

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

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2024
FOR
HAY CASTLE TRUST**

MHA
Statutory Auditor
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

HAY CASTLE TRUST

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2024**

	Page
Report of the Trustees	1 to 5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 28

HAY CASTLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2024

The trustees, who are also directors for the purposes of the Companies Act 2006, present their report with the financial statements of the Trust for the year ended 30 April 2024. 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 applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust's primary objective is to preserve the heritage and assure the future of Hay Castle in Hay-on-Wye. As befits a building which has enjoyed more than 800 years of continuous occupancy, the Trust aims to promote community and visitor involvement in an active, living amenity which is a focal feature of the town and surrounding area.

Operational strategies for achieving this objective and these aims include:

- stewardship and maintenance of the Castle and of its adjoining buildings, grounds and gardens;
- promoting education on the history and architecture of the Castle and local history generally;
- provision of a venue for cultural enrichment through the arts;
- generating training opportunities in relevant local skills;
- providing a venue and a forum for community benefit and enjoyment;
- securing sufficient funding to meet the Trust's objectives; and
- operating the Castle as an income-generating venue, sufficient to ensure its long-term survival as a cultural venue and community asset.

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 Trust's aims and objectives and in planning activities for the year.

ACHIEVEMENT AND PERFORMANCE

This was the second year of operation, following the Castle opening to the public on 27 May 2022.

Direct visitor income arose from admission fees, donations and Castle tours. Income also arose from events held within the Castle's grounds, as well as from the shop, the outsourced café and rental income. Some of these activities are carried out through a subsidiary company, Hay Castle Trading Limited, which donates its profits to the Trust.

The Trust ran a programme of talks, workshops and other events for the local community, visitors and schools covering a wide range of interests and topics.

The Hay Festival Winter Weekend took place at the Castle in November 2023. The Weekend of Mistakes, a programme exploring the history of economic and financial mistakes, took place in March 2024.

During the year, the Castle joined the Historic Houses Association and will shortly join the Art Fund. This will enable the Castle to promote itself to a combined membership of over 200,000 people.

The exhibitions in the gallery during the year were:

- Eugene Fisk: Life in Colour, featuring works by a local artist (February to May 2023)
- Architecture & Poetry, exploring the links between poetry and buildings (May to September 2023)
- Josef Herman: Refugee Artists, featuring works by Josef Herman and other refugee artists (September to November 2023)
- Dark Skies artist and photographer Judy Goldhill explored our complex relationship to darkness and the night (November 2023 to January 2024)
- Hay Open Show, an invitation show, featuring the work of local artists (January to February 2024)
- Shân Egerton: A Painter's Life, featuring works by a local artist (March to May 2024)

HAY CASTLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2024

In May 2024 the success of the restoration project was recognised when the Castle won RIBA Wales Building of the Year 2024 as well as an RIBA Conservation Award 2024 and an RIBA Wales Award 2024.

The Trust continues to work towards full Museum Accreditation, having already been granted the status of Working Toward Accreditation.

PEOPLE

The Castle could not operate without our dedicated staff and the team of volunteers who welcome visitors to the Castle, run tours, assist in the shop and help to maintain the grounds.

As reported last year, Robert Hughes retired from the board on 19 May 2023. Robert continues to provide invaluable support to the Castle. Karen Usher joined the board on 14 June 2024, adding her extensive business and voluntary experience.

FINANCIAL REVIEW

The attached Financial Statements reflect the transactions and position of the Trust for the year to 30 April 2024. The Statement of Financial Activities shows net income for the year of £23,697 (2023: £139,961). In accordance with the accounting policies all grant income (including capital grants) has been recognised in the Statement of Financial Activities.

Grants and donations awarded during the year are listed in notes 3 and 6 to the Financial Statements. This funding is greatly appreciated and makes an enormous difference.

Reserves

The trustees have considered the need for free reserves to provide financial resilience. The target is an amount sufficient to cover at least three months operating expenses, or approximately £130,000.

The unrestricted reserves at 30 April 2024 amount to £9,626,846. After deducting the value of fixed assets, adding the £939,000 loan from Lindenleaf CIO (the terms of which are set out in note 21 to the financial statements) and adding the distributable reserves of £55,408 in the subsidiary company (Hay Castle Trading Limited), the adjusted free reserves at 30 April 2024 amount to approximately £171,500 (2023: £51,000), or 131% (2023: 42%) of the target amount.

FUTURE PLANS

The Trust will ensure that the Castle remains attractive both to the local community and visitors from further afield through the continued provision of high quality activities, including exhibitions and events as well as retail and catering outlets.

HAY CASTLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The company is governed by its Memorandum and Articles of Association.

Recruitment, appointment and induction of new trustees

The power of appointing new or additional trustees is vested in the trustees. Trustees are expected to identify their training needs and take measures to ensure these needs are met.

Organisational structure

Governance and the financial health of the Trust are the responsibility of the trustees. None of the trustees has any beneficial interest in the Trust. All the trustees are members of the Trust and guarantee to contribute a sum not exceeding £10 in the event of a winding up.

The Castle is operated on a day-to-day basis by the Executive Director and his team.

Key management remuneration

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

Risk management

The trustees regularly review the major risks inherent in the operation of the Trust and systems and procedures have been established to manage those risks.

A risk register is regularly updated and is reviewed at each quarterly board meeting. Key matters include:

- The generosity of donors enables the Trust to provide its wide programme of activities. A shortfall in grants or other donations could lead to a reduction in activities. Accordingly, priority is being given to maintaining and widening the relationship with existing and potential foundations and other donors
- The generosity of volunteers enables the Trust to maintain the overall quality of the visitor experience every day the Castle is open and at all events. Accordingly, the Trust is implementing a volunteer recruitment and retention programme.
- Minimising the risk and cost of the Trust's key contractual relationships is being addressed through the introduction of a contracts database.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07639471 (England and Wales)

Registered Charity number

1144524

Registered office

Hay Castle
Oxford Road
HAY-ON-WYE
Powys
HR3 5DG

HAY CASTLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2024

Trustees

The current trustees are:

Jennifer Bennett	
Robert Collingwood	
Edward Fox	
Christopher Fyles	
Fiona Howard	
Susan Malthouse	Chair
Carol Peace	
Stephen Purse	
Alice Sherwood	
Karen Usher	Appointed 14 June 2024

The following trustees also held office during the year:

Robert Hughes	Resigned 19 May 2023
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Senior management

Tom True	Executive Director
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Auditors

MHA
Statutory Auditor
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
CF23 8RS

Bankers

Barclays
1-3 Broad Street
Hereford
HR4 9BH

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Hay Castle Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

HAY CASTLE TRUST

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 APRIL 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, MHA, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the Board of Trustees 2 September 2024 and signed on its behalf by:



Susan Malthouse - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HAY CASTLE TRUST

Opinion

We have audited the financial statements of Hay Castle Trust (the 'charitable company') for the year ended 30 April 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 April 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF HAY CASTLE TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HAY CASTLE TRUST**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Julia Mortimer (Senior Statutory Auditor)
for and on behalf of MHA
Statutory Auditor
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Date: 10 September 2024

MHA is the trading name of MacIntyre Hudson LLP, a limited liability partnership in England and Wales (registered number OC312313)

HAY CASTLE TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 APRIL 2024**

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	restated 2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	111,455	168,120	279,575	467,057
Charitable activities	6				
The preservation of Hay Castle and the advancement of education		127,099	-	127,099	50,568
Trading activities	4	147,382	-	147,382	97,880
Investment income	5	<u>3,461</u>	<u>-</u>	<u>3,461</u>	<u>224</u>
Total		<u>389,397</u>	<u>168,120</u>	<u>557,517</u>	<u>615,729</u>
EXPENDITURE ON					
Raising funds	7	34,879	-	34,879	12,437
Charitable activities	8				
The preservation of Hay Castle and the advancement of education		<u>234,359</u>	<u>264,582</u>	<u>498,941</u>	<u>463,331</u>
Total		<u>269,238</u>	<u>264,582</u>	<u>533,820</u>	<u>475,768</u>
NET INCOME/(EXPENDITURE)		120,159	(96,462)	23,697	139,961
Transfers between funds	22	<u>14,832</u>	<u>(14,832)</u>	<u>-</u>	<u>-</u>
Net movement in funds		134,991	(111,294)	23,697	139,961
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>9,491,855</u>	<u>161,899</u>	<u>9,653,754</u>	<u>9,513,793</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>9,626,846</u></u>	<u><u>50,605</u></u>	<u><u>9,677,451</u></u>	<u><u>9,653,754</u></u>

The notes form part of these financial statements

HAY CASTLE TRUST

BALANCE SHEET
30 APRIL 2024

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	15	51,136	-	51,136	54,900
Heritage assets	16	10,398,614	-	10,398,614	10,376,090
Investments	17	<u>1</u>	<u>-</u>	<u>1</u>	<u>1</u>
		10,449,751	-	10,449,751	10,430,991
CURRENT ASSETS					
Debtors	18	44,100	174,750	218,850	484,045
Cash at bank		<u>446,982</u>	<u>(121,978)</u>	<u>325,004</u>	<u>170,861</u>
		491,082	52,772	543,854	654,906
CREDITORS					
Amounts falling due within one year	19	<u>(1,301,487)</u>	<u>(2,167)</u>	<u>(1,303,654)</u>	<u>(1,409,643)</u>
NET CURRENT ASSETS		<u>(810,405)</u>	<u>50,605</u>	<u>(759,800)</u>	<u>(754,737)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		9,639,346	50,605	9,689,951	9,676,254
CREDITORS					
Amounts falling due after more than one year	20	<u>(12,500)</u>	<u>-</u>	<u>(12,500)</u>	<u>(22,500)</u>
NET ASSETS		<u>9,626,846</u>	<u>50,605</u>	<u>9,677,451</u>	<u>9,653,754</u>
FUNDS	22				
Unrestricted funds				9,626,846	9,491,855
Restricted funds				<u>50,605</u>	<u>161,899</u>
TOTAL FUNDS				<u>9,677,451</u>	<u>9,653,754</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 2 September 2024 and were signed on its behalf by:


Susan Malthouse - Trustee

The notes form part of these financial statements

HAY CASTLE TRUST

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 APRIL 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	196,549	180,519
Interest paid		<u>(699)</u>	<u>(947)</u>
Net cash provided by operating activities		<u>195,850</u>	<u>179,572</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(12,644)	(479,002)
Purchase of heritage assets		(22,524)	-
Interest received		<u>3,461</u>	<u>224</u>
Net cash used in investing activities		<u>(31,707)</u>	<u>(478,778)</u>
Cash flows from financing activities			
New loans in year		-	139,000
Loan repayments in year		<u>(10,000)</u>	<u>(10,000)</u>
Net cash (used in)/provided by financing activities		<u>(10,000)</u>	<u>129,000</u>
Change in cash and cash equivalents in the reporting period			
		154,143	(170,206)
Cash and cash equivalents at the beginning of the reporting period		<u>170,861</u>	<u>341,067</u>
Cash and cash equivalents at the end of the reporting period		<u><u>325,004</u></u>	<u><u>170,861</u></u>

The notes form part of these financial statements

HAY CASTLE TRUST

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 APRIL 2024**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net income for the reporting period (as per the Statement of Financial Activities)	23,697	139,961
Adjustments for:		
Depreciation charges	16,408	11,866
Interest received	(3,461)	(224)
Interest paid	699	947
Decrease/(increase) in debtors	265,195	(124,647)
(Decrease)/increase in creditors	(105,989)	152,616
Net cash provided by operations	<u>196,549</u>	<u>180,519</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1/5/23 £	Cash flow £	At 30/4/24 £
Net cash			
Cash at bank and in hand	<u>170,861</u>	<u>154,143</u>	<u>325,004</u>
	<u>170,861</u>	<u>154,143</u>	<u>325,004</u>
Debt			
Debts falling due within 1 year	(949,000)	-	(949,000)
Debts falling due after 1 year	<u>(22,500)</u>	<u>10,000</u>	<u>(12,500)</u>
	<u>(971,500)</u>	<u>10,000</u>	<u>(961,500)</u>
Total	<u>(800,639)</u>	<u>164,143</u>	<u>(636,496)</u>

The notes form part of these financial statements

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2024

1. STATUTORY INFORMATION

Hay Castle Trust is a company limited by guarantee incorporated in Wales within the United Kingdom. The registered office is Hay Castle, Oxford Road, Hay-on-Wye, HR3 5DG.

The charity 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.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The principal activities and nature of the Trust's operations are described in the Report of the Trustees.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to the UK and Republic of Ireland (FRS 102) (effective January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

There have been no material departures from Financial Reporting Standard 102.

Assets and liabilities are initially recognised at historical cost or transaction values unless otherwise stated in the relevant accounting policies.

Going concern

Financial projections have been prepared for a period covering 12 months from the approval of these financial statements. These include both the projected operating results and cashflow projections.

Consideration has also been given to the continued availability of the loan from Lindenleaf CIO, further details of which are provided in note 21.

In these circumstances, the trustees have concluded that no adjustments or additional disclosures are required to the financial statements and are satisfied that it is appropriate for the financial statements to be prepared on a going concern basis.

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 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 includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. 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 is recognised on a receivable basis.

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

2. ACCOUNTING POLICIES - continued

Expenditure

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.

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

Expenditure on charitable activities 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 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.

Tangible fixed assets

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
Fixtures and fittings	10% - 20% straight line
Computer equipment	33% straight line

During the period of restoration, freehold land and buildings were held at cost and not depreciated.

Fixed assets are initially recorded at cost. Only assets which cost £500 or more are capitalised.

Investments

Investments are stated at cost less any impairment at the balance sheet date.

Heritage assets

Heritage assets are recognised on the balance sheet and initially measured at cost when purchased or if donated, their valuation if known. Assets are subsequently stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Fair values for donated assets are estimated by reference to market prices.

Those heritage assets currently recognised on the balance sheet have indefinite lives and are therefore not depreciated, but reviewed at each reporting date for impairment.

Where information on the cost or valuation of heritage assets is not available or the cost of providing such information significantly outweighs any benefit to the users of the accounts then heritage assets are not recognised on the balance sheet.

The Trust maintains a register for its collections of heritage assets which records the nature and current location of each asset.

Taxation

The Trust has been granted exemption from UK corporation tax by virtue of its charitable status. Activities which are not primary purpose trades are within the statutory limits prescribed by the statutory exemption for small trading.

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

2. ACCOUNTING POLICIES - continued

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

Debtors with no stated interest rate and receivable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

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.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

3. DONATIONS AND LEGACIES

	2024	restated 2023
	£	£
Donations	87,739	23,154
Gift aid	12,436	5,399
Grants	172,078	424,393
Membership schemes	<u>7,322</u>	<u>14,111</u>
	<u>279,575</u>	<u>467,057</u>

During the year an amount of £51,681 was donated from Hay Castle Trading Limited, the company's 100% owned trading subsidiary. A further restricted donation of £23,000 was received for the event 'Weekend of Mistakes'.

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

3. DONATIONS AND LEGACIES - continued

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

	2024	restated 2023
	£	£
National Lottery Heritage Fund	-	383,329
Welsh Government - LEADER Programme	-	2,000
Arts Council England - Portraits of Writers	-	25,200
The Darkly Trust - purchase of equipment	-	1,857
Federation of Museums and Art Galleries of Wales - The Wild Escape	-	2,912
Brecon Beacons National Park Authority - Community Nature Recovery Grants Scheme	-	490
Welsh Government - GEM Cymru micro grant	-	1,305
Federation of Museums and Art Galleries of Wales - Museum Conference	-	478
National Portrait Gallery - Creative Intern funding	7,681	5,812
Welsh Government - towards operating costs	8,000	-
Garfield Weston Foundation - towards operating costs	20,000	-
Arts Council of Wales: Refugee Artists Exhibition	10,000	-
Colwinston Charitable Trust: Hidden Gifts - Refugee Artists in Wales	11,275	-
The Ashley Family Foundation: April Ashley A Lady in Hay	1,500	-
Brecknock Art Trust - Josef Herman Exhibition	850	-
Arts Council of Wales: April Ashley A Lady in Hay	10,000	-
The Moondance Foundation: towards operating costs	58,760	-
Welsh Historic Gardens Trust: restoration gardens/ grounds	1,020	1,010
Herefordshire Council - UK Shared Prosperity Fund	6,000	-
Hay History group: Display cabinet for archaeological finds	1,500	-
Federation of Museums and Art Galleries of Wales: Art Handling	690	-
The Architectural Heritage Fund; Project Development	29,600	-
Bannau Brycheiniog National Park Authority: Dark Skies	1,434	-
Film Hub Wales: Writing with Light	3,000	-
Bannau Brycheiniog National Park Authority: Remarkable Castles	768	-
	<u>172,078</u>	<u>424,393</u>

4. TRADING ACTIVITIES

	2024	2023
	£	£
Cafe	71,959	61,115
Rental income	26,316	10,888
Venue hire	48,490	23,570
Other income	617	2,307
	<u>147,382</u>	<u>97,880</u>

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

5. INVESTMENT INCOME

	2024	2023
	£	£
Deposit account interest	<u>3,461</u>	<u>224</u>

6. INCOME FROM CHARITABLE ACTIVITIES

	2024	restated 2023
	£	£
Tours income	4,636	6,685
Entrance ticket income	73,743	14,943
Heritage and Learning workshops	14,433	15,192
Gallery income	-	5,436
Event income	19,506	8,312
Museums and Galleries Exhibition Tax Relief	14,781	-
	<u>127,099</u>	<u>50,568</u>

7. RAISING FUNDS

Raising donations and legacies

	2024	2023
	£	£
Consultancy fees	6,362	2,400
Professional fees	<u>3,761</u>	<u>-</u>
	<u>10,123</u>	<u>2,400</u>

Trading activities

	2024	restated 2023
	£	£
Professional fees	4,900	-
Cost of venue hire	6,682	-
Depreciation	<u>13,174</u>	<u>10,037</u>
	<u>24,756</u>	<u>10,037</u>

Aggregate amounts	<u>34,879</u>	<u>12,437</u>
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HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 9) £	Support costs (see note 10) £	Totals £
The preservation of Hay Castle and the advancement of education	<u>404,763</u>	<u>94,178</u>	<u>498,941</u>

9. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2024 £	restated 2023 £
Staff costs	140,594	137,161
Heat, light, power, water and waste collection	60,030	66,630
Heritage & learning activities costs	7,735	13,294
Cleaning costs	34,456	28,049
Insurances	23,916	21,020
Postage and stationery	1,300	2,499
Advertising and promotions	5,209	2,850
Exhibition costs	30,445	24,581
Repairs and maintenance	36,693	46,210
Staff & volunteer travel, training and expenses	4,726	2,871
Office expenses	6,826	5,330
Cost of events	52,413	14,135
Recruitment	-	810
Website costs	-	2,760
Bank charges	<u>420</u>	<u>879</u>
	<u>404,763</u>	<u>369,079</u>

10. SUPPORT COSTS

	Staff costs £	Finance £	Other £	Governance costs £	Totals £
The preservation of Hay Castle and the advancement of education	<u>58,314</u>	<u>699</u>	<u>26,067</u>	<u>9,098</u>	<u>94,178</u>
2023	<u>57,201</u>	<u>947</u>	<u>31,154</u>	<u>4,950</u>	<u>94,252</u>

11. NET INCOME/(EXPENDITURE)

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

	2024 £	2023 £
Depreciation - owned assets	16,408	11,866
Auditors' remuneration	<u>6,500</u>	<u>4,950</u>

Depreciation is apportioned to include £13,174 (2023: £10,037) within raising funds (note 7) and £3,234 (2023: £1,829) within support costs (note 10).

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

12. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration, other benefits or expenses paid for the year ended 30 April 2024 or for the year ended 30 April 2023.

13. STAFF COSTS

	2024 £	2023 £
Wages and salaries	181,931	177,894
Social security costs	12,679	12,740
Employer pension costs	4,298	3,728
	<u>198,908</u>	<u>194,362</u>

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

	2024 <u>6</u>	2023 <u>6</u>
Employees		

No employees received emoluments in excess of £60,000.

The total key management personnel remuneration benefits paid during the year was £58,313 (2023: £57,200).

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 30 APRIL 2023

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	42,664	424,393	467,057
Charitable activities			
The preservation of Hay Castle and the advancement of education	50,568	-	50,568
Trading activities	97,880	-	97,880
Investment income	<u>224</u>	<u>-</u>	<u>224</u>
Total	<u>191,336</u>	<u>424,393</u>	<u>615,729</u>
EXPENDITURE ON			
Raising funds	12,437	-	12,437
Charitable activities			
The preservation of Hay Castle and the advancement of education	<u>395,472</u>	<u>67,859</u>	<u>463,331</u>
Total	<u>407,909</u>	<u>67,859</u>	<u>475,768</u>
NET INCOME/(EXPENDITURE)	(216,573)	356,534	139,961
Transfers between funds	<u>245,519</u>	<u>(245,519)</u>	<u>-</u>
Net movement in funds	28,946	111,015	139,961
RECONCILIATION OF FUNDS			
Total funds brought forward	9,462,909	50,884	9,513,793

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 30 APRIL 2023 - continued

	Unrestricted funds £	Restricted funds £	Total funds £
TOTAL FUNDS CARRIED FORWARD	<u>9,491,855</u>	<u>161,899</u>	<u>9,653,754</u>

The comparative data as presented on this year's Statement of Financial Activities has been restated. This restatement is only in respect of reclassifying some income and expenditure between category headers, with no impact on the net reporting result.

15. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 May 2023	17,496	60,162	6,947	84,605
Additions	-	7,678	4,966	12,644
At 30 April 2024	<u>17,496</u>	<u>67,840</u>	<u>11,913</u>	<u>97,249</u>
DEPRECIATION				
At 1 May 2023	11,395	14,141	4,169	29,705
Charge for year	2,003	11,171	3,234	16,408
At 30 April 2024	<u>13,398</u>	<u>25,312</u>	<u>7,403</u>	<u>46,113</u>
NET BOOK VALUE				
At 30 April 2024	<u>4,098</u>	<u>42,528</u>	<u>4,510</u>	<u>51,136</u>
At 30 April 2023	<u>6,101</u>	<u>46,021</u>	<u>2,778</u>	<u>54,900</u>

16. HERITAGE ASSETS

	Total £
COST	
At 1 May 2023	10,376,090
Additions	22,524
At 30 April 2024	<u>10,398,614</u>
NET BOOK VALUE	
At 30 April 2024	<u>10,398,614</u>
At 30 April 2023	<u>10,376,090</u>

Heritage assets comprise of the following:

	2024 £	2023 £
Sculptures and portraits of Richard Booth	5,700	5,700
Property - Castle	<u>10,392,914</u>	<u>10,370,390</u>
	<u>10,398,614</u>	<u>10,376,090</u>

The above assets are held and maintained principally for their contribution to knowledge and culture and in support of the Trust's objectives.

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

17. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 May 2023 and 30 April 2024	<u>1</u>
NET BOOK VALUE	
At 30 April 2024	<u>1</u>
At 30 April 2023	<u>1</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Hay Castle Trading Limited

Registered office: Hay Castle, Oxford Road, Hay-on-Wye, Hereford, United Kingdom, HR3 5DG

Nature of business: Retail

	% holding
Class of share:	
Ordinary	100

18. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade debtors	23,930	26,302
Other debtors	182,554	391,338
VAT	5,994	63,317
Prepayments	<u>6,372</u>	<u>3,088</u>
	<u>218,850</u>	<u>484,045</u>

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Bank loans and overdrafts (see note 21)	10,000	10,000
Other loans (see note 21)	939,000	939,000
Trade creditors	44,552	118,370
Amounts owed to group undertakings	-	27,116
Other creditors	7,769	3,302
Accruals and deferred income	<u>302,333</u>	<u>311,855</u>
	<u>1,303,654</u>	<u>1,409,643</u>

Included within accruals and deferred income above is the following deferred income:

	2024 £	2023 £
Venue hire	<u>6,672</u>	<u>14,573</u>
	<u>6,672</u>	<u>14,573</u>

All deferred income relates to income received in advance of venue hire dates.

HAY CASTLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2024**

20. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2024	2023
	£	£
Bank loans (see note 21)	<u>12,500</u>	<u>22,500</u>

21. LOANS

An analysis of the maturity of loans is given below:

	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank loans	10,000	10,000
Other loans	<u>939,000</u>	<u>939,000</u>
	<u>949,000</u>	<u>949,000</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>12,500</u>	<u>22,500</u>

The bank loan is interest bearing and was drawn under the Bounce Back Loan Scheme.

The other loan is from Lindenleaf CIO under the terms of a funding agreement dated 16 July 2016, as subsequently amended. The loan is interest free and the Trust may repay the loan at any time.

Until 24 May 2027 the lender may:

- at its sole discretion, convert some or all of the loan into a donation;
- request repayment of some or all off the loan if alternative funding is received by the Trust.

The lender shall convert any part of the loan outstanding at 24 May 2027 into a donation.

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

22. MOVEMENT IN FUNDS

	At 1/5/23 £	Net movement in funds £	Transfers between funds £	At 30/4/24 £
Unrestricted funds				
General fund	(939,135)	136,567	(20,336)	(822,904)
Fixed asset fund	<u>10,430,990</u>	<u>(16,408)</u>	<u>35,168</u>	<u>10,449,750</u>
	9,491,855	120,159	14,832	9,626,846
Restricted funds				
National Lottery Heritage Fund	137,810	(124,478)	(13,332)	-
Education and Activity	6,724	(6,724)	-	-
Heritage Skills Training	8,286	(33)	-	8,253
Community Foundation Wales - Ashley				
Family Foundation	8,000	(8,000)	-	-
Welsh Historic Gardens Trust	950	(950)	-	-
Community Nature Recovery	129	(129)	-	-
The Moondance Foundation - salary				
contribution	-	1,846	-	1,846
April: A Lady in Hay	-	10,906	-	10,906
Display cabinet	-	1,500	(1,500)	-
Project Development	<u>-</u>	<u>29,600</u>	<u>-</u>	<u>29,600</u>
	<u>161,899</u>	<u>(96,462)</u>	<u>(14,832)</u>	<u>50,605</u>
TOTAL FUNDS	<u><u>9,653,754</u></u>	<u><u>23,697</u></u>	<u><u>-</u></u>	<u><u>9,677,451</u></u>

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

22. 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	389,397	(252,830)	136,567
Fixed asset fund	-	(16,408)	(16,408)
	389,397	(269,238)	120,159
Restricted funds			
National Lottery Heritage Fund	-	(124,478)	(124,478)
Education and Activity	-	(6,724)	(6,724)
Heritage Skills Training	-	(33)	(33)
Community Foundation Wales - Ashley			
Family Foundation	-	(8,000)	(8,000)
National Portrait Gallery - Creative Intern	7,681	(7,681)	-
Welsh Historic Gardens Trust	1,020	(1,970)	(950)
Community Nature Recovery	-	(129)	(129)
Weekend of Mistakes	23,000	(23,000)	-
Defibrillator	1,042	(1,042)	-
The Moondance Foundation - salary			
contribution	58,760	(56,914)	1,846
Refugee Artists in Wales exhibition	21,275	(21,275)	-
Josef Herman exhibition	850	(850)	-
April: A Lady in Hay	11,500	(594)	10,906
UK Shared Prosperity Fund	6,000	(6,000)	-
Display cabinet	1,500	-	1,500
Art handling	690	(690)	-
Project Development	29,600	-	29,600
Dark Skies exhibition	1,434	(1,434)	-
Writing with Light	3,000	(3,000)	-
Remarkable Castles	768	(768)	-
	168,120	(264,582)	(96,462)
TOTAL FUNDS	557,517	(533,820)	23,697

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

22. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/5/22 £	Net movement in funds £	Transfers between funds £	At 30/4/23 £
Unrestricted funds				
General fund	(500,945)	(204,707)	(233,483)	(939,135)
Fixed asset fund	<u>9,963,854</u>	<u>(11,866)</u>	<u>479,002</u>	<u>10,430,990</u>
	9,462,909	(216,573)	245,519	9,491,855
Restricted funds				
National Lottery Heritage Fund	-	383,329	(245,519)	137,810
Education and Activity	6,724	-	-	6,724
Heritage Skills Training	8,501	(215)	-	8,286
National Lottery Community Fund	25,225	(25,225)	-	-
Hay Castle Retail start-up	2,434	(2,434)	-	-
Community Foundation Wales - Ashley Family Foundation	8,000	-	-	8,000
Welsh Historic Gardens Trust	-	950	-	950
Community Nature Recovery	<u>-</u>	<u>129</u>	<u>-</u>	<u>129</u>
	<u>50,884</u>	<u>356,534</u>	<u>(245,519)</u>	<u>161,899</u>
TOTAL FUNDS	<u><u>9,513,793</u></u>	<u><u>139,961</u></u>	<u><u>-</u></u>	<u><u>9,653,754</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	191,336	(396,043)	(204,707)
Fixed asset fund	<u>-</u>	<u>(11,866)</u>	<u>(11,866)</u>
	191,336	(407,909)	(216,573)
Restricted funds			
National Lottery Heritage Fund	383,329	-	383,329
Heritage Skills Training	-	(215)	(215)
Welsh Government - LEADER Programme	2,000	(2,000)	-
National Lottery Community Fund	-	(25,225)	(25,225)
Hay Castle Retail start-up	-	(2,434)	(2,434)
Purchase of equipment	1,857	(1,857)	-
National Portrait Gallery - Creative Intern	5,812	(5,812)	-
Portraits of Writers exhibition	25,200	(25,200)	-
The Wild Escape	2,912	(2,912)	-
Welsh Historic Gardens Trust	1,010	(60)	950
Community Nature Recovery	490	(361)	129
GEM Cymru micro grant	1,305	(1,305)	-
Museum conference	<u>478</u>	<u>(478)</u>	<u>-</u>
	<u>424,393</u>	<u>(67,859)</u>	<u>356,534</u>
TOTAL FUNDS	<u><u>615,729</u></u>	<u><u>(475,768)</u></u>	<u><u>139,961</u></u>

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

22. MOVEMENT IN FUNDS - continued

Designated fixed asset fund

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

National Lottery Heritage Fund

Grant funding received from the National Lottery Heritage Fund, for further development phases of Hay Castle.

Education and Activity

Funding was received in a previous year of £10,000 from The Hobson Charity to support the education and activity programme at Hay Castle.

Heritage Skills Training

Funding was received in a previous year of £20,000 from The Dulverton Trust, and £25,675 from the Andrew Lloyd Webber Foundation which is to be used to establish a heritage skill training programme. The balance will be used to support future activities.

Community Foundation Wales - Ashley Family Foundation

Funding was received in a previous year of £8,000 received towards artistic production/materials, marketing and publicity, artist fees, artist travel costs and expenses, art transport, insurance and installation, project management and evaluation.

National Portrait Gallery - Creative Intern

Funding was received from the National Portrait Gallery specifically to cover the salary and on-costs of an Intern placement at Hay Castle.

Welsh Historic Gardens Trust

The funding was for improvements to the gardens and grounds work.

Community Nature Recovery grant

Funding received from the Brecon Beacons National Park Authority, under the Communities Nature Recovery Grants Scheme towards a wildflower project completed in the year.

Weekend of Mistakes

A donation of £23,000 was received towards the celebrated Library of Mistakes, in residence at Hay Castle 1st - 3rd March 2024. This comprised historians, financial experts, investments sages for a wealth of wisdom and a weekend of financial booms and busts, bubbles, swindles, panics and crashes.

Defibrillator

Donations received towards the purchase of a defibrillator.

The Moondance Foundation - salary contribution

A grant of £58,760 was received from The Moondance Foundation towards the salary costs of the Executive Director for 6 months plus the salary costs of the Learning and Activities manager for 12 months.

Refugee Artists in Wales exhibition

Grants were received from Arts Council of Wales £10,000 and Colwinston Charitable Trust £11,275 towards Refugee Artists in Wales exhibition.

Josef Herman exhibition

Grant of £850 received from the Brecknock Art Trust towards the costs of the Josef Herman exhibition.

April: A Lady in Hay exhibition

Grants were received from The Ashley Family Foundation £1,500 and Arts Council of Wales £10,000 towards the April: A Lady in Hay exhibition.

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

22. MOVEMENT IN FUNDS - continued

UK Shared Prosperity Fund

Grant funding was received via Herefordshire Council under Project title: Drawbridge: Hay Castle Open Exhibition Application.

Display cabinet

A grant of £1,500 was received from Hay Castle Group towards the cost a display cabinet.

Art handling

Funding of £690 was received from the Federation of Museums and Arts Galleries of Wales towards Art handling training that was delivered in the year.

Project development

A grant of £29,600 was received from The Architectural Heritage Fund for project development at Hay Castle. This funding was received in March 2024 and will be utilised in the next financial year.

Dark Skies

Funding was received from Bannau Brycheiniog National Park Authority towards the costs of the exhibition Dark Skies. This exhibition of the work of artist and photographer Judy Goldhill explored our complex relationship to darkness and the night.

Writing with Light

Grant funding from Film Hub Wales for project entitled: Writing with Light. The objective of the project was for young audiences, public engagement, screen heritage and inclusion.

Remarkable Castles

Funded provided by Bannau Brycheiniog National Park Authority towards the publication of the Remarkable Castles booklet.

Comparative year only

National Lottery Community Fund

Notification of a grant was received on 27 July 2017 from the National Lottery funded Rural programme - Community Grants for the Hay Castle Community Hub. The purpose of the funding was to reduce isolation for community members and to improve the skills of residents and visitors in Hay-on-Wye.

Hay Castle Retail start-up

Funding of £11,000 was received from the Brecon Beacons National Park Sustainable Development Fund to support the renovation cost for 5 retail start-up units at Hay Castle.

LEADER Programme

Notification of a grant was received initially on 16 June 2017 from the Welsh Government Rural Communities - The LEADER Programme in Powys for a Hay Castle Digital Project. This year, a final tranche of funding of £2,000 was received.

Purchase of equipment

Funding of £1,857 was received from The Darkly Trust towards equipment costs.

Portraits of Writers exhibition

A grant of £25,200 was received from Arts Council England to support the first exhibition in the gallery at the Castle entitled "Portraits of Writers".

The Wild Escape

Funding was received from the Federation of Museums and Art Galleries of Wales for The Wild Escape, a project led by Art Fund and made possible with support from Arts Council England's National Lottery Project grants.

HAY CASTLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2024

22. MOVEMENT IN FUNDS - continued

GEM Cymru micro grant

Funded by Welsh Government, the objective of the grant is to encourage innovative thinking, practice and evaluation of new resources and curriculum for Wales specific activities for museums to deliver to schools.

Museum conference

Funding was received from the Federation of Museums and Art Galleries of Wales towards a museum conference.

Transfers between funds

A transfer of £1,500 was made from the restricted display cabinet fund to the general fund in respect of the funding spent on fixed assets.

A transfer of £13,332 was made from the National Lottery Heritage Fund to the general fund in respect of the funding spent on the capital project.

A transfer of £35,168 was made from the general fund to the designated fixed asset fund, which represents the net book value of the fixed assets at the balance sheet date.

Comparative year

A transfer of £245,519 was made from the National Lottery Heritage Fund to the general fund in respect of the funding spent on the capital project.

In addition a transfer of £479,002 was made from the general fund to the designated fixed asset fund, which represents the net book value of the fixed assets at the balance sheet date.

23. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a defined contribution pension scheme. The pension cost for the year represents contributions payable by the charity to the scheme and amounted to £4,298 (2023: £3,728).

Contributions totalling £Nil (2023: £877) were payable to the scheme at the year end and are included in other creditors.

24. CONTINGENT LIABILITIES

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

On 19 June 2024 a legal charge over the property known as Hay Castle, was filed in favour of The Trustees of the National Heritage Memorial Fund in relation to the funding provided by the National Lottery Heritage Fund for the restoration of the Castle.

25. RELATED PARTY DISCLOSURES

During the financial year, the charity received a donation of £51,681 (2022: £Nil) from its 100% owned trading subsidiary, Hay Castle Trading Limited.