
5th April 1991

	NOTE	1991	1990
TURNOVER	2	3,245,121	3,248,896
Cost of Sales		2,933,396	3,033,185
GROSS PROFIT		311,725	215,711
Administrative Expenses		297,678	294,581
		14,047	(78,870)
Other Operating Income	3	48,286	48,891
OPERATING PROFIT(LOSS)		62,333	(29,979)
Interest Payable	5	76,020	62,305
Loss on Activities before Taxation		(13,687)	(92,284)
Taxation	6	-	-
Loss on Activities after Taxation		(13,687)	(92,284)
Net Proceeds (Expenditure) on Freehold Property	7	(393,430)	(96,905)
Loss for the Financial Year		(407,117)	(189,189)
Accumulated Losses brought forward		(2,093,366)	(1,904,177)
Accumulated Losses carried forward		£(2,500,483)	£(2,093,366)

The Notes on pages 8 to 13 form part of these Accounts.

CASTLE HOWARD ESTATE LIMITED

BALANCE SHEET
5th April 1991

	NOTE	1991	1990
FIXED ASSETS			
Tangible Assets	8		
Land and Buildings		1	1
Plant and Machinery		307,578	210,358
Exhibits		514,513	514,513
Cattle Herd		46,445	49,295
Plant acquired under finance leases		62,417	-
		<u>930,954</u>	<u>774,167</u>
Investments	9	17,645	15,211
		<u>948,599</u>	<u>789,378</u>
CURRENT ASSETS			
Stocks	10	534,741	518,701
Debtors	11	235,861	306,803
Cash at Bank		-	120,000
Cash in Hand		23,047	16,960
		<u>793,649</u>	<u>962,464</u>
CREDITORS Amounts falling due within one Year	12	<u>1,096,511</u>	<u>647,965</u>
NET CURRENT (LIABILITIES)ASSETS		<u>(302,862)</u>	<u>314,499</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>645,737</u>	<u>1,103,877</u>
CREDITORS Amounts falling due after more than one Year			
Loans	13	2,608,120	2,659,143
		<u>£(1,962,383)</u>	<u>£(1,555,266)</u>
CAPITAL AND RESERVES			
Called Up Share Capital	14	90,000	90,000
Share Premium Account		448,100	448,100
Profit and Loss Account		(2,500,483)	(2,093,366)
		<u>£(1,962,383)</u>	<u>£(1,555,266)</u>
N. P. G. HOWARD)	Directors		
S. B. G. HOWARD)			

The Notes on pages 8 to 13 form part of these Accounts.

CASTLE HOWARD ESTATE LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS
5th April 1991

	1991	1990
SOURCE OF FUNDS		
LOSS on activities before taxation	(13,687)	(92,284)
Adjustment for items not involved in the Movement of Funds		
Depreciation	106,109	70,915
Loss(Profit) on Sale of Tangible Fixed Assets	6,127	(27,189)
FUNDS GENERATED FROM OPERATIONS	98,549	(48,558)
FUNDS FROM OTHER SOURCES		
Sales of Freehold Property and Grants	500	4,005
Sales of Other Tangible Fixed Assets	21,799	229,109
Decrease in Trade Investments	-	569
Advanced under Finance Leases	62,417	-
	<u>84,716</u>	<u>233,683</u>
TOTAL INFLOW	183,265	185,125
APPLICATION OF FUNDS		
Freehold Property Acquisitions, Alterations and Improvements less Grants	393,930	100,910
Purchases of Other Tangible Fixed Assets	290,822	66,506
Purchase of Trade Investments	2,434	-
Reduction in Loans	85,577	40,843
	<u>772,763</u>	<u>208,259</u>
INCREASE/(DECREASE) IN WORKING CAPITAL	£(589,498)	£(23,134)
COMPONENTS OF INCREASE/(DECREASE) IN WORKING CAPITAL		
Livestock and Growing Crops	(15,683)	(157)
Stocks	31,723	997
Debtors	(70,942)	650
Creditors	(132,364)	26,073
	<u>(187,266)</u>	<u>(164,431)</u>
MOVEMENT IN LIQUID FUNDS		
Cash Balances	6,087	6,781
Bank Balances	(408,319)	134,516
	<u>(402,232)</u>	<u>141,297</u>
	<u>£(589,498)</u>	<u>£(23,134)</u>

CASTLE HOWARD ESTATE LIMITED

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

ACCOUNTING CONVENTION

The accounts are prepared under the historical cost convention modified to include freehold property at nominal value of £1.00 and motor vehicles and plant and machinery on hand at 6th April 1981 at the written down value at that date.

DEPRECIATION

No depreciation has been provided on freehold property, costume gallery exhibits, castle opening exhibits or cattle herd as in the opinion of the Directors this would not be significant in comparison with their residual values.

All other tangible fixed assets are depreciated to write off the cost or valuation evenly over their expected useful lives as follows:-

Motor vehicles	4 years
Plant and machinery	5 years
Other assets	20 years
Leased assets	over the term of primary lease

GOVERNMENT GRANTS

Government grants on capital expenditure have been deducted from the cost of the relevant asset.

Grants of a revenue nature are credited to income in the period to which they relate.

STOCKS

All stocks are stated at the lower of cost or net realisable value.

2. TURNOVER

Turnover represents the amount of fees received and goods and produce sold (stated net of value added tax). The turnover and pre-tax profit is attributable to the following activities.

	1991	1990	1991	1990
	TURNOVER		PRE-TAX	PROFIT (LOSS)
Castle opening including filming and facility fees	1,582,390	1,371,141	46,486	(100,180)
Farm	1,170,323	1,418,772	233,097	273,007
Caravan site	117,892	109,235	71,040	62,886
Woodlands	34,495	43,008	(23,277)	(31,660)
Plant centre	340,021	306,740	(15,621)	11,658
	<u>3,245,121</u>	<u>3,248,896</u>	<u>311,725</u>	<u>215,711</u>

CASTLE HOWARD ESTATE LIMITED

NOTES TO THE ACCOUNTS

	1991	1990
3. OTHER OPERATING INCOME		
Rental income less outgoings	<u>£ 48,286</u>	<u>£ 48,891</u>
4. OPERATING PROFIT		
a. This is stated after charging		
Directors remuneration		
(see below)	23,202	17,399
Auditors' remuneration	9,000	7,000
Depreciation	84,140	70,915
Depreciation of assets held		
under finance leases	21,969	-
Loss(Profit) on sale of		
fixed assets	6,127	(27,189)
Hire of plant and machinery	<u>13,744</u>	<u>41,420</u>
b. Directors remuneration		
Fees	-	-
Other emoluments (including		
pension contributions)	23,202	17,399
	<u>£ 23,202</u>	<u>£ 17,399</u>

The emoluments of the Chairman was £6,730 (1990: £4,031) and the highest paid Director £12,383, excluding pension contributions. Other Directors emoluments, excluding pension contributions fell within the following ranges:

	1991	1990
£ Nil - £ 5,000	1	1
c. Staff costs during the year amounted to		
Wages and salaries	847,134	998,906
Social Security costs	68,042	70,139
Other pension costs	34,501	41,055
	<u>£ 949,677</u>	<u>£1,110,100</u>

The average weekly number of employees, excluding Directors, retained by the company throughout the year was 170 (1990: 219), including 120 (1990: 109) part-time employees.

CASTLE HOWARD ESTATE LIMITED

NOTES TO THE ACCOUNTS

	1991	1990
5. INTEREST PAYABLE		
Bank overdraft	17,787	15,026
Other loans wholly repayable within five years	18,106	10,027
Other loans not wholly repayable within five years	35,191	37,252
Finance charges in respect of finance leases	4,936	-
	<u>£76,020</u>	<u>£62,305</u>

6. TAXATION

Based on the result for the year:	1991	1990
Corporation Tax	-	-

7. PROFITS ON REALISATION OF FREEHOLD PROPERTY

Net proceeds on Sales including compensation	500	4,005
Property improvements less grants	<u>393,930</u>	<u>100,910</u>
	<u>£(393,430)</u>	<u>£(96,905)</u>

The capital gains arising on the disposal of freehold properties are expected to be covered by losses on operations.

8. TANGIBLE FIXED ASSETS

a. LAND AND BUILDINGS

The freehold properties are stated at nominal value £1.00 as in the opinion of the directors, the value of freehold property is in excess of any liabilities that company has incurred. No depreciation has been provided.

Freehold Property	1991	1990
Improvements and acquisitions		
less grants	393,930	100,910
Sales	500	4,005

CASTLE HOWARD ESTATED LIMITED

NOTES TO THE ACCOUNTS

	PLANT ACQUIRED UNDER FINANCE LEASES	PLANT AND MACHINERY	EXHIBITS	CATTLE HERD
8. TANGIBLE FIXED ASSETS				
b. COST OR VALUATION				
At 6th April 1990	-	660,600	514,513	49,295
Additions	84,386	206,436	-	-
Disposals	-	(51,766)	-	(2,850)
	<u>84,386</u>	<u>815,270</u>	<u>514,513</u>	<u>46,445</u>
At 5th April 1991	<u>84,386</u>	<u>815,270</u>	<u>514,513</u>	<u>46,445</u>
DEPRECIATION				
At 6th April 1990	-	450,242	-	-
Provided during the year	21,969	84,140	-	-
Disposals	-	(26,690)	-	-
	<u>21,969</u>	<u>507,692</u>	<u>-</u>	<u>-</u>
At 5th April 1991	<u>21,969</u>	<u>507,692</u>	<u>-</u>	<u>-</u>
NET BOOK VALUE				
AT 5TH APRIL 1991	<u>62,417</u>	<u>307,578</u>	<u>514,513</u>	<u>46,445</u>
NET BOOK VALUE				
AT 6TH APRIL 1990	<u>-</u>	<u>210,358</u>	<u>514,513</u>	<u>49,295</u>
		1991		1990
9. INVESTMENTS				
These are unquoted investments as follows				
Grange Farm (Bulmer) Limited 1000 'A' Ord. voting shares of £1 each at cost		1,000		1,000
The Company owns 100% of the issued 'A' Ord. voting shares				
Trade Investments		1,455		1,245
Castle Howard Apiary		15,190		12,966
		<u>£ 17,645</u>		<u>£ 15,211</u>
10. STOCKS				
Materials and consumables		20,315		17,874
Goods for resale		284,521		255,239
Farm livestock, produce, stores and workings in land		229,905		245,588
		<u>£534,741</u>		<u>£518,701</u>
11. DEBTORS				
Trade debtors		111,884		153,411
Other debtors		22,507		36,265
Prepayments and accrued income		101,470		117,127
		<u>£235,861</u>		<u>£306,803</u>

CASTLE HOWARD ESTATE LIMITED

NOTES TO THE ACCOUNTS

	1991	1990
12. CREDITORS amounts falling due within one year		
Current instalments on loans	46,595	46,540
Current obligations under finance leases	27,808	-
Bank overdraft	447,070	158,751
Corporation Tax	-	-
Other taxes and Social Security costs	18,022	16,221
Other creditors	311,424	299,589
Accruals	245,592	126,864

 £1,096,511

 £647,965

The bank overdraft is unsecured

13. LOANS		
Wholly repayable within five years	2,221,420	2,294,974
Not wholly repayable within five years		
a. by instalments	273,686	285,709
b. otherwise	125,000	125,000
	<hr/> 2,620,106	<hr/> 2,705,683
Amounts due within one year included in current liabilities	46,595	46,540
	<hr/> 2,573,511	<hr/> 2,659,143
Obligation under finance leases payable within two to five years	34,609	-
	<hr/> £2,608,120	<hr/> £2,659,143
Instalments not due within five years	<hr/> £234,658	<hr/> £238,004

Included in the company loans wholly repayable within five years are Mortgage Loans of £14,804 (1990: £3,541)

Details of loans not wholly repayable within five years are as follows:

	1991	1990
a. By instalments		
Agricultural Mortgage Corporation plc		
Loan @ 8.25% repayable by 12th August 2008	159,782	163,765
Loan @ 9.50% repayable by 12th August 2012	110,710	112,253
Ryedale District Council		
4 Loans at rates of 9.125% to 9.75% repayable after 5.4.96 (1990:13)	3,194	9,691
	<hr/> £273,686	<hr/> £285,709