

WellBeing (the Health Research Charity for Women and Babies)

Report and Accounts

for year ended 31 December 2001

Company Registered Number	824076
Registered Charity Number	239281



WellBeing (the Health Research Charity for Women and Babies)

GENERAL INFORMATION

for the year ended 31 December 2001

PRESIDENT

Prof William Dunlop FRCOG

CHAIRMAN

Sir Victor Blank Hon FRCOG

BOARD OF TRUSTEES

Mr Peter Bowen-Simpkins FRCOG

Mrs Carol Leonard

Mrs Maureen Leach MBE ¹

Miss Linda McGoldrick *

Mr Muir Moffat *

Mrs Susan Morewood ¹

Prof Ian Jacobs MRCOG

Dr Liz Nelson OBE Chairman, Executive Committee

Mrs Trina Pogmore **

Mr Norman Sanson

Mr Martin Scicluna FCA *

Prof R W Shaw MD FRCS (Ed) FRCOG

Prof S Smith FRCOG *

Dr Miriam Stoppard *

Prof David Taylor FRCOG * Chairman, Research Advisory Committee

Mrs Ros Wythe **

MEMBERS

Mr Anthony Brown FRCOG

Mr Michael Brudenell FRCS FRCOG

Dame Karlene Davis

Mr Peter Davis FCA

Mr John Day FRCS FRCOG

Mr Ivan Fallon

Mrs Hilary Fallon *

Mr Robert Fraser MD DCH FRCOG

Sir David Frost OBE

Mr Richard Grogan

Lady Hodgson

Mr Martin Lamb FRCOG

Sir Geoffrey Leigh

Lady Leigh

Mrs Bunt Lewis *

Mr Bruce Noble

Lord Patel FRCOG

Lady Patten

Mr David Pring FRCOG

Mr Paul Rogers *

Mr Christopher Roseblade FRCOG

Mr Roland Rudd *

Sir Stanley Simmons FRCOG

Mr Peter Spira FCA

Prof Allan Templeton FRCOG

Mr Etienne de Villiers *

Mr Bertie Way

Mrs Debra Ziff BA Hons

* denotes appointed 9 March 2001

** denotes appointed 8 May 2002

¹ denotes resigned during year

WellBeing (the Health Research Charity for Women and Babies)

GENERAL INFORMATION

for the year ended 31 December 2001

COMPANY SECRETARY

Mr Paul Barnett

REGISTERED OFFICE

27 Sussex Place
Regent's Park
London NW1 4SP

DIRECTOR AND STAFF

Mrs Jane Arnell - *Director*
Mrs Sophia Blackburne
Miss Holly French
Miss Kerry Manton
Miss Rowena Morgan
Miss Beth Peltzer-Dunn
Miss Killy Pinckney
Miss Sam Rideout
Miss Lisa Rodwell
Miss Gina Slater
Mr Peter Wiard FCA

AUDITORS

Horwath Clark Whitehill
25 New Street Square
London EC4A 3LN

BANKERS

National Westminster Bank PLC
10 Marylebone High Street,
London W1A 1FH

CafCash Limited
Kings Hill
West Malling
Kent ME19 4TA

SOLICITORS

Hempsons
40 Villiers Street
London WC2N 6NJ

INVESTMENT ADVISERS

Cazenove Fund Management Limited
3 Copthall Avenue
London EC2R 7BH

WellBeing (the Health Research Charity for Women and Babies)

TRUSTEES REPORT

for the year ended 31 December 2001

1. ACCOUNTS

The trustees submit their report and the audited accounts for the year ended 31 December 2001.

2. ORGANISATION

WellBeing (the Health Research Charity for Women and Babies) is a registered charity and a company limited by guarantee and is governed by its memorandum and articles of association, as amended 9 March 2001 and approved by the Charity Commissioners for England and Wales on 24 May 2001.

3. OBJECTS OF THE CHARITY

The objects of the Charity are to promote the sciences of obstetrics and gynaecology and to promote study, research work and education in those sciences.

4. BOARD OF TRUSTEES

The By Laws of the Charity have been amended on 24 May 2001 to establish a Board of Trustees who will act as the directors and trustees of the charity. The majority of the members of WellBeing Council have been appointed as members of the Charity. The members of the Charity are responsible for ratifying the annual audited accounts, appointing auditors and the appointment of trustees.

The new By Laws allow for six representatives of the Royal College of Obstetricians and Gynaecologists – two being ex officio, the President, and the Chairman of the Joint RCOG/WellBeing Research Advisory Committee. WellBeing itself has nine nominees, one of whom will be appointed as Chairman of the Board.

5. MEMBERS

The members are shown on page one and are elected in accordance with the Memorandum and Articles of Association of the company by existing trustees.

6. PRINCIPAL ACTIVITIES

WellBeing is the research and fundraising arm of the Royal College of Obstetricians and Gynaecologists. Established over 35 years ago, the charity funds medical and scientific research in trusts, hospitals and universities around the UK into all matters of women's health, as well as the health of newborn babies. The research it funds falls into three main categories. The first addresses all aspects of pregnancy, birth and the care of newborns. The second is seeking better screening procedures, improved diagnostic techniques and more effective treatment for women's cancers. Thirdly, its commitment extends to quality of life issues for women including fertility, endometriosis, period problems, incontinence, the menopause and osteoporosis. The Charity also publishes information on women's health to help them seek the best possible advice and treatment. Further details of the activities of the Charity and its financial results are given in the Chairman's Report. There has been no change to the activities or the policies adopted by the Charity in the year.

7. REVIEW OF ACTIVITIES

WellBeing continued its efforts to raise funds for research grants during the year, and also supported the Royal College of Obstetricians and Gynaecologists' Capital Campaign to finance its new Education Centre by helping to raise £2.5 million from trust funds.

It has been a difficult year for WellBeing. Total revenues for the year were down by 3% on the previous 15 months period running rate.

There were a number of positive trends in fundraising – corporate income increased substantially, legacy income more than doubled and the annual cricket match again delivered revenue and enjoyment comparable to last year. However trust income declined significantly from the high growth achieved in the previous two years, gross income from events fell by £210,000 and branch fundraising declined by £94,000. Investment income, as well as investment asset value was adversely affected by the economic downturn.

Support costs and management and administration were overall held to the level of last year. The Royal College of Obstetricians & Gynaecologists provided additional support for the costs of WellBeing's contribution to the running of the Capital Campaign.

WellBeing (the Health Research Charity for Women and Babies)

TRUSTEES REPORT

for the year ended 31 December 2001

Reserves were seriously affected by the downturn in equity markets, which reduced the investment asset value by nearly £300,000 during the year

Overall, however, WellBeing's revenue performance and deterioration in reserves meant that new grants authorised from unrestricted funds totalled £776,276 compared to the average total awarded in the last five years of over £1million.

By the end of the year there were some promising signs that the actions taken to reverse the downturn in WellBeing's performance are bearing fruit – both corporate and trust incomes were benefiting from the more targeted approaches, and the level of media publicity was increasing encouragingly. In the short term WellBeing's ability to fund research will be constrained, but the plans and the team are in place to drive for a sustained recovery.

8. ASSETS

In the opinion of the members of the Board of Trustees, the Charity's assets are sufficient to meet its obligations on a fund by fund basis.

9. INVESTMENT POWERS

Under the powers of the Articles of Association Council has delegated the responsibility for the management of its investment portfolio to the fund manager.

10. INVESTMENT POLICY

The fund managers work with the trustees towards a benchmark return. During the year the return on the portfolio was a negative of 16.8%. This was against the benchmark return of -10.4%. The managers achieved a return above the benchmark in previous years. It is the policy of the charity to specifically exclude investments in the tobacco industry.

11. NATIONAL BIRTHDAY TRUST FUND

During the period WellBeing continued as the corporate trustee of the National Birthday Trust Fund, a registered charity providing funds for medical research projects and surveys in the field of maternal and child health and welfare. The assets of this Fund are held separately from those of WellBeing and are not consolidated within the WellBeing accounts.

12. RESERVES POLICY

The Board of Trustees has regard to the Charity's likely level of future income, together with its forecast of future expenditure. It has considered its future needs, opportunities, contingencies and risks, and has assessed the likelihood of each arising and the potential consequences for the Charity. As a result of this assessment, current policy is:

To reach and maintain a maximum level of reserves after funding fully all committed projects for up to two years as provided in the Balance Sheet as liabilities sufficient to:

Cover the running costs of the Charity for three months, plus sufficient to meet its residual contractual obligations.

Provide to the joint RCOG/WellBeing Research Advisory Committee, as far as possible, a consistent level of funding for future project grant awards.

The Board of Trustees will review both its policy and its reserves position on a regular basis.

Restricted Funds Reserves have increased by £75,749, principally that for Ovarian Cancer where donations of £71,175 were received during the year. Unrestricted Funds Reserves fell from £492,398 at the beginning of the year to £372,447. This was mainly the result of unrealised losses on the investment portfolio of £291,590. The Trustees consider these reserves sufficient to meet the liabilities as defined in the policy.

WellBeing (the Health Research Charity for Women and Babies)

TRUSTEES REPORT

for the year ended 31 December 2001

13. RISK MANAGEMENT

The Trustees are responsible for the management of the risks faced by the charity. Risks are identified, assessed and controls established throughout the year. A formal review of the charity's risk management processes is undertaken on an annual basis. The key controls used by the charity include:

- Formal agenda for Trustees activity
- Detailed terms of reference for all sub-committees – Executive, Audit, Events
- Comprehensive strategic planning budgeting and management accounting
- Established organisational and governance structure and lines of reporting
- Formal written policies
- Hierarchical authorisation and approval levels

Through the risk management processes established for the charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

14. GRANT MAKING POLICY

WellBeing funds research into all aspects of obstetrics and gynaecology. The research aims to increase knowledge in the following three areas:

- All aspects of pregnancy, birth and the care of newborns
Women's cancers including screening procedures, diagnostic techniques and treatments
Quality of life issues including fertility, menstruation, incontinence, the menopause and osteoporosis

WellBeing awards grants for research into these areas in hospitals and universities in the UK.

15. AUDITORS

A resolution re-appointing Horwath Clark Whitehill as auditors to the company will be put to the Annual General Meeting.

By order of the Council

Elizabeth A. Hels
Director

Director

10 July 2002

WellBeing (the Health Research Charity for Women and Babies)

STATEMENT OF THE BOARD OF TRUSTEES RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the group and of the surplus or deficit of the group for that period. All members of the Board of Trustees are directors of the company. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departure disclosed and explained in the accounts and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the group will continue to operate.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF WELLBEING (the Health Research Charity for Women and Babies)

We have audited the financial statements of WellBeing (the health research charity for women and babies) for the year ended 31 December 2001 which comprise the consolidated Statement of Financial Activities, the consolidated Balance Sheet, the Balance Sheet and the related notes set out on pages 11 to 21. These financial statements have been prepared under the historical cost convention and the accounting policies set out on pages 11 and 12.

Respective responsibilities of directors and auditors

The responsibilities of the directors, who also the charity trustees under charity law, for preparing the Trustees Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Trustees Responsibilities on page 6.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Annual Report is not consistent with the financial statements, if the charitable group has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the charitable company is not disclosed.

We are not required to consider whether the statement by the Trustees in the Trustees Report concerning major risk to which the charitable company is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charitable company's risk management and control procedures.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

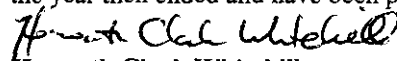
Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Unqualified Opinion

In our opinion the accounts give a true and fair view of the state of affairs of the charitable company and the group as at 31 December 2001 and of its incoming resources and application of resources, including the group's income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Horwath Clark Whitehill

Chartered Accountants and Registered Auditors

Date 10 July 2002

25 New Street Square
London
EC4A 3LN

WellBeing (the Health Research Charity for Women and Babies)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 31 December 2001

				15 months	
				2001	2000
				Total	Total
	Notes	Restricted	Unrestricted	£	£
INCOME & EXPENDITURE					
INCOMING RESOURCES					
	6				
Activities in furtherance of the charity's objects:					
Donations		71,175	917,742	988,917	1,065,503
Income from local branches		-	144,442	144,442	238,360
Income from legacies		-	53,433	53,433	23,415
Activities for generating funds:					
Income from events	7	-	66,868	66,868	276,282
Christmas card and miscellaneous sales		-	11,298	11,298	21,262
Dividends and investment interest receivable		4,574	46,122	50,696	75,706
Rents receivable		-	80,489	80,489	102,408
Other Income		-	10,000	10,000	10,000
TOTAL INCOMING RESOURCES		<u>75,749</u>	<u>1,330,394</u>	<u>1,406,143</u>	<u>1,812,936</u>
RESOURCES EXPENDED					
Costs of generating funds	8	-	371,552	371,552	608,613
Costs of activities in furtherance of the charity's objects:					
Grant Expenditure	13	-	688,462	688,462	1,666,109
Support Costs	8	-	71,137	71,137	68,928
Management and administration	8	-	20,648	20,648	15,527
TOTAL RESOURCES EXPENDED		<u>-</u>	<u>1,151,799</u>	<u>1,151,799</u>	<u>2,359,177</u>
NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR					
		75,749	178,595	254,344	(546,241)
GAINS/(LOSSES) ON INVESTMENT ASSETS					
Realised on listed investments		-	(6,956)	(6,956)	76,561
		<u>75,749</u>	<u>171,539</u>	<u>247,388</u>	<u>(469,680)</u>
Unrealised on listed investments		-	(291,590)	(291,590)	110,945
Unrealised gain on revaluation of property		-	-	-	5,000
NET MOVEMENTS IN FUNDS		<u>75,749</u>	<u>(119,951)</u>	<u>(44,202)</u>	<u>(353,735)</u>
ACCUMULATED FUNDS AT BEGINNING OF PERIOD		164,585	492,398	656,983	1,010,718
ACCUMULATED FUNDS AT 31 DECEMBER		<u>240,334</u>	<u>372,447</u>	<u>612,781</u>	<u>656,983</u>

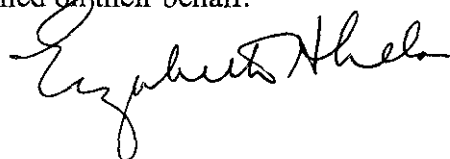
WellBeing (the Health Research Charity for Women and Babies)

CONSOLIDATED BALANCE SHEET

as at 31 December 2001

		2001	2000
	Notes	£	£
FIXED ASSETS			
Tangible assets	11	11,296	8,721
Investments	12	2,094,471	2,449,744
		<u>2,105,767</u>	<u>2,458,465</u>
CURRENT ASSETS			
Debtors and prepayments	14	439,315	265,878
Cash at bank and in hand		155,134	420,364
		<u>594,449</u>	<u>686,242</u>
CREDITORS: amounts falling due within one year	15	1,820,871	1,926,010
NET CURRENT LIABILITIES		<u>(1,226,422)</u>	<u>(1,239,768)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		879,345	1,218,697
CREDITORS: grants falling due in more than one year	16	266,564	561,714
		<u>612,781</u>	<u>656,983</u>
FUNDS			
Unrestricted Funds	17	301,289	421,240
Restricted Funds	18	240,334	164,585
Funds held in Trading Subsidiary		71,158	71,158
		<u>612,781</u>	<u>656,983</u>

Approved by the Members on 10 July 2002
and signed on their behalf:



WellBeing (the Health Research Charity for Women and Babies)

BALANCE SHEET

as at 31 December 2001

	Notes	2001 £	2000 £
FIXED ASSETS			
Tangible assets	11	11,296	8,721
Investments	12	1,234,571	1,589,844
		<u>1,245,867</u>	<u>1,598,565</u>
CURRENT ASSETS			
Debtors and prepayments	14	1,228,007	1,035,809
Cash at bank and in hand		148,720	390,444
		<u>1,376,727</u>	<u>1,426,253</u>
CREDITORS: amounts falling due within one year	15	1,814,308	1,872,460
NET CURRENT LIABILITIES		<u>(437,581)</u>	<u>(446,207)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		808,286	1,152,358
CREDITORS - grants falling due in more than one year	16	266,564	561,714
TOTAL ASSETS LESS LIABILITIES		<u>541,722</u>	<u>590,644</u>
UNRESTRICTED FUNDS		301,388	426,059
RESTRICTED FUNDS	18	240,334	164,585
		<u>541,722</u>	<u>590,644</u>

Approved by the Members on
and signed on their behalf:

10 July 2002



WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

1. CONSTITUTION

WellBeing, a registered charity, is a company limited by guarantee, not having a share capital. Each of the members of the company is liable to contribute £1 towards the liabilities of the company in the event of liquidation.

2. ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Statement of Recommended Practice – “Accounting and Reporting for Charities” 2000. A Cash Flow Statement has not been prepared under the exemption provided by FRS1.

Basis of consolidation

The consolidated accounts incorporate the accounts of the company, its subsidiary and branches for the year ended 31 December 2001.

Depreciation

The cost of tangible fixed assets is depreciated by equal annual instalments over the estimated useful lives of the assets as follows:

Office equipment	-	5 years
Computer equipment	-	3 years

Incoming Resources

Donations and income from local branches are accounted for as received by the branches. All other income is accounted for on an accruals basis.

Resources expended

All expenditure is accounted for on an accruals basis. Expenditure incurred in connection with the specific objects of the charity is included in charitable expenditure. Staff costs are allocated according to the nature of the work performed by each member of staff. Costs are allocated to the activity to which they relate on an actual basis. The basis of this allocation has been reviewed in the year and the comparatives have been adjusted for consistency.

Research grant expenditure

Medical research grants payable out of WellBeing's own resources are charged to the income and expenditure account in the period in which the grant commitment is made. Grants are regarded as committed when the recommendations of the Research Advisory Committee are formally approved by the trustees of WellBeing, and the grantees informed of the decision.

The grant expense of the WellBeing Oncology Research Centre is based on the costs incurred by that centre during the accounting period.

Pension costs

The charity shares a pension scheme providing defined benefits based on final salary. The pension costs for the scheme are charged to the Income and Expenditure account as they become payable.

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

Investment properties

Investment properties are accounted for in accordance with SSAP 19, as follows:

- (i) Investment properties are revalued annually. The surplus or deficit on revaluation is transferred to the revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year: and
- (ii) No depreciation is provided in respect of freehold investment properties and leasehold properties with over 20 years to run.

Although the Companies Act would normally require systematic annual depreciation of fixed assets, the directors believe that this policy of not providing depreciation is necessary in order for the accounts to give a true and fair view.

Listed investments

Listed investments are included in fixed assets at their mid-market value at the balance sheet date.

Fund Accounting

Restricted funds are those the use of which is restricted by the conditions imposed by the donors.

Unrestricted funds are those which are used for the general advancement of WellBeing's objectives.

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

3. TRADING ACTIVITIES OF SUBSIDIARY

The Charity has a wholly owned trading subsidiary which is registered in England and Wales. WellBeing Trading Limited undertakes various trading activities including fund raising events and the sale of Christmas cards and other items, and holds three investment properties. A summary of the trading results is shown below. Audited accounts have been filed with the Registrar of Companies.

<i>Profit and Loss Account</i>	<i>2001</i>	<i>2000</i>
	£	£
Turnover	78,166	297,560
Gross Profit	57,334	147,207
Administration	(27,705)	(50,930)
Other Income	80,500	103,366
Interest Payable - WellBeing	<u>(37,955)</u>	<u>(53,307)</u>
Net Profit/(Loss)	<u>72,174</u>	<u>146,336</u>
 Amount covenanted to WellBeing charity	 <u>(72,174)</u>	 <u>(146,336)</u>

<i>Balance Sheet</i>	<i>2001</i>	<i>2000</i>
	£	£
Fixed Assets – Investments	<u>860,000</u>	<u>860,000</u>
Current Assets	16,027	35,416
Creditors, falling due within one year *	<u>804,769</u>	<u>824,158</u>
Net Current Liabilities	<u>(788,742)</u>	<u>(788,742)</u>
Total Assets less Liabilities	<u>71,258</u>	<u>71,258</u>
 Capital and Reserves		
Called up Share Capital	100	100
Revaluation Reserve	116,352	116,352
Profit and Loss Account	<u>(45,194)</u>	<u>(45,194)</u>
	<u>71,258</u>	<u>71,258</u>
 * of which is due to WellBeing	 797,712	 775,610

4. DEFICIT

In accordance with the exemptions allowed by Section 230 (3) of the Companies Act 1985, the company has not presented its own income and expenditure account. The deficit for the year of £44,308 (15 months 2000 - £268,596) has been dealt with in the accounts of the company.

5. EMOLUMENTS OF DIRECTORS

All members of the Board of Trustees are directors of WellBeing and received no emoluments for their services nor reimbursement of expenses as directors.

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

6. INCOMING RESOURCES

WellBeing receives a significant proportion of its income as donations from WellBeing branches and from other voluntary sources. Amounts held by WellBeing branches at the period end but not remitted to Head Office are included. All income arises from the continuing operations of the group.

7. NET INCOME FROM EVENTS

	2001	2000
	£	£
Gross income from events and promotions	66,868	276,302
Cost of events (including publicity)	27,833	121,030
Net income from events	39,035	155,272

8. ANALYSIS OF RESOURCES EXPENDED

	Staff Costs	Other	Depreciation	Total
Costs of generating funds:				
Investment management charges		6,240		6,240
Costs of events		111,573		111,573
Fundraising and publicity	122,825	124,310	6,604	253,739
Support Costs	67,281	4,327	777	72,385
Management and Administration of the Charity:				
Audit fee and Professional charges		8,225		8,225
Management time and related charges	8,382	3,653	388	12,453
Total	198,488	257,080	7,769	463,337

9. STAFF NUMBERS AND COSTS

The average number of persons employed by the group during the year was 8 (2000 - 7).

	2001	2000
	£	£
Wages and salaries	163,035	179,726
Social security costs	22,408	16,613
Pension costs	13,045	5,495
	198,488	201,834

One employee earned more than £50,000 during the year. (2000 - one)

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

10. AUDIT AND FINANCIAL SERVICES

The cost of Audit and other Financial Services during the year was as follows:-

	2001 £	2000 £
Audit	8,225	11,533
Investment Management	6,240	9,642

11. TANGIBLE FIXED ASSETS

Group and Company

	Office equipment £	Computer equipment £	Total £
Cost:			
At 1 January 2000	29,246	46,206	75,452
Less Written off in year	(25,386)	(37,760)	(63,146)
Additions	5,379	4,965	10,344
At 31 December 2001	9,239	13,411	22,650
Depreciation:			
At 1 January 2000	26,157	40,575	66,732
Less Written off in year	(25,385)	(36,093)	(61,478)
Charged in the period	3,288	2,812	6,100
At 31 December 2001	4,060	7,294	11,354
Net book value:			
At 31 December 2001	5,179	6,117	11,296
At 31 December 2000	3,090	5,631	8,721

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

12. FIXED ASSET INVESTMENTS

	<i>2001</i>	<i>Group</i> <i>2000</i>	<i>2001</i>	<i>Company</i> <i>2000</i>
	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
Freehold property at market value	860,000	860,000	—	—
Investments at market value	1,234,471	1,589,744	1,234,471	1,589,744
	<u>2,094,471</u>	<u>2,449,744</u>	<u>1,234,471</u>	<u>1,589,744</u>
Shares in subsidiary at cost	—	—	100	100
Total investments	<u>2,094,471</u>	<u>2,449,744</u>	<u>1,234,571</u>	<u>1,589,844</u>

The company's wholly owned subsidiary is WellBeing Trading Limited which was registered in England and Wales to undertake WellBeing's trading activities and is empowered by its articles to covenant income to WellBeing.

The freehold properties was valued by Ross Jaye Sayer & Co. Limited, Chartered Surveyors, at their open market value at 31 December 2001. The results of that valuation have been incorporated into the Balance Sheet as at the period end.

The movements on investment properties in the period were as follows:

	<i>2001</i>	<i>2000</i>
	<i>£</i>	<i>£</i>
Market value at 1 January	860,000	855,000
Revaluation	—	5,000
Market value at 31 December	<u>860,000</u>	<u>860,000</u>

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

12. FIXED ASSET INVESTMENTS (continued)

The movements on listed investments during the period were as follows:

	2001 £	2000 £
Market value at 1 January	1,528,827	1,540,512
Proceeds of sales	(414,135)	(859,314)
Cost of acquisitions	409,981	660,123
Net investment (losses)/gains	(298,546)	187,506
Market value at 31 December	1,226,127	1,528,827
Cash	8,344	60,937
	<u>1,234,471</u>	<u>1,589,764</u>

The cost of the listed investments at 31 December 2001 was £1,255,263 (2000 - £1,342,554).

The geographical split of investments is:-

	2001 £		2000 £	
	Cost	Market Value	Cost	Market value
UK	1,225,263	1,226,127	1,303,485	1,489,095
World funds	-	-	39,069	39,732
	<u>1,225,263</u>	<u>1,226,127</u>	<u>1,342,554</u>	<u>1,528,827</u>

SIGNIFICANT HOLDINGS

Holdings with a market value greater than 5% of the total portfolio value:

BP	6.5%
Cazenove Income Trust for Charities	13.0%
Vodafone	7.1%

WellBeing (the Health Research Charity for Women and Babies)

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13. GRANTS

The following is a list of the Grants awarded from unrestricted funds in 2001.

Edgar Research Fellowship:

Are tumour suppressor genes involved in choriocarcinoma following molar pregnancy?	£75,923
Research into therapeutic potential treatment of human papillomavirus	£73,338
Histiotrophic nutrition of the early fetus	£77,063
Role of B-arrestins in the regulation of oxytocin in human myometrium	£76,334

Florence & William Blair Bell Memorial Fellowship:

Role of mechanical signals in the onset of human labour	£79,771
The role of VEGF-C in placental growth and development	£79,949
Is RLX the elusive renal vasodilatory agent of normal pregnancy	£77,614
Molecular characterisation and localisation of prostaglandin E2 synthase	£77,227
Determination of the human myometrial proteome	£79,541
Chromosomal mosaicism in human preimplantation embryos	£79,516

TOTAL	£776,276
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Balances brought forward – due within one year	1,253,927	-
- due in more than one year	<u>387,196</u>	
	1,641,123	
Payments made in year	<u>(965,133)</u>	
	675,990	

Per Statement of Financial Activities:

Grants awarded – as above	776,276	
Adjustments in respect of earlier years	<u>(87,814)</u>	<u>688,462</u>
Balances carried forward – due within one year		(1,097,888)
- due in more than one year		<u>(266,564)</u>

The Royal College of Obstetricians and Gynaecologists have pledged a donation of £150,000 towards the costs of the above grants. This has been included in Donations, and Debtors at the year end.

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

14. DEBTORS AND PREPAYMENTS

	<i>Group</i>		<i>Company</i>	
	<i>2001</i>	<i>2000</i>	<i>2001</i>	<i>2000</i>
	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
Prepayments and accrued income	435,828	265,200	430,602	260,199
Amount owed by subsidiary	-	-	797,405	775,610
Other debtors	3,387	678	-	-
	<u>439,215</u>	<u>265,878</u>	<u>1,228,007</u>	<u>1,035,809</u>

15. CREDITORS: amounts falling due within one year

	<i>Group</i>		<i>Company</i>	
	<i>2001</i>	<i>2000</i>	<i>2001</i>	<i>2000</i>
	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
Trade creditors	334,765	249,173	334,256	239,123
Research grants payable - unrestricted	1,097,888	1,253,927	1,097,888	1,253,927
- restricted	234,744	197,795	234,744	197,795
Accruals and deferred income	12,396	2,396	12,396	2,396
Other creditors	141,078	222,719	135,024	179,219
	<u>1,820,871</u>	<u>1,926,010</u>	<u>1,814,308</u>	<u>1,872,460</u>

16. CREDITORS: grants falling due in more than one year

These are grants payable in 1 – 2 years from the balance sheet date. £Nil relates to restricted grants. (2000 - £174,518)

17. FUNDS

	<i>Unrestricted</i>	<i>Restricted</i>	<i>Total</i>
	<i>Funds</i>	<i>Funds</i>	
	<i>£</i>	<i>£</i>	<i>£</i>
Tangible Assets	11,296	-	11,296
Investments	2,094,471	-	2,094,471
Cash	(85,200)	240,334	155,134
Net current liabilities	(1,381,556)	-	(1,381,556)
Creditors, due in more than one year	(266,564)	-	(266,564)
	<u>372,447</u>	<u>240,334</u>	<u>612,781</u>

WellBeing (the Health Research Charity for Women and Babies)

NOTES TO THE ACCOUNTS

at 31 December 2001

18. RESTRICTED FUNDS

	<i>Brought forward</i>	<i>Received</i>	<i>Awarded</i>	<i>Interest received</i>	<i>2001 carried forward</i>	<i>2000 carried forward</i>
	£	£	£	£	£	£
Infertility Research	11,285	-	-	240	11,525	11,285
GOCRU	50,000	-	-	1,063	51,063	50,000
Ovarian Cancer	103,300	71,175	-	3,271	177,746	103,300
Total	164,585	71,175	-	4,574	240,334	164,585

The Restricted Fund "Infertility Research" has been received for the purpose of funding Infertility Research at Hammersmith Hospital. The Restricted Fund "GOCRU" has been received for funding a Gynaecological Ovarian Cancer Research Unit. The Restricted Fund "Ovarian Cancer" has been received for funding research into Ovarian Cancer at Addenbrookes Hospital, Cambridge.

19. RECONCILIATION OF MOVEMENTS ON RESERVES

Grants are committed annually in March of each year. The accumulated funds at 31 December 2001, including the net deficit for the year then ended, are available for future grant commitments to be approved in March 2002.

	<i>Restricted</i>	<i>Unrestricted</i>	<i>Unrestricted</i>	
	<i>Revaluation</i>	<i>Reserve</i>	<i>Other</i>	<i>Total</i>
	£	£	£	£
At 1 January 2001	164,585	962,656	(470,258)	656,983
Net incoming/(outgoing) resources for the period	75,749	-	178,595	254,344
Realised (losses) on investments	-	-	(6,956)	(6,956)
Realised revaluation surplus	-	-	-	-
Revaluation of investments in the period	-	(291,590)	-	(291,590)
At 31 December 2001	240,334	671,066	(298,619)	612,781

NOTES TO THE ACCOUNTS

at 31 December 2001

21. PENSION COSTS

WellBeing staff are entitled to become members of the Royal College of Obstetricians and Gynaecologists Pension Scheme which provides for defined benefits based on final pay. The assets of the scheme are held separately from those of the College.

The pension cost relating to the scheme is assessed in accordance with the advice of a qualified actuary on the basis of triennial valuations using the attained age method. The most recent valuation was at 1 April 2000. It was assumed that the return on the scheme's investments would be 9% per annum, salaries would increase at an average of 7% per annum (inclusive of an allowance for promotional increases), and future pensions would increase at the rates guaranteed. The market value of the scheme's assets as at 1 April 2000 was £5,285,795, and the actuarial value of those assets represented 132% of the value of benefits accrued to members allowing for expected future increases in salaries.

The defined benefits pension scheme is a multi-employer scheme as defined in Financial Reporting Standard 17 (FRS 17) "retirement benefit" and under the provisions of FRS 17 relating to multi-employer schemes the charity will account for contributions paid to the scheme as though it were a defined scheme.

22. RELATED PARTY TRANSACTIONS

WellBeing acts as corporate trustee of the National Birthday Trust Fund to which it also provides management services for which it has charged £10,000 in 2001. (2000 - £10,000)