

MEDEQUIP4KIDS LIMITED

CHARITY REGISTRATION NUMBER: M102830
COMPANY REGISTRATION NUMBER: 4655610

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2006

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MEDEQUIP4KIDS LIMITED

CHARITY REGISTRATION NUMBER: 1102830
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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2006

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**MedEquip4Kids
Chairman's Report
2005-2006**

Review of Progress and Achievements

In the financial year to 31st March 2006 MedEquip4Kids has continued to demonstrate its commitment to improving the healthcare available to all children, through its support for projects at hospitals and in the wider community across the northwest.

We are delighted to have been able to work with a number of new hospitals during the year and also to be able to further develop relationships with hospitals that have benefited from the charity's support in the past.

It is impossible to calculate how many children have directly benefited from the projects funded by MedEquip4Kids this year although it is reasonable to estimate that the number would run into tens of thousands.

Beneficiaries

Hope Hospital Neonatal Unit

One of the new hospitals to work with the charity this year was Hope Hospital in Salford. MedEquip4kids was pleased to be able to provide Breast Pumps for use on the Neonatal Unit and a Mannequin used for training nursing staff.

Matron, Wendy Duncan, Hope Hospital Neonatal Unit quoted one new mum as saying 'The pumps mean that I can provide milk for my baby to help him grow. It's the only thing I can do for him right now.'

Pikes Lane, Health Centre

We are pleased to report that our support for community based healthcare projects has continued. When approached by one such project in Bolton, that was seeking funding for a programme that helped families that had suffered a cot death, MedEquip4Kids was delighted to be able to help. The healthcare professionals running the project wanted to establish a bank of Apnoea Monitors that raise the alarm if a baby's breathing becomes too shallow. The charity funded 6 monitors that are now being fully utilised by families at risk.

Continence Service

Our previous involvement in supporting the Continence Service on the Fylde Coast led to a request for help from the Continence Service in Offerton, Stockport. Relatively inexpensive equipment used to toilet train children with learning or physical disabilities, was supplied by MedEquip4Kids that is now used to help families that are dealing with this problem, that if not addressed can stigmatise children.

Greater Manchester Ambulance Service

The charity fulfilled its commitment to provide Greater Manchester Ambulance Service with specially designed Paediatric Bags containing medical equipment used specifically for treating sick and injured children. The bag is designed to save vital seconds when paramedics respond to any incident involving a child.

Paramedic Gareth Jackson said of the bags – 'Having these specialist paediatric kit bags is fantastic. It means we have a greater range of tools available to do the job. They are faster and more appropriate for a paediatric emergency.'

Children's Accident & Emergency

As well as providing medical equipment the charity's assistance has been in great demand to enhance the environment in which children are treated in some hospitals. Chorley & South Ribble A & E Department became one of the first units in the country to have a treatment table for children in the shape of a dinosaur. This unique equipment, manufactured in the USA is now the focal point in a treatment area reserved for children attending the unit. Along with artwork for the walls and other distraction therapy equipment children visiting this unit are now faced with a far less clinical and traumatic experience.

Anne Bowen, A&E Modern Matron, Chorley & South Ribble Hospital said – 'The new treatment bed looks great with the dinosaur design of the room and we are very grateful to MedEquip4Kids for providing us with this fantastic new facility.'

St Mary's Radiology

Similar enhancements were provided when the charity helped to fund a new play room for the Children's Unit at Blackpool Victoria hospital. Children attending the X-ray department at St Mary's Hospital, Manchester for x-rays and scans will find a much more child friendly environment. Artwork depicting undersea scenes has been used to complement other play and distraction therapy equipment that is used to keep young patients calm during often long and painful procedures.

Trish Pickering, Radiologist, St Mary's commented – 'We are absolutely delighted by the improvements provided by MedEquip4Kids. It has made the experience of having an x-ray much less daunting for children and we are grateful to MedEquip4Kids for their support.'

Booth Hall & Pendlebury Children's Hospitals

MedEquip4Kids is delighted to have embarked on a partnership with The Theodora Children's Trust to ensure that funds are available to provide Clown Doctors to visit children and their families at Booth Hall Hospital. The twice weekly visits by the Clown Doctors help to lift the spirits of all those patients that they come into contact with. Long term patients look forward to these visits that provide a little respite from the day to day hospital routine.

Charity Partners

MedEquip4Kids has also been delighted to be able to support two other children's charities during this year. The St Matthew Lourdes Group received medical equipment necessary for children with disabilities and long term illnesses that participate in the annual pilgrimage to Lourdes. The Children's Adventure Farm Trust was grateful for the donation of equipment that will be used to help families with severely disabled children to enjoy short respite breaks at the Adventure Farm.

Listed below is a full list of the beneficiary hospitals and community health projects.

Blackpool Victoria	Astor Ward
Blackpool Victoria	Children's Unit
Booth Hall Children's Hospital	Clown Doctors/Theodora Trust
Burnley General Hospital	Children's Unit
Burnley	Reedley Hall
Chorley & South Ribble	Maternity Ward
Chorley & South Ribble	Accident & Emergency Unit
Countess of Chester	Audiology Department
Countess of Chester	Neonatal Unit
Fairfield Hospital (Bury)	Neonatal Unit
Fairfield Hospital (Bury)	Children's Ward
Greater Manchester Ambulance Service	
Hope Hospital (Salford)	Neonatal Unit
Macclesfield District & General Hospital	Paediatric Unit
Macclesfield District & General Hospital	Special Care Baby Unit
North Manchester General Hospital	Special Care Baby Unit
Offerton (Stockport)	Continence Service
Ormskirk District General Hospital	Neonatal Unit
Pendlebury Children's Hospital	Clown Doctors/Theodora Trust
Pikes Lane Health Centre (Bolton)	Learning & Development Unit
Royal Bolton Hospital	Neonatal Unit
Royal Albert Edward Infirmary (Wigan)	Child Health Dept.
Royal Preston	Neonatal Unit
St Mary's (Manchester)	X-Ray Department
St Matthew's Lourdes Group	
Stepping Hill Hospital (Stockport)	Tree House Unit
Stepping Hill Hospital (Stockport)	Community Health Team
Stepping Hill Hospital (Stockport)	Women's & Children's Unit
Trafford General Hospital	Ward 23
Trafford General Hospital	Special Care Baby Unit
The Children's Adventure Farm Trust	
The Theodora Children's Trust	Clown Doctors
Wythenshawe Hospital	Children's Department

The Director's believe that the list above highlights the diverse range of projects with which the charity has engaged during the year. We believe that the geographical spread of projects demonstrates the charity's commitment to support projects right across the northwest region.

Whether they have benefited from using the equipment or facilities funded by the charity at one of the many maternity and neonatal units or that a child in their family or that of a neighbour, friend or work colleague has required treatment for injury or illness at a local hospital, the charity believes that its work touches the lives of every person in our region.

Generating Funds

Wholly reliant on voluntary donations and operating in a very competitive environment, MedEquip4Kids as a small to medium sized charity recognises the need to utilise a diverse range of fundraising techniques. This also reduces the risk if any type of fundraising is adversely affected by unforeseen circumstances. This was evident this year in the impact on the charity's income by a number of disaster appeals including the Asian Tsunami.

Corporate Partners

Despite the difficulties of competing with national charities that benefit from far greater brand awareness and can call upon significantly bigger human and financial resources, MedEquip4Kids has been pleased to work in partnership this year with The John Lewis Partnership, Manchester United Development Association, the staff of Marks and Spencer and the CIS and to have been chosen as radio station Smooth fm's charity of the year.

Community Funding Partnerships

The charity continues to encourage the support of individuals and groups right across the northwest region. We are grateful to all those that encourage their workplace colleagues to join in fundraising activities. Many people also join in fundraising events where they spend their leisure time. These include pubs, sports and social clubs, gyms, churches and community groups.

MedEquip4Kids continues to use its knowledge and expertise of working with the NHS to seek partnership funding from other Trusts and Philanthropic bodies for projects that it has identified as appropriate. The support that the charity has received from The Marks Family Trusts, The Oglesby Charitable Trust, Poynton Round Table and other similar groups has proved vital in funding a variety of projects.

The charity has been happy to share its experience of using Challenge Events for the purpose of fundraising with smaller charities such as The Lancashire Wildlife Trust that used events established by MedEquip4Kids for their own fundraising purposes. We have also worked in partnership with four other children's charities including Barnardos and Childline to develop a new fundraising opportunity called Let's Trek for Children.

Individual Donors

The charity continues to invest in securing the support of long-term individual donors. It is the view of the charity that these donors will provide the foundation for the long-term future of the charity.

We would like to take this opportunity to thank all those individuals that have chosen to support the work of MedEquip4Kids.

Despite the additional expenditure incurred in providing the resources to handle many thousands of small cash donations the charity recognises that the benefits far outweigh the cost and that these donations, received from individual supporters, are vital in enabling MedEquip4Kids to continue its work.

Schools Programme

The charity continues to work in partnership with Primary Schools across the region. We believe that through this work the charity has developed a reputation for its professionalism in this field. Through our Healthy Eating Themed Programme we are delighted to be able to contribute to the endeavours of schools to achieve the national healthy schools status. We are also very grateful for the funds donated to the charity following the visits of our Schools Presenters.

Share Donations

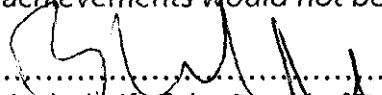
The charity has in the past been fortunate to benefit from the donation of shares. Should any supporters wish to dispose of any small shareholdings, the charity would be very happy to receive these.

Web Site

The MedEquip4Kids website has been redeveloped during the final quarter of the year. The charity is very pleased with the results and believes that the new site is an improved vehicle for communicating with supporters and better reflects the professionalism of the charity. The charity is anticipating that the new website will help to reduce mailing costs through the increased use of email to communicate with supporters and will enable supporters to donate and register for events online.

Thank you

The Directors of MedEquip4Kids would like to take this opportunity to thank all those that supported the charity during the year by making donations of money, goods and services and also to all those that gave their time to help at a variety of events and activities. We view what we do as a partnership involving many different partners and understand implicitly that all the charity's achievements would not be possible without their support.



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On behalf of the Board of Trustees
Mr Brian White (Chairman)

MEDEQUIP4KIDS LIMITED

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TRUSTEE'S ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2006

The trustees are pleased to present the annual report of the charity for the year ended 31 March 2006.

CHARITY REGISTRATION NO: 1102830

COMPANY REGISTRATION NO: 4655610

REGISTERED ADDRESS: MJB Business Centre, George House, George Street
Manchester M25 9WS

TRUSTEES Director/Trustees who served during the year were as follows:

Eric Solomons (resigned 10/2/07)	Brian White	- Chairman
Dr Ruth Jameson	Ian Harlow	- Deputy Chairman
Brian Wilkins	William Blumenthal	
Jonathan Pfeffer	David Joseph	
David Finn	Richard Algar (resigned 10/2/2007)	
Shulamit Pfeffer	Shaid Baig (resigned 10/2/2007)	

Trust Directors

Debbie Lambert	- Director of Administration (not a Director/Trustee) (resigned 31.10.05)
Mike Hughson	- Director of Fundraising (not a Director/Trustee)

Incorporation

The company was incorporated on 4th February 2003 as Boxwall Limited. It changed its name to Children's Hospital Appeals Trust Limited on 10 April 2003. On 7th June 2004 it changed its name to MedEquip4Kids Limited.

Constitution, Objects and Policies

The charitable trust is constituted as a company limited by guarantee and is therefore governed by a Memorandum and Articles of Association.

The objects of the charity are to promote:

- the relief of sickness and the preservation and protection of the health of children and young people by the provision of equipment and amenities to aid their recovery at all Children's' Hospitals & Units.
- research into sickness among children and young people and to disseminate and publish the useful results for the benefit of the public.

In the furtherance of these charitable objects, the charity is to raise funds and invite and receive from any person or persons whatsoever by way of subscription, donation & otherwise, provided that the charity does not undertake any permanent trading activities in raising funds for their charitable objects.

Bankers

Barclays Bank plc
1 Victoria Avenue
Blackley
Manchester
M9 6RA

Accountants

Community Accountancy Service Ltd
The Grange
Pilgrim Drive
Beswick
Manchester
M11 3TQ

Auditor

H Davies & Co
Chartered Certified Accountants
69 Windsor Road
Prestwich
Manchester
M25 0DB

TRUSTEE'S ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2006 Cont....

Honorary Solicitors

Zatman & Co
Deva Centre
1 The Cottages
Trinity Way
Manchester

Fixed Assets

Details of movements in fixed assets are shown in note 9 to the financial statements. Fixed assets are used for the management of the charity.

Investment Policy and Returns

Under the trust deed the charity has the power to make any investment which the trustees see fit. The trustees have considered the most appropriate policy for investing funds and have found that placing funds on deposit meet their requirements given the secure nature and accessibility of the funds. The trustees consider the return to be reasonable given the low risk nature of the deposits.

Donated investments are held until any "lock in " has lapsed and then realised at an appropriate time.

Information Technology

The company continues to invest in technology suitable to improve its performance in the charity sector.

Review of the Result and Reserves Policy

The trustees consider that the results set out in the attached accounts are satisfactory. They are of the opinion that the balance on the reserves are sufficient to meet any future commitments under the terms of funding.

It is the policy of the charity to maintain unrestricted funds at a level which covers current commitments under the terms of their funding.

Statutory Requirements

The financial statements have been prepared in accordance with the Statement of Recommended Practice for charities, the Companies Act and the governing document.

Risk Management

The trustees have examined the major strategic, business and operational risks that the charity faces and confirm that systems have been established to enable regular reviews to be carried out so that necessary steps can be taken to lessen these risks.

Description of Organisation

The charity is run by a team of volunteer trustees who manage the direction and policies of the charity. The day to day management is run by the director of fundraising who is supported by a team of fundraising and administrative staff and volunteers.

TRUSTEE'S ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2006 Cont....

Financial Review

Taking into account the profit on the disposal of investments, overall incoming resources increased by £22,964. Direct charitable expenditure increased by £83,438. Costs of generating funds and management and administration expenses were reduced by £55,966.

Funds are available to permit the charity to continue in operation in the medium to long term and to continue to fund worthwhile projects. (see chairman's report).

Arrangements are in hand to continue to raise funds to finance the charities activities and projects.

Reserves as stated in the accounts are as follows:

Unrestricted funds	587,237
Designated Funds	2,000
Restricted funds	17,733
Total	<u>606,970</u>

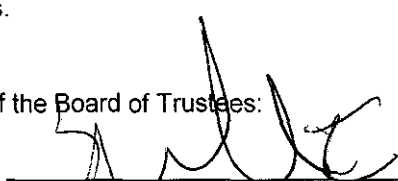
Statement of Trustees Responsibilities

Charity Law requires the trustees to prepare the financial statements for each financial year which give a true and fair view of the state of affairs of the Charity as at the Balance Sheet date and of its surplus or deficit for that year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make adjustments and estimates that are reasonable and prudent;
- state whether the policies adopted are in accordance with the relevant legislation and with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time its financial position and to ensure that the financial statements comply with the Charities Act 1993 and the Charities (Accounts and Reports) Regulations 1995. They are also responsible for safeguarding its assets and hence for taking reasonable steps for the prevention of fraud and other irregularities.

On Behalf of the Board of Trustees:


Mr Brian White FCA (Chairman)
Mr Ian Harlow (Deputy Chairman)

16th March 2007

Report of the Independent Auditors to the Members of Medequip4Kids Limited

We have audited the financial statements of Medequip4Kids Limited for the year ended 31st March 2006 on pages 3 to 10 which have been prepared under the historical cost convention, with the exception of investments which are stated at market value and the accounting policies set out on page 5.

This report is made solely to the company's members, as a body, in accordance with S.235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company'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 company and the company's members as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of trustees and auditors

As described on page 1 the charity's trustees who are also the directors of Medequip4Kids Limited for purposes of company law are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the accounts in accordance with the relevant regulatory requirements and International Standards on Auditing.

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 Report of the Trustees is not consistent with the financial statements, if the charitable 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 trustees' remuneration and transactions with the company is not disclosed.

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


Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 trustees in the preparation of the financial statements, 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 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 in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the charitable company's affairs as at 31st March 2006 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.



H Davies & Co
Chartered Certified Accountants
& Registered Auditors
69 Windsor Road
Prestwich
Manchester
M25 0DB

15 March 2007

MEDEQUIP4KIDS LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2006

3

INCOME AND EXPENDITURE	Notes				Year Ended 31.03.06	Year Ended 31.03.05
		Unrestricted Funds General	Unrestricted Funds Designated	Restricted Funds	Total Funds	Total Funds
		£	£	£	£	£
INCOMING RESOURCES						
Donations and Gifts	16	451,468	-	85,977	537,445	670,855
Donations in Kind	2/17	-	-	15,416	15,416	37,335
Donations (Legacy)		5,000	-	-	5,000	-
Savings Achieved	3	-	-	7,495	7,495	7,945
Investment Income		1,630	-	-	1,630	-
Profit on Disposal of Investments		-	-	-	-	-
Donation of Investment		5,900	-	-	5,900	-
Events:						
International		40,778	-	-	40,778	34,183
United Kingdom		67,450	-	-	67,450	47,450
Raffles & Soft Toys		17,638	-	-	17,638	23,329
Bank Interest Received (Gross)		6,470	-	-	6,470	7,423
TOTAL INCOMING RESOURCES		<u>596,334</u>	<u>-</u>	<u>108,888</u>	<u>705,222</u>	<u>828,520</u>
RESOURCES EXPENDED						
Costs of Generating Funds	4	228,126		15,416	243,542	287,388
Direct Charitable Expenditure	5	215,811		90,615	306,426	222,988
Management & Administration	6	105,501		-	105,501	116,621
TOTAL RESOURCES EXPENDED	7	<u>549,438</u>	<u>-</u>	<u>106,031</u>	<u>655,469</u>	<u>626,997</u>
NET INCOMING RESOURCES BEFORE TRANSFERS		46,896	-	2,857	49,753	201,523
Transfer between funds		157,738	(157,738)	-	-	-
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS & LOSSES		204,634	(157,738)	2,857	49,753	201,523
OTHER RECOGNISED GAINS & LOSSES						
Gains/losses on Investments	18	146,262	-	-	146,262	-
NET INCOMING RESOURCES		<u>350,896</u>	<u>(157,738)</u>	<u>2,857</u>	<u>196,015</u>	<u>201,523</u>
RECONCILIATION OF FUNDS						
Funds Brought Forward	14/15	236,341	159,738	14,876	410,955	209,432
Funds Carried Forward	14/15	<u>587,237</u>	<u>2,000</u>	<u>17,733</u>	<u>606,970</u>	<u>410,955</u>

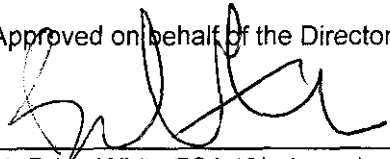
There were no recognised gains and losses other than as stated in the SOFA.


The attached notes form an integral part of these financial statements

BALANCE SHEET AS AT 31 MARCH 2006

	Notes	2006		2005	
		£	£	£	£
FIXED ASSETS					
Tangible Fixed Assets	9		2,050		2,437
Investments	10		2,000		159,738
CURRENT ASSETS					
Debtors	12	12,248		14,885	
Cash at Bank		658,525		247,574	
Cash in Hand		105		35	
		<u>670,878</u>		<u>262,494</u>	
LIABILITIES:					
Amounts falling due within one year	13	<u>(67,958)</u>		<u>(13,714)</u>	
NET CURRENT ASSETS			602,920		248,780
TOTAL NET ASSETS			<u>606,970</u>		<u>410,955</u>
REPRESENTED BY:					
ACCUMULATED FUNDS					
Unrestricted	15		587,237		236,341
Designated Funds	15		2,000		159,738
Restricted	15		17,733		14,876
			<u>606,970</u>		<u>410,955</u>

Approved on behalf of the Directors'/Trustees' on


 Mr Brian White FCA (Chairman)


 Mr Ian Harlow (Deputy Chairman)

The attached notes form an integral part of these financial statements

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

1 ACCOUNTING POLICIES

- 1.1** The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities SORP (March 2005), applicable accounting standards and the Companies Act 1985.

1.2 Incoming Resources

- ~ Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.
- ~ Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- ~ Grants and investment income are reflected in the accounts when receivable.
- ~ Grants which relate to a specified future period are deferred.
- ~ Donations, gifts and other income are reflected in the accounts when received.

1.3 Resources Expended

All expenditure other than that capitalised has been reflected in the Statement of Financial Activities on an accruals basis.

Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Charitable expenditure includes those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

1.4 Valuation, Capitalisation and Depreciation of Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £500 are not capitalised. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life, as follows:

Fixtures and Fittings	15% on cost
Office Equipment	25% on cost

1.5 Taxation

The organisation is exempt from income tax by reason of its charitable status.

Income tax suffered on investment income is reclaimed in full.

The organisation is not registered for value added tax but can claim exemption from certain purchases (see note 3).

1.6 Investments

Investments are stated at market value at the balance sheet date.

1.7 Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

2 DONATIONS IN KIND

The amounts shown of £15,416 (2005: £37,335) were valued by the Director of Administration. Please refer to Note 17 below.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

3 SAVINGS ACHIEVED (BENEFITS CONFERRED BY CHARITABLE STATUS)

As a result of its charitable status, the charity has achieved savings on the buying of medical equipment for the hospitals at discounts/donations for £7,495 (2005: £7,945) net of VAT estimated by the Director of Fundraising.

Other benefits brought about by the charity which were not included in the Statement of Financial Activities were savings achieved on its obtaining Value Added Tax exemption on the purchase of medical equipment and building costs. The amount saved as calculated by the Director of Fundraising was £21,994 (2005: £18,598)

4 COST OF GENERATING FUNDS

	Unrestricted Funds £	Restricted Funds £	Total 2006 £	Total 2005 £
Staff Salaries & Pensions	122,790	-	122,790	150,220
Travel & Motor Expenses	8,500	-	8,500	10,765
International Events	17,425	-	17,425	19,940
United Kingdom Events	34,071	-	34,071	17,363
Home Money Boxes	17,582	-	17,582	24,395
Committees, Groups & Associations	461	-	461	6,504
Corporate & Charitable Trusts	9,347	-	9,347	645
Donor Development	637	-	637	3,556
Non-Fundraising Costs	125	-	125	1,290
Advertising & Promotion	15,708	-	15,708	22,072
Donated Printing and Stationery	-	-	-	5,772
Donated Support for Events	-	-	-	1,290
Donated Prizes/Goods	-	15,416	15,416	20,491
Raffles Prizes/Tickets	1,480	-	1,480	3,085
	<u>228,126</u>	<u>15,416</u>	<u>243,542</u>	<u>287,388</u>

5 CHARITABLE EXPENDITURE

	Unrestricted Funds £	Restricted Funds £	Total 2006 £	Total 2005 £
Schools Programme	112,323	-	112,323	97,127
Medical Equipment donated	103,488	83,120	186,608	117,916
	<u>215,811</u>	<u>83,120</u>	<u>298,931</u>	<u>215,043</u>
Saving achieved - Note 1b	-	7,495	7,495	7,945
TOTAL CHARITABLE EXPENDITURE	<u>215,811</u>	<u>90,615</u>	<u>306,426</u>	<u>222,988</u>

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

	Unrestricted Funds	Restricted Funds	Total 2006	Total 2005
6 MANAGEMENT AND ADMINISTRATION	£	£	£	£
Staff Salaries & Pensions	48,212	-	48,212	53,358
Travel & Motor Expenses	2,429	-	2,429	7,266
Staff Recruitment	3,916	-	3,916	2,656
Food, Drinks & Catering Costs	109	-	109	1,319
Postage, Printing, Stationery & Telephone	23,536	-	23,536	22,636
Insurance	3,906	-	3,906	1,114
Audit and Accountancy Fees	2,409	-	2,409	3,123
Accountancy and Payroll	881	-	881	740
Donated Offices Costs incl Telephone, computer exp.	-	-	-	4,562
Repairs, Computer Maintenance	11,218	-	11,218	7,689
General Expenses	1,613	-	1,613	1,783
Training & Conferences	4,352	-	4,352	3,583
Donated Marketing	-	-	-	5,220
Bank Charges	1,265	-	1,265	-
Legal Charges	-	-	-	210
Books, Journals & Subscriptions	765	-	765	598
Depreciation	890	-	890	764
	<u>105,501</u>	<u>-</u>	<u>105,501</u>	<u>116,621</u>

7 TOTAL RESOURCES EXPENDED

	Staff Costs £	Depreciation Assets Loss £	Other Costs £	Total 2006 £	Total 2005 £
Costs of Generating Funds	122,790	-	120,752	243,542	287,388
Services Provided	92,363	-	214,063	306,426	222,988
Management & Administration Of Charity	48,212	890	56,399	105,501	116,621
	<u>263,365</u>	<u>890</u>	<u>391,214</u>	<u>655,469</u>	<u>626,997</u>

Staff Costs:	£	£
Wages and Salaries	239,742	244,327
Social Security Costs	19,239	22,418
Pension Costs	4,384	7,051
	<u>263,365</u>	<u>273,796</u>

No employee earned £60,000 per annum or more.

The average number of employees, analysed by function was:

Services	7	7
Fundraising and Publicity	10	9
Management and Administration	2	2
	<u>19</u>	<u>18</u>

	2006 £	2005 £
Other Costs		
Medical Equipment & Savings Achieved	194,103	138,965
Schools programme	19,960	-
Fundraising & Other Expenses	112,252	150,973
Travel & Motor	10,929	7,266
Insurance	3,906	1,114
Printing, Stationery, Telephone	23,536	22,636
Professional & Accounting	3,290	4,073
Minor Equipment & Repairs	11,218	7,689
Training & Conferences	4,352	3,583
Refreshment & Recruitment	4,025	3,975
Sundries, books etc	2,378	2,381
Bank Charges	1,265	-
Donated admin costs	-	9,782
	<u>391,214</u>	<u>352,437</u>

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

8 TRUSTEES' REMUNERATION AND EXPENSES

No remuneration, directly or indirectly out of the funds of the charity, was paid or payable, during the period, to any trustee or to any persons known to be connected with any of them.

No reimbursement of expenses has been made, or is due to be made, to any of the trustees in respect of the period.

9 TANGIBLE FIXED ASSETS**COST**

At 1 April 2005

Additions

At 31 March 2006

Office Equipment £	Fixtures & Fittings £	Total £
2,836	365	3,201
503	-	503
3,339	365	3,704

DEPRECIATION

At 1 April 2005

Charge for Year

At 31 March 2006

672	92	764
835	55	890
1,507	147	1,654

NET BOOK VALUE

At 31 March 2006

At 31 March 2005

1,832	218	2,050
2,164	273	2,437

10 INVESTMENTS

At 1 April

Additions

Diminution in Value

Donation

Disposals

Market Value of Investments at 31 March

2006 £	2005 £
159,738	13,500
-	159,738
(8,738)	-
1,000	-
(150,000)	(13,500)
2,000	159,738

Investments have been valued by the trustees taking into account the restrictions placed on the investments.

Investments consist of UK listed investments £nil and overseas listed investments £2,000.

11 CAPITAL COMMITMENTS

Contracted for but not provided

2006 £	2005 £
nil	196,262

12 DEBTORS

Prepayments

Gift aid tax

£	£
6,429	14,644
5,819	241
12,248	14,885

13 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

Taxation and Social Security Costs

Other Creditors

Accruals

£	£
6,906	6,167
-	494
61,052	7,053
67,958	13,714

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

14 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed Assets £	Net Current Assets £	Total 2006 £	Total 2005 £
Macclesfield District Infirmary	-	1,950	1,950	-
Royal Bolton	-	1,788	1,788	-
Stepping Hill	-	1,038	1,038	-
Countess of Chester Children's Ward	-	1,395	1,395	541
Wythenshawe General	-	1,000	1,000	-
Southport General	-	2,000	2,000	-
St Mary's Hospital	-	2,750	2,750	-
Wigan General	-	1,900	1,900	-
Offerton Continence service	-	1,745	1,745	-
Burnley Children's Ward	-	2,167	2,167	489
North Manchester General	-	-	-	8,775
MRI Paediatric A&E	-	-	-	558
Blackpool Victoria	-	-	-	4,513
Total restricted funds	-	17,733	17,733	14,876
Designated funds	2,000	£ -	2,000	159,738
Unrestricted funds	2,050	585,187	587,237	236,341
	4,050	602,920	606,970	410,955

15 RESTRICTED FUNDS:

	Balance at 01/04/05	Incoming	Outgoing	Gains	Transfers	C/F
Chorley A & E	-	4,808	4,808	-	-	-
Macclesfield Dist. Infirmary	-	14,021	12,071	-	-	1,950
Blackpool Victoria	4,513	12,001	16,514	-	-	-
Trafford General	-	790	790	-	-	-
Royal Bolton	-	13,968	12,180	-	-	1,788
GM Ambulance Service	-	6,295	6,295	-	-	-
Stepping Hill	-	6,151	5,113	-	-	1,038
Countess of Chester	541	9,352	8,498	-	-	1,395
Bolton Primary Care	-	3,787	3,787	-	-	0
Wythenshawe General	-	1,000	-	-	-	1,000
North Manchester	8,775	542	9,317	-	-	-
Ormskirk General	-	1,700	1,700	-	-	-
Southport General	-	2,000	-	-	-	2,000
St Mary's Hospital	-	3,750	1,000	-	-	2,750
Wigan General	-	1,900	-	-	-	1,900
Offerton Continence serv.	-	1,745	-	-	-	1,745
Burnley Children's Ward	489	2,167	489	-	-	2,167
MRI Paediatric A&E	558	-	558	-	-	-
Donated goods & savings	-	22,911	22,911	-	-	-
TOTAL RESTRICTED	14,876	108,888	106,031	-	-	17,733
UNRESTRICTED FUNDS						
Designated funds	159,738				(157,738)	2,000
General funds	236,341	596,334	549,438	146,262	157,738	587,237
	410,955	705,222	655,469	146,262	-	606,970

Designated funds related to donated investments which have "lock in" conditions and can not be realised until after the year end.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

16 DONATIONS RECEIVED

These are donations received from the public for the purpose of purchasing paediatric medical equipment, funding enhancements to facilities that improve the delivery of children's healthcare and the operating costs of the charity.

17 DONATED GOODS AND SERVICES

2006 £	2005 £
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Fundraising and Publicity:

Donation of printing and stationery	-	5,772
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Support for Events	-	1,290
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Donated Prize/Goods	15,416	20,491
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Management and Administration:

Donated Office Costs incl. Telephone, Computer exp, etc.	-	4,562
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Donated Marketing	-	5,220
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15,416	37,335
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18 GAINS/LOSSES ON INVESTMENTS

2006 £	2005 £
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Realised gain on disposal of investments	155,000	-
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Diminution in Value of Investments	(8,738)	-
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146,262	-
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