

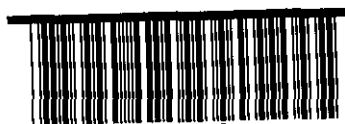
1572720

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED

30 SEPTEMBER 2002



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COMPANIES HOUSE

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DIRECTORS

Dr T L Chambers FRCP FRCPCH
Dr C A Grocock MA D Phil
Sir D Harrison MD FRCS MS
Prof R B Johns PhD LDSRCS (Eng) - appointed 19 November 2002
Mr D G Laughton FCA
Mr P McDonald MS FRCS - appointed 6 November 2001
Prof D E Poswillo CBE DDS DSc FRCPATH - resigned 6 November 2001
Mr P E H Richardson MA
Dr G Scally MB BCH
Mr R Stileman - appointed 19 November 2002
Mr D L Summers
Dr J Tinker FRCP FRCS - resigned 6 November 2001
Dr S M Tucker FRCP FRCPE FRCPCH DCH - resigned 19 November 2002
Mr H White DM Mch FRCS
Prof R C N Williamson MA MD MChir FRCS - appointed 6 November 2001

BANKERS

Bank of Scotland PLC
West End Office
St James's Gate
14-16 Cockspur Street
London SW1Y 5BL

SOLICITORS

Charles Russell
8-10 New Fetter Lane
London EC4A 1RS

Bates Wells & Braithwaite
Cheapside House
138 Cheapside
London EC2V 6BB

AUDITORS

Horwath Clark Whitehill
25 New Street Square
London EC4A 3LN

COMPANY NUMBER: 1572720

REGISTERED IN ENGLAND

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 30 SEPTEMBER 2002

The directors are pleased to submit their report together with the audited accounts for the year ended 30 September 2002.

FINANCIAL RESULTS

The company's results show a trading profit of £404,205. This profit has been paid to The Royal Society of Medicine under Gift Aid. The accumulated deficiency carried forward on the Profit and Loss Account is £4,384.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and the profit or loss for that period. In preparing those financial statements, the directors have,

selected suitable accounting policies and then applied them consistently;

made judgements and estimates that are reasonable and prudent;

stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

prepared the financial statements on the going concern basis.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

PRINCIPAL ACTIVITIES

The principal activities of the company are the publication of medically related books, journals and multimedia materials.

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

REPORT OF THE DIRECTORS

FOR THE ENDED 30 SEPTEMBER 2002 - continued

REVIEW OF THE BUSINESS

The trading profit for the year was £404,205 as compared to a profit of £380,641 for the previous year, with turnover increasing from £1,892,107 to £1,955,230.

The directors are optimistic that trading prospects for the coming year will be broadly in line with past experience.

EMPLOYEES

The management and operation of the company is undertaken by staff from Royal Society of Medicine Support Services Limited which recharges the costs of these employees to the company.

DIRECTORS

None of the directors had an interest in the share capital of the company at any time during the year. The directors who served during the year are listed on page 1.

By order of the Board.



D G Laughton FCA

SECRETARY

21 January 2003

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

REPORT OF THE AUDITORS

FOR THE YEAR ENDED 30 SEPTEMBER 2002

INDEPENDENT AUDITORS' REPORT

to the Directors of The Royal Society of Medicine Press Limited

We have audited the financial statements of The Royal Society of Medicine Press Ltd for the year ended 30 September 2002 which comprise Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

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 Directors' Report is not consistent with the financial statements, if the company 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 company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

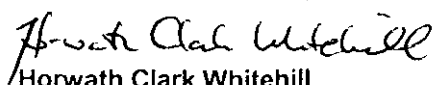
Basis of audit opinion

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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the 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 financial statements 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 financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 2002 and of its result 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
21 January 2003

25 New Street Square
London
EC4A 3LN

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

PROFIT AND LOSS ACCOUNT
for the year to 30 September 2002

	NOTE	2002	2001
		£	£
Turnover	2a	1,955,230	1,892,107
Production Costs		<u>(906,656)</u>	<u>(834,136)</u>
Gross Profit		1,048,574	1,057,971
Other Income	2b	<u>20,990</u>	<u>22,689</u>
		1,069,564	1,080,660
Administration Costs		<u>(665,359)</u>	<u>(700,019)</u>
Trading Profit		404,205	380,641
Payment Under Gift Aid		<u>(404,205)</u>	<u>(380,641)</u>
Net Profit before Taxation	3	-	-
Tax Payable	6	<u>-</u>	<u>-</u>
Net Profit after Taxation		<u><u>-</u></u>	<u><u>-</u></u>

There are no other gains or losses other than those included in the profit and loss account above.

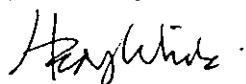
THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

BALANCE SHEET

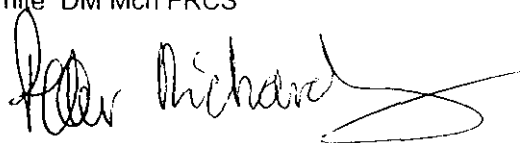
as at 30 September 2002

	NOTE	2002		2001	
		£	£	£	£
INTANGIBLE FIXED ASSET	7		95,500		114,600
CURRENT ASSETS					
Stock	8	126,706		70,181	
Debtors	9	<u>757,425</u>		<u>1,247,471</u>	
		884,131		1,317,652	
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	10	<u>(784,015)</u>		<u>(1,236,636)</u>	
NET CURRENT ASSETS			<u>100,116</u>		<u>81,016</u>
Total Assets			<u><u>195,616</u></u>		<u><u>195,616</u></u>
CAPITAL AND RESERVES					
Called Up Share Capital	12		200,000		200,000
Profit and Loss Account			<u>(4,384)</u>		<u>(4,384)</u>
			<u><u>195,616</u></u>		<u><u>195,616</u></u>

Approved by the Board on 21 January 2003



H White DM Mch FRCS



P E H Richardson MA

DIRECTORS

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS

for the year ended 30 September 2002

1. Accounting Policies

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The following accounting policies are adopted by the company:

a) Basis of Accounting

The accounts are prepared under the historical cost convention.

b) Intangible Fixed Asset

database and publishing rights. This is being amortised over 10 years.

c) Stock and Work in Progress

Stock and Work in Progress are valued at the lower of cost and net realisable value.

d) Pension Costs

The company operates via the Royal Society of Medicine a defined contribution pension scheme. The pension costs shown in Note 5 represent contributions payable to the scheme.

e) Translation of Foreign Currencies

Income and expenditure items are converted at the date of the transactions. Assets and liabilities are converted at the rate ruling at the year end.

2 a Turnover

In the opinion of the directors the company's turnover is all related to publications.

An analysis of this turnover by geographical area is given below:

	2002 £	2001 £
United Kingdom	1,455,068	1,662,174
United States and Canada	331,032	98,003
Europe and other overseas markets	169,130	131,930
	<u>1,955,230</u>	<u>1,892,107</u>

2 b Other Income

Interest

	2002 £	2001 £
Interest	20,990	22,689
	<u>20,990</u>	<u>22,689</u>

3. Net profit is stated after charging

Auditors' remuneration

	2002 £	2001 £
Auditors' remuneration	5,000	4,850
	<u>5,000</u>	<u>4,850</u>

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS continued for the year ended 30 September 2002

4. Directors' Remuneration

None of the directors receive remuneration from the company for services as directors. Certain directors are employees of the Royal Society of Medicine Support Services Ltd and receive remuneration as employees of that company. Their remuneration is included in staff costs below.

5. Staff Costs

All employees are employed by the Royal Society of Medicine Support Services Ltd and their costs are recharged to the company. The following analysis includes the recharged amounts.

	2002 £	2001 £
Wages and salaries	357,055	355,658
Social security costs	35,936	35,684
Pension contributions / Life cover	28,831	29,023
Other	31,008	57,236
	<u>452,830</u>	<u>477,601</u>

The average number of persons employed on the company's business each week during the year ended 30 September 2002 was 15 (2000/2001 - 14).

6. Taxation

(a) Analysis of the tax charge and factors affecting the tax charge for the period

There is no tax charge for the year (2001 - nil) because the company gifts all its profits to the Royal Society of Medicine under Gift Aid.

There are no material factors affecting the tax charge.

(b) Factors that may affect future tax charges

The company will continue to gift aid all its taxable profits to the Royal Society of Medicine. As a result it does not expect to have any taxation liabilities in the future.

No provision has been made for deferred taxation as there are no material deferred tax liabilities or assets.

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS *continued*
for the year ended 30 September 2002

7. Intangible Fixed Asset	2002 £	2001 £
Net Book Value as at 1 October 2001	114,600	133,700
Amortisation charge for year	<u>(19,100)</u>	<u>(19,100)</u>
Net Book Value as at 30 September 2002	<u>95,500</u>	<u>114,600</u>
8. Stock and Work in Progress	£	£
Raw materials	5,890	5,204
Work in progress	39,745	16,886
Goods for resale	<u>81,071</u>	<u>48,091</u>
	<u>126,706</u>	<u>70,181</u>
9. Debtors	£	£
Trade debtors	223,633	262,884
Other debtors	500	6,750
Prepayments & accrued income	7,862	55,675
Royal Society of Medicine	<u>525,430</u>	<u>922,162</u>
	<u>757,425</u>	<u>1,247,471</u>
10. Creditors: amounts falling due within one year	£	£
Bank overdraft	2,557	7,495
Trade creditors	215,184	211,224
Other creditors	88,498	141,620
Accrued expenses/deferred income	47,412	35,107
Royal Society of Medicine Support Services Ltd	<u>430,364</u>	<u>841,190</u>
	<u>784,015</u>	<u>1,236,636</u>

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS *continued*
for the year ended 30 September 2002

11.	Reconciliation of movement in shareholders' funds	2002 £	2001 £
	Opening shareholders' funds	195,516	195,516
	Profit for the year	-	-
	Increase in share capital	-	-
	Closing shareholders' funds	<u>195,516</u>	<u>195,516</u>
12.	Share Capital	£	£
	Authorised ordinary shares of £1 each	<u>200,000</u>	<u>200,000</u>
	Issued, allotted and fully paid	<u>200,000</u>	<u>200,000</u>

13. Ultimate Parent Undertaking

The ultimate parent undertaking is The Royal Society of Medicine, a charity established under a Royal Charter. A copy of the group financial statements can be obtained from the Director of Finance, The Royal Society of Medicine, 1 Wimpole Street, London, W1G 0AE.

The company has taken advantage of the exemption available to 90% subsidiary undertakings by Financial Reporting Standard No.8 regarding disclosure of related party transactions within the same group.