

The Hunt Museum Limited

**Directors' Report and Financial Statements
Year Ended 31 December 2012**

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DIRECTORS AND OTHER INFORMATION

Board of Directors

N Greene (Chairman)
G Stacpoole
R Downer
T Hunt
M O'Gorman-Skelly
C O'Carroll
P Frawley
P Cooke
T Fahey
D O'Hora
G Dunraven
D O'Treasaigh
I Hamilton
B Stanley
E Prendergast

Solicitors

Dundon Callanan
17 The Crescent
Limerick

Secretary and Registered Office

E Hayes
The Custom House
Rutland Street
Limerick

Registered number: 204519

Bankers

Bank of Ireland
125 O'Connell Street
Limerick

Auditors

PricewaterhouseCoopers
Bank Place
Limerick

DIRECTORS' REPORT

The directors present their report and the audited financial statements of the company for the year ended 31 December 2012.

Legal status

The Hunt Museum Limited is a company limited by guarantee and not having a share capital.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with Irish law.

Irish law requires the directors to prepare financial statements for each financial year giving a true and fair view of the state of the company's affairs at the end of the financial year and of its profit or loss for the financial year. Under that law the directors have elected to prepare the financial statements in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland).

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper books of account that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements have been properly prepared in accordance with the requirements of the Companies Acts 1963 to 2012. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Books of account

The measures taken by the directors to secure compliance with the company's obligations to keep proper books of account are the use of appropriate systems and procedures and employment of competent persons. The books of accounts are kept at the Hunt Museum, The Custom House, Rutland Street, Limerick.

Principal activities and review of business

The Company operates a museum ("the Museum") in the Custom House in Limerick City. The Hunt Collection ("the Collection") is owned by The Hunt Museums Trust, a company limited by guarantee not having a share capital. The Museum houses the Collection, which is a unique collection of original works of art and antiquities, ranging from the simple tools of the neolithic hunter to drawings by Pablo Picasso, with a concentration on medieval works of European decorative art. The Company is responsible for managing, maintaining and controlling the Collection for exhibition, preservation and study purposes.

In spite of on-going difficult trading circumstances, challenges in the local tourism sector and the dereliction of the museum's immediate vicinity the company's performance was considered satisfactory for the year. In line with government emphasis on increased access to cultural institutions, the Museum continued to admission fees on Sundays and other initiatives such as 2 for 1 on Mondays. The Museum maintained a successful array of exhibitions and programme of events, incentives and activities to ensure wider access to the Museum, with a year on year significant growth in footfall. The Museum continued to consolidate its reputation locally and nationally, especially through its education and exhibition programmes. The Museum is satisfied that it has met its objectives in developing visitor numbers and will continue to host Free Sundays and 2 for 1 Mondays. The Museum carried out a range of capital improvements to its kitchen and café which will bring benefit in the years ahead. The Museum received some additional external funding towards this project. These sums are reflected in the 2012 Annual Accounts.

DIRECTORS' REPORT - continued

Results for the year

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Deficit for the financial year	(86,386)
Transfer from endowment fund	<u>44,436</u>
Deficit after transfer from endowment fund	<u>(41,950)</u>

Events since the year end

There have been no significant events since the year end.

Directors

The names of the persons who were directors at any time during the year ended 31 December 2012 are set out below:

N Greene (Chairman)
R Downer
T Hunt
T Brazil (resigned 11 July 2012)
M O'Gorman-Skelly
C O'Carroll
J Logan (resigned 14 November 2012)
G Stacpoole
I Hamilton (appointed 18 April 2012)
P Frawley (appointed 18 April 2012)
P Cooke (appointed 18 April 2012)
T Fahey (appointed 18 April 2012)
D O'Hora (appointed 18 April 2012)
G Dunraven (appointed 18 April 2012)
D O'Treasaigh (appointed 18 April 2012)
B Stanley (appointed 18 April 2012)
E Prendergast (appointed 18 April 2012)

E Hayes was appointed secretary on 21 February 2013.

Auditors

The auditors, PricewaterhouseCoopers, will be re-appointed in accordance with Section 160(2) of the Companies Act, 1963.

On behalf of the board

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Independent auditors' report to the members of The Hunt Museum Limited

We have audited the financial statements of The Hunt Museum Limited for the year ended 31 December 2012 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Section 193 of the Companies Act, 1990 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the state of the company's affairs as at 31 December 2012 and of its deficit for the year then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts, 1963 to 2012

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Independent auditors' report to the members of The Hunt Museum Limited - continued

Matters on which we are required to report by the Companies Acts, 1963 to 2012.

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion proper books of account have been kept by the company.
- The financial statements are in agreement with the books of account.

Matters on which we are required to report by exception

We have nothing to report in respect of the provisions in the Companies Acts, 1963 to 2012 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.

Joe McEntee
for and on behalf of PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
Limerick

INCOME AND EXPENDITURE ACCOUNT
Year Ended 31 December 2012

	Notes	2012 €	2011 €
Income			
Revenue grants	2	444,000	467,000
Other income		<u>172,609</u>	<u>143,241</u>
		616,609	610,241
Expenditure			
Administration and other expenses		<u>(702,995)</u>	<u>(628,441)</u>
Deficit for the year	3	(86,386)	(18,200)
Net transfer from/to endowment fund	11	<u>44,436</u>	<u>(3,610)</u>
Deficit after transfer to endowment fund		(41,950)	(21,810)
Deficit at beginning of year		<u>(119,094)</u>	<u>(97,284)</u>
Deficit at end of year		<u>(161,044)</u>	<u>(119,094)</u>

On behalf of the board

BALANCE SHEET
31 December 2012

	Notes	2012 €	2011 €
Fixed assets			
Tangible assets	5	<u>3,006,886</u>	<u>3,091,786</u>
Current assets			
Stocks	6	28,000	30,300
Debtors	7	51,593	49,476
Investments	8	411,627	400,000
Cash at bank and in hand		<u>750,561</u>	<u>823,954</u>
		1,241,781	1,303,730
Creditors (amounts falling due within one year)	9	<u>(146,736)</u>	<u>(131,083)</u>
Net current assets		<u>1,095,045</u>	<u>1,172,647</u>
		<u>4,101,931</u>	<u>4,264,433</u>
Deferred income - capital grants	10	2,807,380	2,883,496
Capital and reserves			
Income and expenditure account deficit		(161,044)	(119,094)
Endowment fund	11	<u>1,455,595</u>	<u>1,500,031</u>
		<u>4,101,931</u>	<u>4,264,433</u>

On behalf of the board

CASH FLOW STATEMENT
31 December 2012

	Notes	2012 €	2011 €
Net cash outflow from operating activities	12(a)	(97,804)	(26,648)
Returns on investments and servicing of finance			
Interest received		36,038	24,762
Taxation		-	-
Capital expenditure and financial investment			
Payments to acquire tangible fixed assets		-	-
Decrease in cash and investments in the year		<u>(61,766)</u>	<u>(1,886)</u>
Reconciliation of net cash flow to movement in net debt			
	Notes	2012 €	2011 €
Decrease in cash and investments for the year		(61,766)	(1,886)
Net funds at start of year		<u>1,223,954</u>	<u>1,225,840</u>
Net funds at end of year	12(b)	<u>1,162,188</u>	<u>1,223,954</u>

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting policies

The significant accounting policies adopted by the company are as follows:

Basis of preparation

The financial statements have been prepared on a going concern basis and in accordance with the Companies Acts, 1963 to 2012 and Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council and promulgated by The Institute of Chartered Accountants in Ireland).

The financial statements are prepared on a going concern basis.

Historical cost convention

The financial statements are prepared under the historical cost convention.

Income

Admissions and retail shop income, and also gifts and donations, are recognised on a receipts basis. Other income, including interest income is recognised on an accruals basis. Revenue grants are recognised in the period to which they relate. Donations received for specific purposes which are recognised in the period in which the related expenditure is incurred.

Donations in kind

Donations received in kind from third parties are not included in the financial statements.

Fundraising expenses

Expenditure incurred directly attributable and related to funds raising towards the endowment fund are set against funds raised in the period incurred.

Taxation

There is no charge to taxation as it has been recognised by the Revenue Commissioners that the company has been established for charitable purposes.

Tangible assets

Tangible assets are stated at cost less accumulated depreciation. Depreciation is calculated in order to write off the cost of tangible assets, over their estimated useful lives by equal annual instalments. The estimated useful lives of tangible assets by reference to which depreciation has been calculated are as follows:

Buildings and related fit out	20 - 50 years
Interest in Rutland House	20 years
Fixtures and fittings	approximately 10 years
Computers	5 years

Capital grants

Grants that relate to specific capital expenditure are treated as deferred income and amortised to the Income and Expenditure account over the related asset's useful life.

2 Revenue grants	2012	2011
	€	€
Department of Arts, Sport and Tourism	425,000	450,000
Limerick City Council	17,000	17,000
Limerick County Council	<u>2,000</u>	<u>-</u>
	<u>444,000</u>	<u>467,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

3 Deficit for the year	2012 €	2011 €
Deficit for the year has been arrived at after charging/(crediting):		
Depreciation	84,900	84,900
Amortisation of capital grants	(76,116)	(76,116)
Refurbishment of Cafe (note 11)	<u>50,000</u>	<u>-</u>

The directors were not paid any remuneration.

4 Staff numbers and costs	2012	2011
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The average number of persons employed by the company during the year was as follows:

Management and administration	<u>8</u>	<u>8</u>
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2012 €	2011 €
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The aggregate staff costs were as follows:

Wages and salaries	203,182	201,997
Social welfare costs	<u>20,613</u>	<u>20,139</u>
	<u>223,975</u>	<u>222,136</u>

5 Fixed Assets	Buildings and related fit-out €	Interest in Rutland house €	Fixtures, fittings and office equipment €	Total €
Cost				
At 31 December 2011	4,076,795	27,417	123,080	4,227,292
Additions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 31 December 2012	<u>4,076,795</u>	<u>27,417</u>	<u>123,080</u>	<u>4,227,292</u>
Depreciation				
At 31 December 2011	1,001,236	12,390	121,880	1,135,506
Charge for year	<u>82,800</u>	<u>1,380</u>	<u>720</u>	<u>84,900</u>
At 31 December 2012	<u>1,084,036</u>	<u>13,770</u>	<u>122,600</u>	<u>1,220,406</u>
Net book amount				
At 31 December 2011	<u>3,075,559</u>	<u>15,027</u>	<u>1,200</u>	<u>3,091,786</u>
At 31 December 2012	<u>2,992,759</u>	<u>13,647</u>	<u>480</u>	<u>3,006,886</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

6 Stocks	2012 €	2011 €
Stocks for resale	<u>28,000</u>	<u>30,300</u>
The replacement cost of stocks is not materially different to the amount stated in the balance sheet.		
7 Debtors (amounts falling due within one year)	2012 €	2011 €
Prepayments and other debtors	35,064	41,089
VAT recoverable	<u>16,529</u>	<u>8,387</u>
	<u>51,593</u>	<u>49,476</u>
8 Investments		
Current asset investments comprise of deposits with banks which have a maturity of greater than three months at inception as follows:		
	2012 €	2011 €
Amounts with maturity within one year	-	200,000
Amounts with maturity greater than one year	<u>411,627</u>	<u>200,000</u>
	<u>411,627</u>	<u>400,000</u>
9 Creditors (amounts falling due within one year)	2012 €	2011 €
Creditors and accruals	140,601	124,948
Docent benefit – library	508	508
PAYE/PRSI	<u>5,627</u>	<u>5,627</u>
	<u>146,736</u>	<u>131,083</u>
10 Deferred income - capital grants	2012 €	2011 €
Received		
At 1 January	3,805,085	3,805,085
Additions	<u>-</u>	<u>-</u>
At 31 December	<u>3,805,085</u>	<u>3,805,085</u>
Amortisation		
At 1 January	921,589	845,473
Amortised to income and expenditure account	<u>76,116</u>	<u>76,116</u>
At 31 December	<u>997,705</u>	<u>921,589</u>
Net book value at 31 December	<u>2,807,380</u>	<u>2,883,496</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

11 Endowment fund	€
At beginning of year	1,500,031
Funds raised during the year	5,564
Refurbishment of Cafe	<u>(50,000)</u>
At end of year	<u>1,455,595</u>

During the year the Museum undertook a refurbishment of the Cafe in conjunction with the Office of Public Works (OPW) at a cost to the Museum of €50,000. The monies were made available from the Endowment fund. Significant additional funding was provided by the Department of Arts, Sport and Tourism and the Cafe licensee.

The endowment fund above includes funds raised for the following purposes:

	2012 €	2011 €
Upkeep, conservation and display of objects in the permanent collection at the Hunt Museum	200,000	200,000
Building maintenance, educational programmes, information technology and temporary exhibitions	450,000	500,000
Permanent exhibition and education facilities	<u>805,595</u>	<u>800,031</u>
	<u>1,455,595</u>	<u>1,500,031</u>

12 Notes to the cash flow statement	2012 €	2011 €
(a) Reconciliation of net cashflows from operating activities		
Operating deficit	(86,386)	(18,200)
Depreciation	84,900	84,900
Amortisation of grant	(76,116)	(76,116)
Bank interest	(36,038)	(24,762)
Decrease in stocks	2,300	300
(Increase)/decrease in debtors	(2,117)	10,662
Increase/(decrease) in creditors	<u>15,653</u>	<u>(3,432)</u>
Net cash outflow from operating activities	<u>(97,804)</u>	<u>(26,648)</u>

(b) Analysis of net funds	At 1 January 2012 €	Cash Flow €	At 31 December 2012 €
Cash and bank	823,954	(73,393)	750,561
Investments	<u>400,000</u>	<u>11,627</u>	<u>411,627</u>
Total	<u>1,223,954</u>	<u>(61,766)</u>	<u>1,162,188</u>

13 Approval of financial statements

The financial statements were approved by the directors on

INCOME

Year Ended 31 December 2012

	2012	2011
	€	€
Income		
Revenue grants	444,000	467,000
Fund raising - Endowment Fund	5,564	3,610
Royalty income	2,750	2,064
Docents and Liberal Arts income	16,404	5,416
Admissions	46,285	37,542
Retail shop contribution	37,190	35,445
Bank interest	36,038	24,762
Cafe and facility rents	22,080	24,450
Sundries	4,706	8,666
Commissions	1,592	1,286
	<u>616,609</u>	<u>610,241</u>

ADMINISTRATION AND OTHER EXPENSES
Year Ended 31 December 2012

	2012 €	2011 €
Salaries and PRSI costs	223,975	222,136
Advertising and public relations	18,856	23,732
Consultancy and professional fees	19,036	19,520
Sundry costs	15,622	5,979
Travel and subsistence	1,235	2,286
Stationery and printing	4,733	4,932
Telephone and postage	8,596	7,591
Bank interest and charges	2,154	1,621
Cleaning and maintenance	84,821	66,005
Exhibition expenses	23,160	30,883
Light and heat	45,299	44,288
Lecture fees	3,398	7,421
Educational activities	8,080	-
Depreciation on buildings and fixtures	84,900	84,900
Amortisation of capital grants	(76,116)	(76,116)
Training	-	163
Security	156,400	154,355
Conservation works	758	1,203
Insurance	17,977	17,187
Rates and water rates	2,427	1,017
Licences and subscriptions	2,080	710
Computer software expense	-	688
Bad debt write off	791	-
Hunt Museums Trust expenses	-	3,600
Cafe refurbishment	50,000	-
Directors expenses	4,813	-
	<u>702,995</u>	<u>628,441</u>

SHOP TRADING ACCOUNT
Year Ended 31 December 2012

	2012 €	2011 €
Retail shop sales	<u>88,809</u>	<u>84,257</u>
Opening stock	30,300	30,600
Purchases	<u>49,319</u>	<u>48,512</u>
	79,619	79,112
Less: Closing stock	<u>(28,000)</u>	<u>(30,300)</u>
	<u>51,619</u>	<u>48,812</u>
Gross profit	<u>37,190</u>	<u>35,445</u>

FUND RAISING - ENDOWMENT FUND
Year Ended 31 December 2012

	2012 €	2011 €
H Holloway	1,905	1,905
Others	<u>3,659</u>	<u>1,705</u>
Net increase in endowment fund	<u>5,564</u>	<u>3,610</u>

The Hunt Museum Limited

**Directors' Report and Financial Statements
Year Ended 31 December 2012**

Certified to be a true copy of the Balance Sheet, Income and Expenditure Account, Directors' Report and Independent Auditors' Report laid before the Annual General Meeting.

Signed: Director: _____

Secretary: _____