

The European Society of Cataract and Refractive Surgeons
(A charity limited by guarantee, not having a share capital)
Annual Report and Audited Consolidated Financial Statements
for the year ended 31 December 2018

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Charity Number: 3153785
Charity Number: 1066532

The European Society of Cataract and Refractive Surgeons
(A charity limited by guarantee, not having a share capital)

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The European Society of Cataract and Refractive Surgeons

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REFERENCE AND ADMINISTRATIVE INFORMATION

Directors	Paul Rosen (Chairman) Emanuel Rosen John Bateson (appointed 20 September 2018) Roberto Bellucci (appointed 14 February 2019) Jose Guell (appointed 14 February 2019) Till Staffeldt (appointed 16 May 2019) Rudy Nuijts (resigned 1 January 2019) Ulf Stenevi (resigned 9 February 2019)
Charity Secretary	Oliver Findl
Charity Number in England and Wales	1066532
Company Number	3153785
Registered Office	5 Fleet Place London EC4M 7RD United Kingdom
Administrative Office	Temple House Temple Road Blackrock Co Dublin Ireland
Auditors	Hall Lifford Hall Chartered Certified Accountants and Statutory Auditors Greyfriar Lodge 5 Greyfriars Waterford Ireland
Bankers	Bank of Ireland 28 Main Street Blackrock Co Dublin Ireland Allied Irish Bank Bankcentre Branch PO Box 1121 Dublin 4 Ireland
Investment Bankers	Rathbone Investment Management Limited 8 Finsbury Circus London EC2M 7AZ United Kingdom

The European Society of Cataract and Refractive Surgeons
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REFERENCE AND ADMINISTRATIVE INFORMATION

Solicitors

Ruffer LLP
80 Victoria Street
London
SW1E 5JL
United Kingdom

De Cruz Solicitors
150-151 Fleet Street
London
EC4A 2DQ
United Kingdom

Fox Williams LLP
10 Finsbury Square
London
EC2A 1AF
United Kingdom

Bircham Dyson Bell LLP
50 Broadway
London
SW1H 0BL
United Kingdom

The European Society of Cataract and Refractive Surgeons

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DIRECTORS' ANNUAL REPORT

for the year ended 31 December 2018

The directors present their report and the audited consolidated financial statements of the group for the year ended 31 December 2018. The directors have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities (FRS 102)" in preparing the annual report and consolidated financial statements of the group.

Objectives and activities of the society

The European Society of Cataract and Refractive Surgeons (ESCRS) was incorporated on 1 February 1996 under the Companies Act 1985 as a Company Limited by Guarantee and not having a Share Capital.

The charitable company is registered with the Charity Commission in the UK – Number 1066532.

The objects for which the charitable company is established are (i) to promote education and research in the field of implant and refractive surgery and promote the study and practice of ophthalmology and research relating thereto and the dissemination of the useful results thereof and (ii) to promote experimental work in the field of intraocular lens implantation and refractive surgery and the dissemination of the useful results thereof.

ESCRS has one wholly owned subsidiary, ESCRS Trading Limited, whose principal activities include arranging and hosting the annual meetings of ESCRS and publishing the society's magazine – EuroTimes. ESCRS Trading Limited is limited by shares and all excess funds are transferred to the charity under the UK Gift Aid rules.

Details of the external advisors engaged by the charity are listed on pages 3 and 4.

Public benefit

The directors have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the society's aims and objectives and in planning its future activities. In particular, the directors consider how planned activities will contribute to the aims and objectives that have been set.

The purpose of ESCRS is to ensure the best possible outcomes and quality of life for cataract and refractive surgery patients. Through ESCRS's aims of improving education and standards in ophthalmology across Europe, patients with cataract and refractive conditions and the wider public are our main beneficiaries. The funding of original research and registries for benchmarking surgical outcomes contributes to the development of the field of ophthalmology, the education of its practitioners, and ultimately to better patient care.

Structure, governance and management

The governing documents of the charitable company are its Memorandum and Articles of Association, supported by Bye-Laws.

The directors have overall responsibility for the proper management of the charitable company's business.

The general management of the charitable company is vested in a Council of Management ('Council') which has been established to assist the directors by organising the day to day operations of the society. The Council consists of the directors of the charitable company, the President of the society, the Treasurer, the Secretary, the Immediate Past President, the President Elect when applicable, the European Editor of the Journal of Cataract and Refractive Surgery ('JCRS'), 10 ordinary members and Co-Opted members from time to time.

The 10 ordinary members of Council are elected by the members of the society for a period of four years and may be re-elected for a further period of four years only. No more than one ordinary member of the Council may be from the same country.

The Council of Management elects an Executive Committee consisting of the President, the Secretary and the Treasurer, to ensure the decisions of the Council are implemented.

To be elected President, a candidate must be a full member of the society, but not necessarily a member of the Council. He or she is appointed by the Council for a period of two years, which term shall not be renewable. A two-thirds majority is required for appointment as President.

The Secretary is the executive officer of the society and monitors implementation of the decisions of the Council. The Secretary is elected every two years from amongst the members of the Council and can remain in office for a maximum of eight years.

The Treasurer is the finance officer of the society and monitors implementation of the financial decisions of the Council. The Treasurer is elected every two years from amongst the members of the Council and can remain in office for a maximum of eight years.

The European Society of Cataract and Refractive Surgeons

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DIRECTORS' ANNUAL REPORT

for the year ended 31 December 2018

Structure, governance and management (continued)

The European Editor of the Journal of Cataract and Refractive Surgery is proposed by the Executive, in consultation with the existing editor, and approved by the Council. The initial term of office is eight years, with the possibility of extending the term for a further eight years with the agreement of the Council.

The society functions through a number of established committees including:

- Finance Committee – chaired by the Treasurer;
- General Purposes Committee – chaired by the Secretary;
- Publications Committee – chaired by the European Editor of the JCRRS;
- Programme Committee – chaired by the President;
- Education Committee – chaired by the immediate past-President;
- Research Committee – chaired by an elected Council member nominated by the Executive.

The composition of each committee is governed by the Bye-Laws.

The society also retains the services of an external professional association management company, Agenda Communications and Conference Services Limited. Agenda Communications provides the society with a full range of bespoke services including board, financial management, membership, congress, event, publishing, on-line and education services.

Directors of the charitable company

The directors, who are the trustees of the charity, are appointed by the Council.

The number of directors shall not be less than three but shall not be more than six.

Those who served as directors during the financial year and up to the date of this report are listed below:

Paul Rosen (Chairman)
Emanuel Rosen
John Bateson (appointed 20 September 2018)
Roberto Bellucci (appointed 14 February 2019)
Jose Guell (appointed 14 February 2019)
Till Staffeldt (appointed 16 May 2019)
Rudy Nuijts (resigned 1 January 2019)
Ulf Stenevi (resigned 9 February 2019)

The directors are appointed by the Council of Management which, in turn, is elected by the membership. The directors do not retire by rotation. In general, a director must retire when he or she has served for a maximum term of 8 years, or reaches 75 years of age.

The secretary who served during this year was:

Oliver Findl

Strategic Report

Principal risks and uncertainties

Annual congress

The main source of income to the society is its annual congress. A key risk therefore to the society is a failed annual congress and the resultant loss of income that would arise. This includes the risk that changes in conditions occur, over time, which reduce the attractiveness and relevance of a large annual meeting developed around a scientific programme. The directors mitigate this risk by taking out insurance for each conference against insurable risks, and maintaining sufficient reserves to ensure the society could continue its operations uninterrupted for a period of at least 12 months while alternative revenue sources could be developed.

Achievements and performance

The main activities undertaken in 2018, including those of the charitable company's subsidiary, ESCRS Trading Limited, were largely a continuation and expansion of the ongoing activities of ESCRS in 2017.

The European Society of Cataract and Refractive Surgeons

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DIRECTORS' ANNUAL REPORT

for the year ended 31 December 2018

(a) Membership

Membership of the ESCRS is open to ophthalmologists and to ophthalmologists-in-training. At the end of 2018 there were 8,274 members in total, 4,176 of whom were trainee ophthalmologists. Over 20 European national societies offer group membership of ESCRS and the society values the close collaboration with these organisations.

Membership is free for trainee ophthalmologists for up to five years. As a member they can access ESCRS iLearn and ESCRS On Demand, two key education resources, and the peer-reviewed scientific journal of the society, the Journal of Cataract & Refractive Surgery. They also pay a minimal registration fee to attend the ESCRS annual meetings. Trainee members are eligible to apply for a number of grants and bursaries.

The aim of providing free membership for trainees is to invest in the future of this sub speciality of ophthalmology by ensuring that the education resources and the annual meetings are available to as many ophthalmologists as possible.

(b) Meetings

ESCRS Meetings

The annual meetings are the highlight of the ESCRS calendar.

The 22nd ESCRS Winter Meeting took place in Belgrade in February 2018 and was attended by 1,158 delegates.

The 36th Congress of ESCRS took place in Vienna in September 2018 and was extremely well supported with an attendance of 9,374 delegates. Delegates came from 133 countries, an ongoing indication of the worldwide reach of the society.

ESCRS Participation in Other Meetings

Each year the ESCRS supports and participates in a number of eastern European national society meetings by funding expert ophthalmologists from the society to attend these meetings and thereby bringing international expertise and teaching to ophthalmologists who might not be in a position to travel to attend the ESCRS meetings.

ESCRS collaborates with the other regional cataract and refractive societies around the world through participation in joint symposia and other sessions. In 2018 the President and other leaders represented the society at the annual meetings of the ASCRS (American Society), APACRS (Asia Pacific Society), JSCRS (Japanese Society), and ALACCSA (Latin American Society). The sharing of research results and new developments among the world leaders has an invaluable role in the global advancement of cataract and refractive surgery.

(c) Publications

The EuroTimes magazine, which includes the latest news and developments in the world of ophthalmology, is published by the society and circulated free of charge to over 45,000 ophthalmologists worldwide. 10 issues were published in 2018.

The Journal of Cataract & Refractive Surgery, which is published jointly with ASCRS, is circulated to members of the ESCRS and contains peer-reviewed articles on the latest research in the field. 12 issues were published in 2018.

(d) Online Educational Resources

ESCRS iLearn is an elearning platform offering 55 hours of highly interactive and assessed content over 22 courses which are accredited for CME.

ESCRS On Demand is an online library of presentations and videos from ESCRS meetings since 2007. The library expands further each year to include the presentations from the most recent ESCRS Winter Meeting and Annual Congress.

Both of the above resources are available to members of the society.

The ESCRS Education Portal provides a wide range of content, which is free for all ophthalmologists to access. It provides a central location where ophthalmologists can find links to a range of online information and video content aimed at providing expert-led educational resources for as wide a population of ophthalmologists as possible.

Landmark articles published in a number of peer-reviewed scientific ophthalmology journals are made available on the Education Portal and can be accessed free of charge. The articles listed are selected by the Publications committee and made available by the publishers without charge.

The Journal of Cataract & Refractive Surgery publishes an Online Case Reports section, which provides an excellent opportunity to see how scientific and medical knowledge is 'put into practice'.

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DIRECTORS' ANNUAL REPORT

for the year ended 31 December 2018

A selection of these case reports are made available to all ophthalmologists on the Education Portal. The ESCRS Player offers a wide range of video content: 'Eye Contact' video interviews with experts on a range of key topics; the 'Video of the Month' series which is comprised of surgical videos prefaced by an introduction from an expert, explaining the key features of the video and their importance; a Video Journal of Cataract and Refractive Surgery; Young Ophthalmologist videos; expert videos of surgical techniques; and an archive of historical videos. All of these are open access for all ophthalmologists. At the end of 2018 there were over 55,000 views of the 350 videos published on the ESCRS Player.

e) Clinical and Scientific Research

ESCRS provided funding to five ongoing research projects on a range of topics. In September 2018 the Research Committee reviewed the expressions of interest submitted for the 2018/2019 Clinical Research Awards and selected six projects to be invited to submit a full research proposal to be evaluated in early 2019.

(f) Surgical outcomes registries

The European Registry of Quality Outcomes for Cataract and Refractive Surgery (EUREQUO) includes data from 2.6 million cataract surgeries and 120,000 refractive surgeries. Uploading data to the registry provides a unique opportunity for surgeons to monitor and compare their surgical results. This self-auditing encourages surgeons to adjust and improve their technique, improving their results and providing a better patient outcome. EUREQUO is linked to a Patient-Reported Outcomes Questionnaire, which allows the surgeon to compare patient-reported data with clinical data. Use of the registry is available to ESCRS members free of charge.

Work on the European Cornea and Cell Transplantation Registry (ECCTR) continued in 2018. Corneal disease is the second largest cause of blindness worldwide and an estimated 30,000 cornea transplantations are performed annually in Europe. The project aims to build a common assessment methodology and establish an EU web-based registry and network for academics, health professionals and authorities to assess and verify the safety, quality and efficacy of corneal transplantation. There are eight partner organisations involved in the ECCTR, with ESCRS responsible for coordinating and managing the three-year project. ESCRS is providing 40% funding for the project, with 60% funding from the EU.

(g) Grants and bursaries

60 bursaries are available annually for trainee doctors to attend the two ESCRS conferences. A number of observership grants are also available, for trainee doctors to spend a period observing clinical practice at a European centre of expertise. The Peter Barry Fellowship is awarded annually and offers a grant of €60,000 for a trainee to spend a year abroad gaining clinical or research experience at a centre of excellence anywhere in the world.

(h) Direct donations

ESCRS makes annual direct donations to selected charities. In 2018 a donation was made to the charity 'Eyes of the World' for a project to improve access to eye care in the Inhambane province of Mozambique. This was a second donation to the two-year project, following a first donation in 2017 and a detailed report from the charity on the progress of the project.

Future developments

The directors do not envisage any substantial changes to the nature of the charity's activities and, through its work, are confident in the charity's ability to continue to make meaningful impacts on the lives of patients across the world.

Financial review

The group made an overall surplus of €1,052,271 in 2018 compared to a surplus of €3,642,630 in 2017. The resources available to the group and those expended during the year are set out in the Statement of Financial Activities.

The ESCRS group is in a healthy financial position. This will ensure the continued funding of new educational initiatives and research projects.

Reserves policy

The reserves policy takes into consideration the major risks that could affect ESCRS in the future and principally the threat posed to the income of the society through a failed annual congress whether due to competitive factors, an act of God, acts of terror, or the potential withdrawal over time of funding from corporate supporters due to legislative and regulatory changes.

The reserves policy is designed to allow ESCRS to continue running its activities uninterrupted for a full 12 month period, regardless of the level of income received, during which projects would be re-evaluated depending on the level of success in generating new revenue streams. Allowing a 12 month period would also help to minimise the risk of compromising the objectives and core activities of ESCRS.

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DIRECTORS' ANNUAL REPORT

for the year ended 31 December 2018

On this basis, the directors consider that the required level of readily usable reserves should be €13.2m. This compares to a total unrestricted reserve as shown in the audited accounts of €21.4m. There is therefore a surplus above the reserve requirement of €8.2m. The directors are aware of the surplus on unrestricted funds and are actively considering ways to deploy resources on additional charitable activities. In the meantime, the surplus funds are being invested in a yield portfolio with the investment managers and the annual income thereon brought into the immediate spending plans of the society.

Investments

In 2017, the Investment Policy of the society was reviewed and an updated Investment Policy Statement adopted.

The Investment Policy Statement sets out the investment aims and objectives of the society and has been revised to more closely reflect the reserves policy of the society. The investments are divided into two portfolios. Portfolio A provides the reserve fund for ESCRS in the event of a failed annual congress, the main source of income to the society. It is to be managed on a conservative low risk basis with the principal objective of maintaining the real capital value of the funds and to generate a minimum total return in excess of inflation plus 2.5% over rolling three year periods. Portfolio B is to be managed on a low to medium risk basis and provide income which is to be factored into the short term spending plans of the society.

The overall return on the society's investments in 2018, net of fees, was -8.54% which reflects the difficult investment environment particularly in the latter months of 2018.

Going concern

The directors have a reasonable expectation that the charitable company will continue in operational existence for at least 12 months from the date of this report and have, therefore, used the going concern basis in preparing these financial statements.

Indemnity insurance

The group purchased and maintained, throughout the financial year, Directors' and Officers' Liability Insurance in respect of the directors.

Auditors

The auditors, Hall Lifford Hall, have indicated their willingness to continue in office in accordance with the provisions of Section 485 of the Companies Act 2006.

By order of the Board



Paul Rosen
Director

Date: 11 September 2019

The European Society of Cataract and Refractive Surgeons

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DIRECTORS' RESPONSIBILITIES STATEMENT

for the year ended 31 December 2018

The directors (who are also trustees of The European Society of Cataract and Refractive Surgeons for the purposes of company law) are responsible for preparing the Directors' Annual Report and the consolidated financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the directors to prepare consolidated financial statements for each financial year, which give a true and fair view of the state of affairs of the group and of the incoming resources and application of resources, including the income and expenditure, of the group for that period.

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the consolidated financial statements;
- prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in operation.

The directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the group and to enable them to ensure that the consolidated financial statements comply with the Companies Act 2006. 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.

In so far as the directors are aware:

- there is no relevant audit information (information needed by the group's auditor in connection with preparing the auditor's report) of which the group's auditor is unaware, and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the group's auditor is aware of that information.

In approving the Directors' Annual Report, the Directors are also approving the Strategic Report which has been incorporated therein.

Approved by the Board of Directors on 11 September 2019 and signed on its behalf by:



Paul Rosen
Director

INDEPENDENT AUDITOR'S REPORT

to the Members of The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

Report on the audit of the financial statements

Opinion

We have audited the group financial statements of The European Society of Cataract and Refractive Surgeons ('the group') for the year ended 31 December 2018 which comprise the group Statement of Financial Activities (incorporating an Income and Expenditure Account), the group and parent charitable company Balance Sheet, the group Statement of Cash Flows and the related notes to the consolidated financial statements, including a summary of significant accounting policies set out in the notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102.

This report is made solely to the group's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the group's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the group and the group's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, when reporting in accordance with a fair presentation framework the consolidated financial statements:

- give a true and fair view of the state of the group's affairs as at 31 December 2018 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the group in accordance with ethical requirements that are relevant to our audit of the consolidated financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the consolidated financial statements is not appropriate; or
- the directors have not disclosed in the consolidated financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the consolidated financial statements are authorised for issue.

Other Information

The other information comprises the information included in the annual report other than the consolidated financial statements and our Auditor's Report thereon. The directors are responsible for the other information. Our opinion on the consolidated financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the consolidated financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Annual Report for the financial year for which the consolidated financial statements are prepared is consistent with the consolidated financial statements; and
- the Strategic Report and the Directors' Annual Report has been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT

to the Members of The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Annual Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept; or
- the consolidated financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the consolidated financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors are responsible for assessing the group's ability to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless management either intends to liquidate the group or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

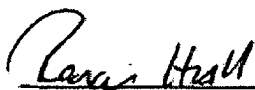
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

INDEPENDENT AUDITOR'S REPORT

to the Members of The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Ronan Hall (Senior Statutory Auditor)

for and on behalf of

HALL LIFFORD HALL

Chartered Certified Accountants and Statutory Auditors

Greyfriar Lodge

5 Greyfriars

Waterford

Ireland

11/9/2019.....
Date

The European Society of Cataract and Refractive Surgeons

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CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

(Incorporating an Income and Expenditure Account)

for the year ended 31 December 2018

	Notes	Unrestricted Funds 2018 €	Restricted Funds 2018 €	Total 2018 €	Unrestricted Funds 2017 €	Restricted Funds 2017 €	Total 2017 €
Income							
Charitable activities	8.1	15,630,121	103,527	15,733,648	15,403,887	-	15,403,887
Other trading activities	8.2	102,000	-	102,000	92,000	-	92,000
Other income	8.3	2,949	-	2,949	2,734	-	2,734
Total incoming resources		15,735,070	103,527	15,838,597	15,498,621	-	15,498,621
Expenditure							
Raising funds	9.1	84,645	-	84,645	108,086	-	108,086
Charitable activities	9.2	13,578,132	152,656	13,730,788	12,702,431	-	12,702,431
Total expenditure		13,662,777	152,656	13,815,433	12,810,517	-	12,810,517
Net (losses)/gains on investments		(970,893)	-	(970,893)	854,526	-	954,526
Net income/(expenditure)		1,101,400	(49,129)	1,052,271	3,642,630	-	3,642,630
Transfers between funds		(95,098)	95,098	-	-	-	-
Net movement in funds for the year		1,006,302	45,969	1,052,271	3,642,630	-	3,642,630
Reconciliation of funds							
Balances brought forward at 1 January 2018	18.2	20,316,206	1,572	20,317,778	16,673,576	1,572	16,675,148
Balances carried forward at 31 December 2018		21,322,508	47,541	21,370,049	20,316,206	1,572	20,317,778

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure relates to continuing activities.

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

Charity Number: 3153785

CONSOLIDATED BALANCE SHEET

as at 31 December 2018

		2018 Group €	2018 Charity €	2017 Group €	2017 Charity €
Fixed Assets	Notes				
Tangible assets	12	117,055	117,055	153,596	153,596
Investments	13	12,425,500	12,425,501	13,488,139	13,488,140
		<u>12,542,555</u>	<u>12,542,556</u>	<u>13,639,735</u>	<u>13,639,736</u>
Current Assets					
Debtors	14	2,425,816	5,307,333	1,251,726	5,398,910
Cash at bank and in hand		9,170,376	6,465,652	8,263,927	3,887,531
		<u>11,596,192</u>	<u>11,772,985</u>	<u>9,515,653</u>	<u>9,286,441</u>
Creditors: Amounts falling due within one year	15	(2,697,478)	(2,874,272)	(2,764,141)	(2,534,930)
Net Current Assets		<u>8,898,714</u>	<u>8,898,713</u>	<u>6,751,512</u>	<u>6,751,511</u>
Total Assets less Current Liabilities		21,441,269	21,441,269	20,391,247	20,391,247
Deferred income	16	(71,220)	(71,220)	(73,469)	(73,469)
Net Assets		<u>21,370,049</u>	<u>21,370,049</u>	<u>20,317,778</u>	<u>20,317,778</u>
Funds					
Restricted trust funds		47,541	47,541	1,572	1,572
Unrestricted funds		21,322,508	21,322,508	20,316,206	20,316,206
Total funds	18.1	<u>21,370,049</u>	<u>21,370,049</u>	<u>20,317,778</u>	<u>20,317,778</u>

The European Society of Cataract and Refractive Surgeons surplus for the year was €1,052,271.

These consolidated financial statements have been prepared in accordance with the special provisions relating to medium-sized companies in section 445(3) of the Companies Act 2006.

Approved by the Board of Directors and authorised for issue on 11 September 2019 and signed on its behalf by

Paul Rosen
Director

The European Society of Cataract and Refractive Surgeons
CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 December 2018

	Notes	2018 €	2017 €
Cash flows from operating activities			
Net movement in funds		1,052,271	3,642,630
Adjustments for:			
Unrealised loss/(gain) on Investments, net		1,060,638	(846,440)
Depreciation		42,349	48,851
		<u>2,155,259</u>	<u>2,845,041</u>
Movements in working capital:			
Movement in debtors		(1,174,270)	501,683
Movement in creditors		(68,722)	599,021
Cash generated from operations		<u>912,267</u>	<u>3,945,745</u>
Cash flows from investing activities			
Payments to acquire tangible assets		(5,808)	(12,676)
Net cash generated from investment activities		<u>(5,808)</u>	<u>(12,676)</u>
Net increase in cash and cash equivalents		<u>906,459</u>	<u>3,933,069</u>
Cash and cash equivalents at 1 January		8,263,512	4,330,443
Cash and cash equivalents at 31 December		<u><u>9,169,971</u></u>	<u><u>8,263,512</u></u>
Cash and cash equivalents consists of:			
Cash at bank and in hand		9,170,376	8,263,927
Bank overdrafts	15	(405)	(415)
Cash and cash equivalents at 31 December		<u><u>9,169,971</u></u>	<u><u>8,263,512</u></u>

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended 31 December 2018

1. GENERAL INFORMATION

The European Society of Cataract and Refractive Surgeons is a charity limited by guarantee incorporated in the United Kingdom. The registered office of the charity is 5 Fleet Place, London, EC4M 7RD, United Kingdom. The administrative office of the charity is Temple House, Temple Road, Blackrock, Co. Dublin, Ireland. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the charity's consolidated financial statements.

Statement of compliance

The consolidated financial statements of the company for the year ended 31 December 2018 have been prepared on the going concern basis and in accordance with the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)" and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Basis of preparation

The consolidated financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice for Charities 2015 (SORP 2015), the Charities Act 2011, applicable accounting standards (FRS 102) and the Companies Act 2006.

Basis of consolidation

The group financial statements consolidate the financial statements of The European Society of Cataract and Refractive Surgeons and ESCRS Trading Limited, its wholly owned subsidiary.

No separate Statement of Financial Activities has been presented for the charity alone as permitted by the Companies Act 2006. The charity, being the parent charity, has taken advantage of section 408 of the Companies Act 2006 and has not included its own Statement of Financial Activities in these financial statements. The charity's net movement in funds for the year was €1,052,271 (2017: €3,642,630).

Fund accounting

The following are the categories of funds maintained:

Restricted funds

Restricted funds represent income received which can only be used for particular purposes, as specified by the donors. Such purposes are within the overall objectives of the charity.

Unrestricted funds

Unrestricted funds consist of General and Designated funds.

- General funds represent amounts which are expendable at the discretion of the board, in furtherance of the objectives of the charitable charity.

- Designated funds comprise unrestricted funds that the board has, at its discretion, set aside for particular purposes. These designations have an administrative purpose only, and do not legally restrict the board's discretion to apply the fund. The research fund relates to existing and future research projects. The charity fund relates to donations to charities.

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

2. ACCOUNTING POLICIES (CONT'D)

Income

Income comprises membership income, congress income, publishing and other income. Income is included in the Statement of Financial Activities when the group is legally entitled to it, its financial value can be quantified with reasonable certainty and there is reasonable certainty of its ultimate receipt. Income received in advance for membership is accounted for as deferred income until earned. All other income is accounted for on an accruals basis.

Deferred income and expenditure

Income received and expenditure incurred by the charity for future events are treated as deferred income and expenditure.

Expenditure

Expenditure is analysed between costs of charitable activities and raising funds. The costs of each activity are separately accumulated and disclosed, and analysed according to their major components. Expenditure is recognised when a legal or constructive obligation exists as a result of a past event, a transfer of economic benefits is required in settlement and the amount of the obligation can be reliably measured. Support costs are those functions that assist the work of the charity but cannot be attributed to one activity. Such costs are allocated to activities in proportion to staff time spent or other suitable measure for each activity.

Expenditure on raising funds

The cost of raising funds comprises management fees relating to the charity's investment portfolios. Costs of raising funds are recognised on an accruals basis.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Purchase lease	-	21 years
Leasehold improvements	-	15 years
Fixtures and fittings	-	5 years
Computer equipment	-	5 years

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Investments

Investments are initially recognised at transaction value and subsequently measured at their fair value at the balance sheet date using their closing market values. Gains and losses arising on revaluation are included in the Statement of Financial Activities.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Cash at bank and in hand

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other short term highly liquid investments with original maturities of three months or less and bank overdrafts. In the Balance Sheet bank overdrafts are shown within Creditors.

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

2. ACCOUNTING POLICIES (CONT'D)

Leasing

Rentals payable under operating leases are dealt with in the income and expenditure account as incurred over the period of the rental agreement.

Employee benefits

The group contracts out all administrative services to a third party, Agenda Communications and Conference Services Limited. As a result there are no persons employed by the group.

Taxation

The charity is a registered charity and is exempt from corporate tax on its income and gains to the extent that they are applied to its charitable purposes.

Foreign currencies

The consolidated financial statements are prepared in Euro (€) which is the functional currency of the charity. Foreign currency transactions are recorded in Euro at the rate ruling on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Euro at the balance sheet date. The resulting gains and losses are dealt with in the Statement of Financial Activities.

Financial Instruments

Financial assets

Basic financial assets, including trade and other receivables, and cash are initially recognised at transaction price (including transaction costs), unless the arrangement constitutes a financing transaction, the resulting financial asset is measured at the present value of the future receipts discounted at a market rate of interest for a similar debt instrument. Such assets are subsequently carried at amortised cost, using the effective interest method. At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. The impairment loss is recognised in the Statement of Financial Activities. Financial assets are derecognised when the contractual rights to the cash flows from the asset expire or are settled; or subsequently all the risks and rewards of the ownership of the asset are transferred to another party; or control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions on the transfer.

Financial liabilities

Basic financial liabilities, including trade and other payables and bank loans are initially recognised at transaction price, unless the arrangement constitutes a financing transaction where the resulting financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Such liabilities are subsequently carried at amortised cost, using the effective interest method. Trade payables are obligations to pay for goods and services that have been acquired in the ordinary course of business from suppliers. Trade payables are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are initially recognised at transaction price and subsequently measured at amortised cost using the effective interest method. Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires. Financial assets and liabilities are only offset in the balance sheet where there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

3. NET INCOME	2018	2017
	€	€
Net Income is stated after charging/(crediting):		
Depreciation of tangible assets	42,349	48,851
Operating lease rentals		
- Land and buildings	220,569	205,500
Auditor's remuneration:		
- audit services	21,000	17,472

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

4. STATUS

The charity is a company limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the charitable company on winding up such amounts as may be required not exceeding €1.27.

5. EMPLOYEES AND REMUNERATION

The group contracts out all operational and any administrative functions to a third party Agenda Communications and Conference Services Limited. As a result there are no persons employed by the group and the group incurred no employee costs during the year (2017: Nil). None of the directors received any emoluments in respect of their services as directors during the year (2017: Nil).

ESCRS makes every attempt to minimise the cost associated with Board Meetings including, where feasible, holding them at congresses where the Board members are already present. In 2018 the directors' expenses wholly attributable to Board meetings was €6,393 (2017: €4,965).

ESCRS receives invitations to attend and speak at ophthalmology conferences across the world, and these meetings are an important part of promoting the interests of ESCRS globally. The costs of these trips, which can involve long haul flights and accommodation, are met by ESCRS. The total expenses reimbursed to directors or paid on their behalf to third parties amounted to €16,481 in 2018 in respect of 5 directors (2017: €32,203 in respect of 4 directors).

The following amounts were paid to directors in respect of other services provided to ESCRS during the year:

E Rosen	€32,721	Editorial services
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6. JOURNAL OF CATARACT AND REFRACTIVE SURGERY

The European Society of Cataract and Refractive Surgeons (ESCRS) and the American Society of Cataract and Refractive Surgery (ASCRS) jointly publish the Journal of Cataract and Refractive Surgery (the journal). Net editorial costs are borne equally between ESCRS and ASCRS. The journal is printed and distributed by Elsevier and both societies purchase copies of the journal for distribution to their members.

7. EXCHANGE RATES

The exchange rates used in preparing these consolidated financial statements were as follows.

	2018 €	2017 €
United Kingdom Pounds (GBP)	0.885	0.877
United States Dollars (USD)	1.181	1.130

8. INCOME

8.1 CHARITABLE ACTIVITIES

	Unrestricted Funds €	Restricted Funds €	2018 €	2017 €
Membership	472,572	-	472,572	480,258
ECCTR	-	103,527	103,527	-
ESCRS/EBO exam	21,450	-	21,450	-
Congress Income	13,421,869	-	13,421,869	13,503,272
Publishing	1,714,230	-	1,714,230	1,420,357
	<u>15,630,121</u>	<u>103,527</u>	<u>15,733,648</u>	<u>15,403,887</u>

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

8.2	OTHER TRADING ACTIVITIES		Unrestricted Funds €	Restricted Funds €	2018 €	2017 €
	Other income		102,000	-	102,000	92,000
8.3	OTHER INCOME		Unrestricted Funds €	Restricted Funds €	2018 €	2017 €
	Miscellaneous		2,949	-	2,949	2,734
9.	EXPENDITURE					
9.1	RAISING FUNDS	Direct Costs €	Other Costs €	Support Costs €	2018 €	2017 €
	Investment management fees	84,645	-	-	84,645	108,086
9.2	CHARITABLE ACTIVITIES	Activity directly undertaken €	Grant funding of activities €	Activity support costs €	2018 €	2017 €
	Congress costs	8,267,218	-	403,017	8,670,235	8,349,091
	Publications and other	1,328,965	-	64,785	1,393,750	1,339,298
	Membership costs	145,535	-	30,632	176,167	168,647
	Research costs	1,059,077	-	222,823	1,282,000	1,087,097
	Education costs	1,426,623	197,500	341,867	1,965,980	1,743,643
	ECCTR project costs	152,656	-	-	152,656	-
	Donations	90,000	-	-	90,000	14,655
		12,470,074	197,500	1,063,214	13,730,788	12,702,431

€152,656 of the above expenditure was attributable to restricted funds and €13,578,132 was attributable to unrestricted funds. Included in the expenditure are governance costs of €284,192 which relate directly to charitable activities. See note 10 for further details.

The European Society of Cataract and Refractive Surgeons
(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended 31 December 2018

continued

10. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS

	Basis of Apportionment	Support 2018 €	Support 2017 €
Governance costs		284,192	191,906
Central office costs		355,729	371,901
Finance, IT, consultancy and computer costs		185,646	192,524
Travel, insurance and other costs		195,298	198,376
Depreciation		42,349	48,850
	Invoiced events	<u>1,063,214</u>	<u>1,003,557</u>
		Governance 2018 €	Governance 2017 €
Council meetings and secretariat		70,566	70,793
Audit, consultancy and legal fees		212,040	109,846
Board elections		-	9,973
Company secretarial fees		1,586	1,294
	Invoiced events	<u>284,192</u>	<u>191,906</u>

11. ANALYSIS OF GRANTS

	Grants to Individuals 2018 €	Grants to Institutions 2018 €	Support Costs 2018 €	Total 2018 €	Total 2017 €
Observership grants	11,000	-	-	11,000	5,000
Bursaries	44,000	-	-	44,000	43,500
Fellowship programme	2,500	-	-	2,500	5,000
Peter Barry Fellowship	140,000	-	-	140,000	25,000
	<u>197,500</u>	<u>-</u>	<u>-</u>	<u>197,500</u>	<u>78,500</u>

12. TANGIBLE FIXED ASSETS GROUP

	Purchase €	Leasehold lease improvement €	Fixtures and fittings €	Computer equipment €	Total €
Cost					
At 1 January 2018	261,282	52,587	447,321	474,870	1,236,060
Additions	-	-	-	5,808	5,808
At 31 December 2018	<u>261,282</u>	<u>52,587</u>	<u>447,321</u>	<u>480,678</u>	<u>1,241,868</u>
Depreciation					
At 1 January 2018	199,072	23,591	417,791	442,010	1,082,464
Charge for the year	12,442	3,506	9,692	16,709	42,349
At 31 December 2018	<u>211,514</u>	<u>27,097</u>	<u>427,483</u>	<u>458,719</u>	<u>1,124,813</u>
Net book value					
At 31 December 2018	<u>49,768</u>	<u>25,490</u>	<u>19,838</u>	<u>21,959</u>	<u>117,055</u>
At 31 December 2017	<u>62,210</u>	<u>28,996</u>	<u>29,530</u>	<u>32,860</u>	<u>153,596</u>

Tangible fixed assets are held by the charity, with none in the Trading Company.

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

13. INVESTMENTS

GROUP

	Listed investments €	Total €
Investments		
Valuation		
At 1 January 2018	13,486,139	13,486,139
Loss on investments	(1,060,639)	(1,060,639)
At 31 December 2018	<u>12,425,500</u>	<u>12,425,500</u>
Net book value		
At 31 December 2018	<u>12,425,500</u>	<u>12,425,500</u>
At 31 December 2017	<u>13,486,139</u>	<u>13,486,139</u>

CHARITY

	Subsidiary undertakings shares €	Listed investments €	Total €
Investments			
Valuation			
At 1 January 2018	1	13,486,139	13,486,140
Loss on investments	-	(1,060,639)	(1,060,639)
At 31 December 2018	<u>1</u>	<u>12,425,500</u>	<u>12,425,501</u>
Net book value			
At 31 December 2018	<u>1</u>	<u>12,425,500</u>	<u>12,425,501</u>
At 31 December 2017	<u>1</u>	<u>13,486,139</u>	<u>13,486,140</u>

The European Society of Cataract and Refractive Surgeons
(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 December 2018

continued

13. INVESTMENTS (CONTINUED)

Details of subsidiary undertaking

At 31 December 2018 the charitable company had an interest in the following subsidiary:

Undertaking	Country of Incorporation	Holding	Proportion of voting rights and shares held	Principal activity
ESCRS Trading Limited	United Kingdom	Ordinary shares	100%	Organising conferences and publishing

The registered office of ESCRS Trading Limited, company number 7521602, is 5 Fleet Place, London, EC4M 7RD, United Kingdom. The trading subsidiary donates its entire profits to the charity under the UK Gift Aid scheme (2018: €5,123,537; 2017: €5,301,572).

The summary financial performance of the subsidiary is:

	2018 €	2017 €
Turnover	15,136,099	14,923,809
Cost of sales	(9,596,183)	(9,220,584)
Gross profit	5,539,916	5,703,225
Administrative expenses	(489,921)	(467,805)
Other operating income	73,542	66,332
Operating profit	5,123,537	5,301,752
Tax on profit on ordinary activities	-	(180)
Gift Aid	(5,123,537)	(5,301,572)
Total Comprehensive Income	-	-
Current assets	7,255,635	7,537,736
Current liabilities	(7,255,634)	(7,537,735)
Net assets	1	1
Shareholders' funds	1	1

14. DEBTORS

	2018 Group €	2018 Charity €	2017 Group €	2017 Charity €
Trade debtors	738,684	125,743	640,973	15,684
VAT debtor	266,671	-	18,679	-
Prepayments and accrued income	1,420,461	58,054	592,074	81,654
Amounts owed by group companies	-	5,123,536	-	5,301,572
	<u>2,425,816</u>	<u>5,307,333</u>	<u>1,251,726</u>	<u>5,398,910</u>

15. CREDITORS

	2018 Group €	2018 Charity €	2017 Group €	2017 Charity €
Bank overdrafts	405	405	415	415
Trade creditors	283,643	62,647	280,753	83,331
Accruals and deferred income	2,433,530	515,556	2,482,973	444,232
Amounts owed to group companies	-	2,295,664	-	2,006,952
	<u>2,697,478</u>	<u>2,874,272</u>	<u>2,764,141</u>	<u>2,534,930</u>

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

16. DEFERRED INCOME

	2018 Group €	2018 Charity €	2017 Group €	2017 Charity €
Deferred income	71,220	71,220	73,469	73,469
	<u>71,220</u>	<u>71,220</u>	<u>73,469</u>	<u>73,469</u>

Deferred income relates to membership, the relevant portion of which has been deferred to future years.

17. FINANCIAL COMMITMENTS

Total future minimum lease payments under non-cancellable operating leases are as follows:

GROUP	Buildings 2018 €	Buildings 2017 €
Due:		
Within one year	205,500	205,500
Between one and five years	822,000	822,000
In over five years	205,500	411,000
	<u>1,233,000</u>	<u>1,438,500</u>

18. FUNDS

18.1 ANALYSIS OF NET ASSETS BY FUND

GROUP	Fixed assets €	Financial fixed assets €	Current assets €	Current liabilities €	Long-term deferred income €	Total €
Restricted funds	-	-	47,541	-	-	47,541
Unrestricted general funds	117,055	12,425,500	11,548,651	(2,697,478)	(71,220)	21,322,508
	<u>117,055</u>	<u>12,425,500</u>	<u>11,598,192</u>	<u>(2,697,478)</u>	<u>(71,220)</u>	<u>21,370,049</u>

18.2 ANALYSIS OF MOVEMENTS ON FUNDS

GROUP AND CHARITY	Balance 1 January 2018 €	Incoming resources €	Resources expended €	Gains, and Losses, net €	Transfers between funds €	Balance 31 December 2018 €
Restricted income						
Endophthalmitis study	1,572	-	-	-	-	1,572
ECCTR grant	-	103,527	(152,656)	-	95,098	45,969
	<u>1,572</u>	<u>103,527</u>	<u>(152,656)</u>	<u>-</u>	<u>95,098</u>	<u>47,541</u>
Unrestricted income						
Research Fund	206,878	-	(474,972)	-	600,000	331,906
Charity Fund	148,035	-	(90,000)	-	120,000	178,035
General Fund	19,961,293	15,735,070	(13,097,805)	(970,893)	(815,098)	20,812,567
	<u>20,316,206</u>	<u>15,735,070</u>	<u>(13,662,777)</u>	<u>(970,893)</u>	<u>(95,098)</u>	<u>21,322,508</u>
Total funds	<u>20,317,778</u>	<u>15,838,597</u>	<u>(13,815,433)</u>	<u>(970,893)</u>	<u>-</u>	<u>21,370,049</u>

The European Society of Cataract and Refractive Surgeons

(A charity limited by guarantee, not having a share capital)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

19. FINANCIAL INSTRUMENTS GROUP	Note	2018 €	2017 €
Financial assets that are equity instruments measured at fair value			
Investments in listed shares	13	12,425,500	13,486,139
Financial assets that are debt instruments measured at amortised cost			
Trade and other debtors	14	738,684	640,973
Cash and short term deposits		9,170,376	8,263,927
Financial liabilities measured at amortised cost			
Trade creditors	15	263,543	280,753
Accruals for goods and services	15	2,433,530	2,482,973
Bank overdraft		405	415
Group's income, expense, gains and losses in respect of financial instruments are summarised below:			
On financial assets measured at fair value through SOFA, net	13	<u>(1,060,639)</u>	<u>846,440</u>

20. RELATED PARTY TRANSACTIONS

The parent had transactions with group companies and the following amounts are due between the companies at the year end:

Due from group companies:	2018 €	2017 €
ESCRS Trading Limited	<u>5,123,536</u>	<u>5,301,572</u>
Due to group companies:	2018 €	2017 €
ESCRS Trading Limited	<u>2,295,664</u>	<u>2,006,952</u>

In the opinion of the directors these amounts arise in the ordinary course of business and the terms of the amounts due are in accordance with the terms ordinarily offered by the charity.

21. POST-BALANCE SHEET EVENTS

There have been no significant events affecting the group since the year end.