

SURGICAL RESEARCH SOCIETY
(A COMPANY LIMITED BY GUARANTEE)

REGISTERED NUMBER - 2767055

REGISTERED CHARITY NUMBER - 1015921

ENGLAND AND WALES



DIRECTORS REPORT AND ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 1998

WYATT, MORRIS, GOLLAND & CO.,

CHARTERED ACCOUNTANTS,

PARK HOUSE,

200 DRAKE STREET,

ROCHDALE,

LANCASHIRE.

OL16 1PJ

SURGICAL RESEARCH SOCIETY

DIRECTORS REPORT FOR THE YEAR ENDED 31 DECEMBER 1998

LEGAL AND ADMINISTRATIVE INFORMATION

STATUS:-

The charity is a company limited by guarantee, its governing document being its Memorandum and Articles of Association.

DIRECTORS:-

The charity directors (trustees) during the year were:-

Mr. D. J. A. Scott
Mr. P. M. Lamont
Professor J. Hardcastle
Mr. N. J. Bundred
Professor J. N. Baxter
Professor A. N. Kingsnorth
Professor J. P. Neoptolemos
Professor J. R. T. Monson

The directors are appointed according to the Articles of Association and are referred to as the "Council of Management".

REGISTERED OFFICE:-

Heath Park,
CARDIFF.
CF4 4XN

BANKERS:-

Royal Bank of Scotland PLC.,
Manchester Withington Hospital,
Withington Hospital,
Nell Lane,
West Didsbury,
MANCHESTER.
M20 8LR

Barclays Bank PLC.,
Edgbaston Business Centre,
P.O. Box 324,
38 Hagley Road,
BIRMINGHAM.
B16 8NY

CAF Charity Money Management,
Kings Hill,
West Malling
KENT.
ME19 4TA

AUDITORS:-

Wyatt, Morris, Golland & Co.,
Chartered Accountants,
Park House,
200 Drake Street,
ROCHDALE,
Lancashire.
OL16 1PJ

PRINCIPAL OBJECTIVES

The charity's principal objective as set out in its Memorandum of Association is the advancement of public education in the fields of surgery and clinical practice and their attendant sciences, by the conduct of research into such subjects and the publication of such research.

DIRECTORS REPORT FOR THE YEAR ENDED 31 DECEMBER 1998

POLICIES

- a) to conduct symposia, seminars and demonstrations of surgical and clinical practices and techniques;
- b) to publish information relevant to the objectives;
- c) the provision of travelling scholarships and research grants tenable at medical institutions subject to the requirement that holders report their findings to the society

ORGANISATION

INVESTMENT POWERS

DEVELOPMENT ACTIVITIES AND ACHIEVEMENTS

REVIEW OF THE TRANSACTIONS AND FINANCIAL POSITION OF THE CHARITY

DIRECTORS' RESPONSIBILITIES

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 profit or loss of the company for that year. 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; follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts; and prepare the accounts on a going concern basis unless it is inappropriate to presume that the company will continue in business.

AUDITORS

The above report has been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

[Handwritten signatures and names]

Signed on behalf of the
board of directors

..... C J RENSEN)
Secretary

Approved by the board:
- 2 - 4 May 1969

[Handwritten signature]
C C THOMPSON

Approved by the board:

REPORT OF THE AUDITORS TO THE MEMBERS OF SURGICAL RESEARCH SOCIETY

We have audited the accounts on pages 4 to 9 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2, the directors who also act as trustees for the charitable activities of the association are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with 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 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.

OPINION

In our opinion the accounts give a true and fair view of the state of the charitable company's affairs at 31 December 1998 and of its incoming resources and application of resources, including its income and expenditure for the year ended on that date and have been properly prepared in accordance with the Companies Act 1985.

Wyatt Morris Golland & Co.

WYATT, MORRIS, GOLLAND & CO.
CHARTERED ACCOUNTANTS AND
REGISTERED AUDITORS

4 May 1999

Park House,
200 Drake Street,
ROCHDALE,
Lancashire.
OL16 1PJ

SURGICAL RESEARCH SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 1998

	Notes	Unrestricted funds	Restricted funds	Total funds 1998	Total funds 1997
		£	£	£	£
<u>Income and expenditure</u>					
<u>Incoming resources:-</u>					
Subscriptions		32,409	-	32,409	25,831
Donations from meetings		5,930	-	5,930	11,326
Investment income		11,226	-	11,226	10,444
Total incoming resources		49,565	-	49,565	47,601
<u>Resources expended:-</u>					
Direct charitable expenditure	2	33,741	-	33,741	28,095
Management and administration of the charity	3	10,026	-	10,026	9,980
Total resources expended	4	43,767	-	43,767	38,075
<u>Net incoming resources</u>		5,798	-	5,798	9,526
<u>Other recognised gains and losses</u>					
Gains on investments					
Unrealised		2,177	-	2,177	4,807
Realised		-	-	-	1,857
Net movement in funds		7,975	-	7,975	16,190
Fund balance brought forward at 1 January 1998		166,255	-	166,255	150,065
Fund balance carried forward at 31 December 1998		174,230 =====	- =====	174,230 =====	166,255 =====


THE NOTES ON PAGES 6 TO 9 FORM PART OF THESE ACCOUNTS.

SURGICAL RESEARCH SOCIETY
BALANCE SHEET AS AT 31 DECEMBER 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible assets	6	1,362	2,042
Investments	7	86,351	84,173
		<hr/>	<hr/>
		87,713	86,215
<u>CURRENT ASSETS</u>			
Debtors	8	5,865	3,835
Cash at bank and in hand		97,330	92,802
		<hr/>	<hr/>
		103,195	96,637
<u>CREDITORS</u> - Amounts falling due within one year	9	(16,678)	(16,597)
		<hr/>	<hr/>
<u>NET CURRENT ASSETS</u>		86,517	80,040
		<hr/>	<hr/>
Net assets		174,230	166,255
		=====	=====
<u>FUNDED BY:-</u>			
Unrestricted funds		174,230	166,255
		=====	=====

The accounts have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors


J.N. Baxter
(Director)

- Director


.....
D.J. ASOTT (Director)

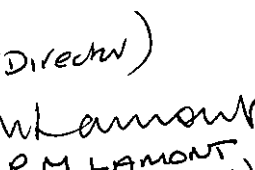
- Director

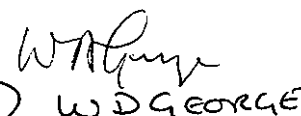
Approved by the board

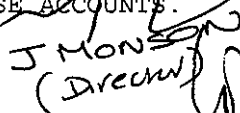
4 May 1999

THE NOTES ON PAGES 6 TO 9 FORM PART OF THESE ACCOUNTS.


M. NICHOLSON


P.M. LAMONT
(Director)


W.D. GEORGE


J. MONSON
(Director)


C.C. JOHNSON

SURGICAL RESEARCH SOCIETY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1998

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with applicable accounting standards and the Statement of Recommended Practice "Accounting by Charities".

Cash flow

The accounts do not include a cash flow statement because the charity, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'.

Income

The accounts include income on the following basis:-

Subscriptions - From 1 January 1998 they are included on an accruals basis. Previously they were recognised on a receipts basis. It has not been possible in 1998 to identify the effect of this change in basis.

Donations from meetings - The meetings are arranged by people who are not necessarily members of the society nor its employees. The records of the meetings are kept by the University or establishment organising the meeting. Consequently the charity has no control over the accounting function and accepts the net income payment as a donation when received.

Other donations and voluntary income - Included when received.

Investment income - Included on an accruals basis and includes bank interest, dividend income and similar.

Expenditure

The accounts include expenditure on the following basis:-

Charitable expenditure includes all costs relating to conferences, seminars, publications, grants and 80% of the secretarial costs being the amount the directors consider is the allocation relating to organising activities.

Administration costs include 20% of the secretarial costs and the costs of council meetings and similar expenses.

Investments

Investments are valued at market value, in order to comply with best practice for charity accounting.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:-

Secretarial office equipment - 25% straight line

Taxation

The company is a registered charity and as such is entitled to the exemption from tax to the extent that the income received falls within section 505 I.C.T.A. 1988 and section 256 C.G.T.A. 1992 and is applied to charitable purposes only.

SURGICAL RESEARCH SOCIETY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1998

2. DIRECT CHARITABLE EXPENDITURE

	<u>Unrestricted funds</u>	<u>Restricted funds</u>	<u>Total funds 1998</u>	<u>Total funds 1997</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
British Journal of Surgery	12,627	-	12,627	8,306
Subscriptions and membership fees	124	-	124	382
Secretarial costs	5,440	-	5,440	6,645
Printing, postage and stationery	2,859	-	2,859	3,286
Booklets	2,762	-	2,762	8,876
Travel award	800	-	800	600
Internet expenses	1,479	-	1,479	-
Repairs and renewals	898	-	898	-
Merchandise	2,648	-	2,648	-
Travel	4,104	-	4,104	-
	<u>33,741</u>	<u>-</u>	<u>33,741</u>	<u>28,095</u>
	=====	=====	=====	=====

3. MANAGEMENT AND ADMINISTRATION
OF THE CHARITY

Audit fees	1,468	-	1,468	1,360
Secretarial costs	1,360	-	1,360	1,661
Printing, postage and stationery	714	-	714	822
Bank charges	198	-	198	44
Companies House - filing fee	15	-	15	15
Book-keeper	500	-	500	500
Broker commission	-	-	-	581
Depreciation	680	-	680	646
Committee expenses	5,091	-	5,091	4,351
	<u>10,026</u>	<u>-</u>	<u>10,026</u>	<u>9,980</u>
	=====	=====	=====	=====

4. TOTAL RESOURCES EXPENDED

	<u>Staff costs</u>	<u>Depre- ciation</u>	<u>Other costs</u>	<u>Total 1998</u>	<u>Total 1997</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Direct charitable expenditure	-	-	33,741	33,741	28,095
Management and administration of the charity	-	680	9,346	10,026	9,980
	<u>-</u>	<u>680</u>	<u>43,087</u>	<u>43,767</u>	<u>38,075</u>
	=====	=====	=====	=====	=====

SURGICAL RESEARCH SOCIETY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1998

(Continued)

5. CHANGES IN RESOURCES AVAILABLE FOR CHARITY USE

	<u>Unrestricted funds</u>	<u>Restricted funds</u>	<u>Total funds</u>
	<u>£</u>	<u>£</u>	<u>£</u>
Net movement in funds for the year	7,975	-	7,975
Net decrease in tangible fixed assets used for administration	680	-	680
	<hr/>	<hr/>	<hr/>
Net movements in funds available for future activities	8,655	-	8,655
	<hr/>	<hr/>	<hr/>

6. TANGIBLE FIXED ASSETS

	<u>Computer equipment</u>	<u>Fixtures and fittings</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<u>Cost</u>			
At 1 January 1998	2,413	275	2,688
	<hr/>	<hr/>	<hr/>
At 31 December 1998	2,413	275	2,688
	<hr/>	<hr/>	<hr/>
<u>Accumulated depreciation</u>			
At 1 January 1998	604	42	646
Charge for the year	603	77	680
	<hr/>	<hr/>	<hr/>
At 31 December 1998	1,207	119	1,326
	<hr/>	<hr/>	<hr/>
<u>Net book values</u>			
At 31 December 1998	1,206	156	1,362
	<hr/>	<hr/>	<hr/>
At 31 December 1997	1,809	233	2,042
	<hr/>	<hr/>	<hr/>

7. FIXED ASSET INVESTMENTS

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Quoted investments:-		
Market value at 1 January 1998	84,173	81,737
Additions	-	45,304
Disposals	-	(49,532)
Net recognised investment gains	2,178	6,664
	<hr/>	<hr/>
Market value at 31 December 1998	86,351	84,173
	<hr/>	<hr/>
Historical cost at 31 December 1998	78,767	78,767
	<hr/>	<hr/>

SURGICAL RESEARCH SOCIETY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1998

(Continued)

8. DEBTORS

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Other debtors	5,865	3,835
	=====	=====

9. CREDITORS - Amounts falling due within one year

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Subscription - British Journal of Surgery	12,627	9,388
Other creditors	621	5,849
Accruals	3,430	1,360
	-----	-----
	16,678	16,597
	=====	=====

10. CONTINGENT LIABILITIES

There are no contingent liabilities of a material amount for which provision has not been made in the accounts.

11. COMMITMENTS

Capital commitments

There were no capital commitments at 31 December 1998 (1997 - £Nil).