



30 March 2012

NEWBURY RACECOURSE PLC  
("the Racecourse" or "the Company")

**Preliminary Results for the year ended 31 December 2011**

Newbury Racecourse plc, the racing, leisure and events business, today announces its preliminary results for the year ended 31 December 2011.

**Financial Highlights**

- Turnover increased up 5.3% to £12.6m (2010: £11.9m)
- Depreciation of £1.0m (2010: £1.0m)
- Racing leisure and events trading business PBIT (profit before interest and tax) excluding exceptional items £160,000 (2010: £43,000)
- Property redevelopment division loss before interest and tax £0.4m excluding exceptional items (2010: 0.6m)
- Total operating loss £0.1m (2010: loss of £0.3m, excluding exceptional items)

**Operational Highlights**

- Hosted 29 (2010: 31) well attended racing fixtures including the highly successful Hennessy Gold Cup
- Winners of 'ROA Racecourse of the Year' for the 7<sup>th</sup> time in 8 years
- Strong performance from hospitality division reflecting successful ongoing refurbishment programme
- The first Newbury LIVE event on a non race day achieved attendance of 15,000 with Rod Stewart performing. Continued success with 'Party in the Paddock' with Tom Jones playing to 22,000 racegoers

### **Property Development Highlights**

The significant redevelopment of the Racecourse continued to progress well:

- Reserved matters planning application for Central Area received consent from West Berkshire Council in November. The area includes a 123 bedroom hotel, a new children's nursery, a new hostel, refurbished stables, and 366 one, two and three-bedroom apartments
- Reserved matter planning application for Western Area received consent from West Berkshire Council in September, the area comprises 421 new homes

Dominic Burke, Chairman of Newbury Racecourse, commented:

"We are pleased to report on another year of well attended high quality racing. We have continued to demonstrate our commitment to the Racecourse's acclaimed race programme and prize money, whilst developing our facilities and events for race goers. At the same time we have made important steps forward with the long term future of the Racecourse with good progress being made with the property redevelopment programme."

### **For further information, please contact:**

**Newbury Racecourse plc**  
Sarah Hordern  
Joint Managing Director

Tel: 01635 40015

**Hudson Sandler**  
Charlie Jack/Katie Matthews

Tel: 020 7796 4133

## Chairman's Statement

2011 was a year of change and challenges for the racing industry. However in this, my maiden preliminary statement as Chairman, I am encouraged to announce a year of good progress for both the Trading and Property divisions of the Racecourse.

Our core racing operations traded profitably and continued to deliver high quality Flat and National Hunt racing against a backdrop of considerable funding pressure. Revenues received from the Horseracing Betting Levy Board came under further pressure with receipts down nearly 40% on those received in 2008. Nevertheless, our determination to protect Newbury's racing programme ensured we remained focused on sustaining prize money levels without downgrading our high quality programme. We support the ongoing discussions to agree a more appropriate levy or replacement funding structure to capture important existing revenues. We also welcome the government's decision to tax off shore betting operators. However all sections of the racing industry must complement this progress by ensuring a workable structure for the industry that is viable for all parties and assists the development and protection of UK racing.

Our contribution to British racing was furthered with the Racecourse's involvement as shareholders in the British Champion Series and the part the successful JLT Lockinge Stakes played in promoting it and UK racing to a new and wider audience both at home and abroad.

Our strategy of developing the Racecourse facilities for racegoers helped ensure that racing revenues remained resilient in the face of a difficult economic climate; however this climate continues to present challenges for the conference and events business.

The redevelopment of the Racecourse made important progress during the year and we were pleased to receive Reserved Matters Planning Permission for the first two phases of the residential development. The programme remains a key initiative for the long term success of the Racecourse and we believe the quality of the housing designs that Glenn Howells Architects have produced ensure that the development will wholly compliment the Racecourse, its setting and heritage. Our commitment to this strategic long term project resulted in an overall loss for the Company in line with the Boards expectations. In light of the continued investment this project requires and the ongoing uncertainty in the racing industry, the Board does not consider it appropriate to pay a dividend for 2011.

On behalf of the Board I would like to thank Sarah Hordern and Stephen Higgins together with all of the staff at the Racecourse for their hard work, which in addition to the ongoing support from our sponsors made 2011 a year of real progress for the Racecourse.

Whilst the trading environment remains challenging, we look forward to another year of first class racing and the continued redevelopment of the racecourse and its facilities.

DOMINIC J BURKE  
Chairman  
29 March 2012

## **OPERATIONAL AND FINANCIAL REVIEW**

### **Financial Overview**

2011 oversaw a number of positive developments for the Racecourse. The existing racing, leisure and events operations and the ongoing redevelopment programme made strong progress and achieved important milestones. To provide greater clarity it has been decided to present the performance of the racing, leisure and events business ("trading") and the property redevelopment activities ("property") separately within the overall Group accounts.

Trading turnover increased by 5.5% to £12.5m (2010: £11.8m) assisted by the successful launch of the Newbury LIVE concert format. Increased like for like income from hospitality and public catering sales, sponsorship and associated media rights more than offset the Racecourse hosting one less Party in the Paddock event, and two less leasehold racing fixtures than 2010 and lead to a 2% increase in earnings contribution from racing activities prior to overhead.

The combined effect of these developments was an increase in trading PBIT to £160,000 (2010: £43,000 pre an exceptional gain relating to a rates refund). The property Group incurred costs of £351,000 (2010: £390,000) associated with the ongoing redevelopment of the Racecourse, its facilities and property assets. These costs were in line with the Boards expectations and reflect the continued progress of the project. Accordingly overall the Company made a loss before interest of £0.2m.

### **Racing**

2011 was another year of successful high quality racing at Newbury and the Racecourse continued to host a top class programme. Highlights included Frankel continuing his unbeaten run in the Greenham Stakes, Canford Cliffs achieving an authoritative victory in the JLT Lockinge Stakes, and an emotional win for Carruthers in the Hennessy Gold Cup. Newbury's commitment to protecting its race programme continued with our significant executive contribution of £1.1m or £38,000 per fixture to support prize money.

For the seventh time in eight years the Racehorse Owners Association named Newbury 'Racecourse of the year'.

### **Hospitality**

During the year we refurbished a number of public catering facilities which improved race goer experience, reduced the cost of temporary facilities, and led to a 7.3% uplift in like for like spend on drinks. This combined with the income from corporate hospitality significantly improved our margins.

### **Leisure, conference and events**

As part of our stated strategy of making the Racecourse a year round leisure and events destination, we were delighted with the successful launch of the Newbury LIVE concert format that saw Rod Stewart perform in front of an audience of 15,000 on a non-race day.

The Racecourse also hosted Tom Jones at a Party in the Paddock event on the CGA Ladies Day with 22,000 attendees and The Wanted on 21st May both playing an important role in supporting gate and catering revenues. We are pleased to have proved that the Racecourse can be a successful concert venue but we will continue to be selective with the right acts required to drive revenue and profitability.

Market conditions remained challenging for the conference and events division, as it witnessed continued pressure on margins. A review of the division led us to concentrate on higher margin events; this resulted in a decrease in turnover of 22% and a 10% reduction in contribution. We believe we now have the right strategy to rebuild the business, its revenues and contribution in the coming year.

### **Property redevelopment**

The redevelopment programme has progressed well with West Berkshire Council granting Reserved Matters Planning Approval of the Western residential area in September, this area contains the first of three proposed tranches of new homes at the Racecourse. This first tranche comprises 294 homes for private sale and 127 for affordable housing.

This was followed in November with approval for the Central residential area. It consists of 366 one, two and three-bedroom contemporary designed apartments with impressive views across the Racecourse. Also included in the Central area is a 123-bedroom Hotel, stable refurbishment, stable staff accommodation, a new Rocking Horse children's nursery, all designed to reflect the heritage of the Racecourse and complement the architecture of the existing grandstands.

The focus of residential architects Glenn Howells has been to produce a unique environment for residents. Set in the spacious racecourse surroundings and with the backdrop of stunning countryside views, the apartments will offer, in addition to the regular racing, a nursery and a health club, onsite rail capable of reaching London in little over an hour. Residents will also benefit from the significant recent development of local retail areas in and around Newbury.

We anticipate our development partners starting building work during 2012, initially with the bridge, the Western residential area, and the car park in the centre of the Racecourse. Works to the operational areas of the Racecourse will form a second phase expected during 2013. We will be working closely with our development partners to

ensure that the impact of the building works to race goers, conference and events clients, and local residents is minimised.

### **Current trading and outlook**

We were disappointed to lose the Betfair Super Saturday in February due to snow. The replacement fixture, staged at very short notice with generous support from Betfair, HBLB, the BHA and Channel Four was a great success drawing a crowd of 12,500 following the decision to allow free entry. We do not anticipate any adverse financial impact due to the original meeting being insured.

We will continue to leverage the success of our retail refurbishment programme and remain focused on rebuilding the conference and events business revenues and margins. The long term redevelopment of the Racecourse remains on schedule and we look forward to announcing updates over the coming months.

As with the wider racing industry trading conditions remain challenging, nevertheless we remain confident of protecting our high quality racing programme and delivering further progress with the redevelopment programme that will ensure the long term success of the Racecourse as a year round racing leisure and events business.

STEPHEN HIGGINS  
Managing Director  
(Racecourse & Events)

SARAH HORDERN  
Managing Director  
(Property & Finance)

## Sponsors in the year to 31 December 2011

We would like to thank our leading sponsors for their significant support in 2011

Dubai Duty Free  
JLT  
Moët Hennessy UK  
Worthington's  
sportingbet.com  
Shadwell  
Weatherbys  
Country Gentlemens Association  
tote pool  
Aon Limited  
Greatwood

We also received much appreciated support from the following sponsors

AJC Premier	Pertemps Group
Arkell's Brewery Ltd	Powersolve Electronics
Asset Land Inc	Pump Technology Ltd
Axminster Carpets Ltd	Punter Southall
Ballymacoll Stud	Q Associates Ltd
Bathwick Tyres	Queensland House
Berry Bros & Rudd	Racecourse & Covertsides
Berkshire County Blind Society	Racing UK
Betfair	Relyon Cleaning Services
Betfred	Ridgeway Group
Bettor.com	Rutland Arms Antique Centre
Bewiser Insurance	Sanderson Weatherall LLP
Blackmore Building Contractors Ltd	Spinal Injuries Association
Bloomsbury Auctions	Smith & Williamson
Blue Square	Scope
British European Breeders Fund	Shredding for Bedding
Broadbase UK	Swettenham Stud
Buffalo Pictures Ltd	Trailfinders
Burges Salmon LLP	Thoroughbred Breeders Association
Centrepont	totesport
Chris Beek Racing	Ultima Checkpoint
Christal Construction Management Ltd	UK Hygiene
Christopher Smith Associates LLP	Vodafone Group PLC
Crossland Solicitors	Wedgewood Estates
Compton Beauchamp Estates Ltd	West Berkshire Mencap
Coln Valley Stud	West Berkshire Racing Club
Collingwood First Class Services	Wise Catering
Coolmation Ltd	Zenergi
CSP	
Denford Stud	
Emma Lavelle Racing Ltd	
Elle Security	
Erik Penser Bank	
Event Bar Management	
First Great Western	
Fuller Smith & Turner PLC	
Geoff Banks Independent Bookmaker	
Grundon	
Guinness Peat Group PLC	
Haynes Hanson & Clark	
HBLB	
Heatherwold Stud	
Highclere Thoroughbred Racing	
Hildon	
Inkerman	
KKA	
Kentford Racing	
M & C Carpets Co Ltd	
M.C Seafoods	
NewVoiceMedia	
Oakley Coachbuilders	
Oracle Cancer Trust	
Pashmina UK	

# Consolidated Profit and Loss Account

Year ended 31 December 2011

				*As restated 2010		*As restated 2010
	Note	2011 Trading £'000	2011 *Property £'000	2011 Total £'000	Trading £'000	*Property £'000
<b>Turnover</b>	1	<b>12,499</b>	<b>57</b>	<b>12,556</b>	11,851	76
Cost of Sales		(10,285)	(107)	(10,392)	(9,315)	(34)
<b>Gross profit</b>	1	<b>2,214</b>	<b>(50)</b>	<b>2,164</b>	2,536	42
Administrative expenses		(2,054)	(301)	(2,355)	(2,530)	(432)
Other operating income		-	-	-	343	-
<b>Operating profit /(loss)</b>		<b>160</b>	<b>(351)</b>	<b>(191)</b>	349	(390)
<b>Operating profit/( loss) before exceptional items</b>	1	<b>160</b>	<b>(270)</b>	<b>(110)</b>	43	(390)
<b>Exceptional operating income</b>						
Rates rebate	2	-	-	-	306	-
<b>Exceptional operating expenses</b>						
Asset Impairment	2	-	(81)	(81)	-	-
		<b>160</b>	<b>(351)</b>	<b>(191)</b>	349	(390)
<b>Profit /(loss) on ordinary activities before interest</b>		<b>160</b>	<b>(351)</b>	<b>(191)</b>	349	(390)
Interest payable and similar charges		(82)	(97)	(179)	(136)	(226)
<b>Profit /(loss) on ordinary activities before taxation</b>		<b>78</b>	<b>(448)</b>	<b>(370)</b>	213	(616)
Tax charge	3	(7)	-	(7)	(94)	-
<b>Profit /(loss) on ordinary activities after taxation being loss for the financial year</b>		<b>71</b>	<b>(448)</b>	<b>(377)</b>	119	(616)
Loss per share (basic and diluted)	4			<b>(7.9p)</b>		(10.7p)

All amounts derive from continuing operations

\* Refer to note 1 for full details on the property segment and the restatement of investment income classification.

## Consolidated Statement of Total Recognised Gains and Losses

Year ended 31 December 2011

	<b>2011</b>	2010
	<b>£'000</b>	£'000
Loss for the financial year	<b>(377)</b>	(497)
Actuarial gain /(loss) relating to pension scheme	<b>165</b>	(47)
Deferred tax on actuarial (gain)/ loss	<b>(45)</b>	13
Total recognised loss in the year	<b>(257)</b>	(531)



# Consolidated Balance Sheet

Year ended 31 December 2011

	Note	2011 £'000	2010 £'000
<b>Fixed Assets</b>			
Tangible assets		22,240	22,600
Investment		117	-
		<b>22,357</b>	22,600
<b>Current assets</b>			
Stocks		180	181
Debtors			
- due within one year		1,309	1,621
- due in more than one year		132	75
Cash at bank and in hand		727	934
		<b>2,348</b>	2,811
<b>Creditors: amounts falling due within one year</b>		<b>(4,333)</b>	(2,843)
Net current liabilities		<b>(1,985)</b>	(32)
<b>Total assets less current liabilities</b>		<b>20,372</b>	22,568
Creditors: amounts falling due after more than one year		-	(1,713)
Provisions for liabilities		<b>(407)</b>	(393)
<b>Net assets before pension deficit</b>		<b>19,965</b>	20,462
Pension deficit		<b>(238)</b>	(388)
<b>Net assets after pension deficit</b>		<b>19,727</b>	20,074
<b>Accruals and deferred income</b>			
Deferred capital grants		<b>3,343</b>	3,433
<b>Capital and reserves</b>			
Called up share capital	5	<b>478</b>	478
Share premium account		<b>10,202</b>	10,202
Revaluation reserve		<b>75</b>	75
Profit and loss account surplus		<b>5,629</b>	5,886
<b>Shareholders' funds</b>		<b>16,384</b>	16,641
		<b>19,727</b>	20,074

The financial statements of Newbury Racecourse PLC, Company registration 00080774, were approved by the Board of Directors on 29 March 2012 and signed on its behalf by:

D J BURKE (Chairman)

S HORDERN (Director)

# Company Balance Sheet

Year ended 31 December 2011

	Note	2011 £'000	2010 £'000
<b>Fixed assets</b>			
Tangible assets		21,123	21,483
Investment		7,820	7,703
		<b>28,943</b>	29,186
<b>Current assets</b>			
Stocks		180	181
Debtors			
- due within one year		2,321	2,657
- due in more than one year		132	75
Cash at bank and in hand		712	919
		<b>3,345</b>	3,832
<b>Creditors: amounts falling due within one year</b>		<b>(4,330)</b>	(2,843)
Net current (liabilities)/assets		<b>(985)</b>	989
<b>Total assets less current liabilities</b>		<b>27,958</b>	30,175
Creditors: amounts falling due after more than one year		<b>(7,500)</b>	(9,213)
Provisions for liabilities		<b>(407)</b>	(393)
<b>Net assets before pension deficit</b>		<b>20,051</b>	20,569
Pension deficit		<b>(238)</b>	(388)
<b>Net assets after pension deficit</b>		<b>19,813</b>	20,181
<b>Accruals and deferred income</b>			
Deferred capital grants		3,343	3,433
<b>Capital and reserves</b>			
Called up share capital	5	478	478
Share premium account		10,202	10,202
Revaluation reserve		75	75
Other reserve		198	198
Profit and loss account surplus		5,517	5,795
<b>Shareholders' funds</b>		<b>16,470</b>	16,748
		<b>19,813</b>	20,181

The financial statements of Newbury Racecourse PLC, Company registration 00080774, were approved by the Board of Directors on 29 March 2012 and signed on its behalf by:

D J BURKE (Chairman)

S HORDERN (Director)

# Consolidated Cash Flow Statement

Year ended 31 December 2011

	Note	2011 £'000	2011 £'000	*As restated 2010 £'000	*As restated 2010 £'000
<b>Net cash inflow from operating activities</b>	1		<b>280</b>		902
<b>Returns on investments and servicing of finance</b>					
Interest received and other investment income		-		76	
Interest paid		(145)		(202)	
Pension scheme contribution		(50)		-	
Net cash outflow from returns on investments and servicing of finance			<b>(195)</b>		(126)
<b>Capital expenditure</b>					
Payments to acquire tangible fixed assets		(751)		(409)	
Receipts from sale of fixed assets		-		4	
Net cash outflow from capital expenditure			<b>(751)</b>		(405)
<b>Net cash (outflow)/inflow before financing</b>			<b>(666)</b>		371
<b>Financing</b>					
Issue of ordinary share capital		-		160	
Proceeds of rights Issue		-		6,209	
Expenses of rights issue		-		(464)	
Loan finance received		634		859	
Loan repayment		(153)		(6,587)	
Capital element of finance lease rental payments		(22)		(62)	
Net cash inflow from financing			<b>459</b>		115
<b>(Decrease)/Increase in cash in the year</b>			<b>(207)</b>		486

\*Refer to note 1 for details of the restatement of investment income classification.

# Notes to the Consolidated Cash Flow Statement

Year ended 31 December 2011

	2011 £'000	2010 £'000
<b>1. Reconciliation of operating loss to net cash inflow from operating activities</b>		
Operating loss	(191)	(41)
Depreciation charges	947	947
Amortisation of capital grants	(90)	(90)
Impairment of fixed asset	81	-
Loss on disposal of fixed assets	15	
Decrease /(Increase) in stock	1	(17)
Decrease /(Increase) in debtors and prepayments	255	(88)
(Decrease)/Increase in creditors and accruals	(738)	191
Net cash inflow from operating activities	280	902

	2011 £'000	2010 £'000
<b>2. Reconciliation of net cash flow to movement in net debt</b>		
(Decrease)/Increase in cash in the year	(207)	486
Cash outflow from debt and lease financing	22	62
Inception of loans	(634)	(859)
Loans repaid	153	6,587
Change in net debt resulting from cash flows	(666)	6,276
Non cash movements	(4)	(107)
Net debt at 1 January	(965)	(7,134)
Net debt at 31 December	(1,635)	(965)

	At 1 Jan 2011 £'000	Cash flow £'000	Non cash changes £'000	At 31 Dec 2011 £'000
<b>3. Analysis of change in net debt</b>				
Cash at bank and in hand	934	(207)	-	727
Debt due within one year				
- loan	(153)	(481)	(1,729)	(2,363)
- finance lease	(32)	22	10	-
Debt due after one year				
- loan	(1,729)	-	1,729	-
- loan arrangement fees	15	-	(14)	1
	(965)	(666)	(4)	(1,635)

# Notes to the Financial Statements

Year ended 31 December 2011

## 1. TURNOVER

Trading turnover, which arises solely in the United Kingdom, represents admissions to the racecourse, catering, hospitality sales, sponsorship, media rights licence fees, annual membership fees and all income from the provision of services for race meetings, net of value added tax where applicable. It also includes income from conference and events (shown in racecourse trading), the golf club and fees for the Rocking Horse Nursery net of value added tax where applicable. Property turnover includes rental income from residential properties and freehold land.

### Segmental Analysis

	Turnover £'000	Gross Profit £'000	Operating Profit/ (loss) before Exceptional items £'000	Exceptional items £'000	Profit/ (loss) before Tax £'000	*** Net Assets £'000
<b>2011</b>						
Racecourse trading	11,514	1,954	(100)	-	(182)	14,269
Nursery	767	221	221	-	221	88
Golf	218	39	39	-	39	288
<b>Total trading</b>	<b>12,499</b>	<b>2,214</b>	<b>160</b>	<b>-</b>	<b>78</b>	<b>14,645</b>
Property	57	(50)	(270)	(81)	(448)	5,082
<b>Total</b>	<b>12,556</b>	<b>2,164</b>	<b>(110)</b>	<b>(81)</b>	<b>(370)</b>	<b>19,727</b>

	*Turnover £'000	Gross Profit £'000	Operating Profit/ (loss) before Exceptional items £'000	Exceptional items £'000	Profit/ (loss) before Tax £'000	*** Net Assets £'000
<b>2010</b>						
Racecourse trading	10,921	2,323	(170)	306	-	14,562
Nursery	737	213	213	-	213	110
Golf	193	-	-	-	-	308
<b>Total trading</b>	<b>11,851</b>	<b>2,536</b>	<b>43</b>	<b>306</b>	<b>213</b>	<b>14,980</b>
Property **	76	42	(390)	-	(616)	5,094
<b>Total</b>	<b>11,927</b>	<b>2,578</b>	<b>(347)</b>	<b>306</b>	<b>(403)</b>	<b>20,074</b>

\* Income from RMS which had previously been classified as interest receivable and other investment income has been re-classified as media income. The comparatives have been restated to reflect the underlying clarification of the substance of income. The impact of this is an increase in revenue and decrease in other investment income of £40,000 in 2011 (2010: £83,000)

\*\*The Directors have taken the view that in order to clarify the performance of the underlying trading activity as compared to the property activity in light of the forthcoming redevelopment, these two segments of the business should be shown separately on the face of the profit and loss account as additional non-GAAP measures. The prior year figures have been restated to allow for adequate comparison.

\*\*\* Net assets represents fixed assets less deferred income and term loans for property, nursery and golf; all working capital is included within the 'Racecourse Trading' segment. It excludes deferred capital grants.

# Notes to the Financial Statements

Year ended 31 December 2011

## 2. EXCEPTIONAL ITEMS

	2011 £'000	2010 £'000
<b>Operating income</b>		
Rates rebate	-	306
<b>Operating expenses</b>		
Asset Impairment	(81)	-
<b>Total</b>	<b>(81)</b>	<b>306</b>

### Operating expenses – Asset impairment (2011)

At the balance sheet date the Company had accepted an offer, subject to contract, for the sale of a property which will result in a shortfall to net book value.

### Operating income – Rates rebate (2010)

The company successfully appealed against the rateable value of the racecourse and a rates rebate was received for the years 1995 to 2009

## 3. TAXATION

	2011 £'000	2010 £'000
Charge for the year	-	-
Total current tax	-	-
Deferred taxation:		
Origination and reversal of timing differences	90	150
Effect of change in rate	(29)	(10)
Adjustment in respect of prior years	(47)	(38)
	14	102
Deferred tax on interest charge on pension scheme	(7)	(8)
Tax charge	7	94

The actual tax charge for the current and previous year differs from the effective rate (26.5%, 2010: 28%) for the reasons set out in the following reconciliation.

	2011 £'000	2010 £'000
Loss on ordinary activities before tax	(370)	(403)
Tax on loss on ordinary activities at the standard rate	(98)	(113)
Income not chargeable for tax purposes	(34)	(48)
Expenses not deductible for tax purposes	221	318
Depreciation in excess of capital allowances	(17)	91
Utilisation of tax losses	(72)	(248)
Total actual amount of current tax	-	-

Deferred tax has not been provided on revaluations of fixed assets (see note 10). This tax will only become payable if the assets are sold and rollover relief is not obtained. The estimated amount of tax that would become payable in these circumstances is £18,872 (2010: £20,381).

## 4. LOSS PER SHARE

Basic loss per share is calculated by dividing the loss attributable to ordinary shareholders for the year ended 31 December 2011 of £377,000 (2010: £497,000) by the weighted average number of ordinary shares during the year of 4,776,500 (2010: 4,648,909).

## 5. SHARE CAPITAL

	2011 £'000	2010 £'000
<b>Authorised</b>		
Ordinary shares at 10p each	600	400
Additions - ordinary shares at 10p	-	200
Total	600	600
	2011 £'000	2010 £'000
<b>Allotted and fully paid</b>		
Ordinary shares of 10p each	478	318
Rights issue ordinary shares of 10p each	-	160
Total	478	478

In February 2010 the Company issued 1,592,167 new shares at 400 pence per share on the basis of 1 new share for every 2 existing shares to raise £5.7 million (net of expenses). Total number of allotted ordinary shares post rights issue is 4,776,500

## 6. POST BALANCE SHEET EVENTS & GOING CONCERN

The Board has reviewed the cash flow and working capital requirements in detail. Subsequent to the balance sheet date a new facility was signed extending the current revolving credit facilities to December 2013. As a result £2.2m of the AIB loans at 31 December 2011 will not be due for repayment until 31 December 2013. Net current liabilities will reduce by £2.2m; this would represent net current assets of £0.2m as at the balance sheet date. The facilities from AIB total £5.5m.

The ongoing property operating costs have been included in the going concern assessment and no assumptions have been made as to the receipt of funds from the property development.

Following this review the Board has concluded that it has a reasonable expectation that the Group has adequate resources in place to continue in operational existence for the foreseeable future and on that basis the going concern basis has been adopted in preparing the financial statements.

### **Notes**

The financial information set out above does not constitute the company's statutory accounts for the years ended 31 December 2010 or 2011, but is derived from those accounts. Statutory accounts for 2010 have been delivered to the Registrar of Companies and those for 2011 will be delivered following the company's annual general meeting. The auditors have reported on those accounts; their reports were unqualified, did not draw attention to any matters by way of emphasis without qualifying their report and did not contain statements under s498(2) or (3) Companies Act 2006.

The information included in this announcement is taken from the audited financial statements which are expected to be dispatched to the members shortly and will be available at [www.newbury-racecourse.co.uk](http://www.newbury-racecourse.co.uk).

Neither an audit nor a review provides assurance on the maintenance and integrity of the website, including controls used to achieve this, and in particular whether any changes may have occurred to the financial information since first published. These matters are the responsibility of the directors but no control procedures can provide absolute assurance in this area.

Legislation in the United Kingdom governing the preparation and dissemination of financial information differs from legislation in other jurisdictions.