

THE FRIENDS OF GUY'S HOSPITAL

Charity Registration No: 264150

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

THE FRIENDS OF GUY'S HOSPITAL

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**WILKINS KENNEDY
CHARTERED ACCOUNTANTS
BRIDGE HOUSE
LONDON BRIDGE
LONDON SE1 9QR**

THE FRIENDS OF GUY'S HOSPITAL

LEGAL AND ADMINISTRATIVE INFORMATION

EXECUTIVE COMMITTEE

President:

Lord Harris of Peckham

Vice Presidents:

Mrs. K. Glendinning MBE

Lady Harris

The Hon. Mrs. J. McBeath

Mr. W. White

Mr. R. Franks

Chairman:

Dr. M. O'Brien

Vice Chairman:

Dr. M. Watson (resigned January 2007)

Mr. O. Shaheen (appointed January 2007)

Treasurer:

Mr. K.M. Jeremiah

Associate Members:

Mrs. D. Hay (resigned May 2007)

Mr. P. Hiscock

Mr. A.J. Roles

Mr. C. Saunders

Dr. T. Mant (resigned May 2007)

Mr. O.H. Shaheen MS FRCS

Dr. D. Tong

Mrs. A. Franklin

Professor S. Challacombe

Professor B. Hicks

Dr. M. Skelly (appointed October 2006)

Principal office

Level 2, Thomas Guy House, Guy's Hospital, St. Thomas' Street, London, SE1 9RT.

Auditors

Wilkins Kennedy, Bridge House, London Bridge, London SE1 9QR.

Bankers

National Westminster Bank Plc, London Bridge Branch, 10 Southwark Street, London, SE1 1TT.

THE FRIENDS OF GUY'S HOSPITAL

EXECUTIVE COMMITTEE'S REPORT

The Executive Committee is pleased to present its report together with the financial statements of the Charity for the year ended 30th September 2007.

Legal and administrative information set out on page 1 forms part of this report. The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the Charity's Articles of Constitution, and the Charities Act 1993.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The Friends of Guy's Hospital is a registered Charity number 264150. The Charity was formed by an amalgamation of The Guild of Ex-Patient and Friends of Guy's Hospital, and Guy's Hospital Ladies Association, and traces its origin back to 1895. The Charity's governing document is its Articles of Constitution.

Organisational Structure

The Executive Committee which served during the year is set out in the Charity's Legal and Administrative Information. Associate members of the Committee are appointed by the Executive Committee. The Committee meets four times a year to administer the charity and at each annual general meeting one third of committee members retire from office and may be reappointed. A secretary, Mrs Pat Hutton, is appointed by the Committee to manage the day-to-day operations of the Charity.

No Committee members had any contract or arrangement of a material nature with the Charity during the year under review.

Induction and Training of Executive Committee Members

A process of induction for new members is being devised, which will include meetings with staff and the provision of key information, including the following:

- Mission Statement and Policy
- Key Contacts
- Role Description
- Duties and Responsibilities

Relationships with Affiliated Organisations

The Charity has a wholly owned subsidiary, The Friends of Guy's Trading Company Limited, which operates the shop in the grounds of Guy's Hospital selling flowers, gifts, second hand clothes and sundry items in order to raise funds for the Charity.

Risk Management

The Executive Committee actively review the major risks to which the Charity is exposed on a regular basis and confirm that systems have been established to mitigate those risks. A high proportion of income arises from fundraising and the Executive Committee regularly monitor the progress of fundraising through the year.

Objectives and activities

The Charity provides amenities for patients and staff. Medical research is also supported and substantial grants are made for works of improvement which benefit patients, staff and visiting relatives. The Charity is able, from time to time, to purchase medical and surgical equipment which Guy's Hospital is not able to buy from its own budget.

Main objectives for the year

The main objectives for the year were to continue to make grants for medical equipment and amenities to benefit patients, staff and visiting relatives and research. A list of grants made is shown in note 4 of the financial statements.

Strategies for achieving objectives

The strategy of maintaining a high profile for the Friends within the hospital and therefore to maximise incoming resources was achieved by various fundraising activities during the year, including the Christmas Fair and raffle, hiring out the Galleria and encouraging the renewal of subscriptions.

THE FRIENDS OF GUY'S HOSPITAL

EXECUTIVE COMMITTEE'S REPORT (continued)

Review of activities

The main fundraising activities of the Charity during the year were the hire of the galleria to outside traders, running stalls at the Christmas Fair and other events at the hospital. Income from these activities fell by over £2,500 compared to 2006, much of which was due to the lower income from the hire of the galleria. However, the Christmas Fair and in particular the Christmas raffle continued to be very successful and income resulting from this activity increased compared to the previous year.

The financial statements for the year ended 30th September 2007 show net incoming resources of £46,193 (2006: net outgoing resources of £13,345). The Executive Committee closely monitors the financial position of the Charity throughout the year.

Subscriptions and donations amounted to £33,784 (2006: £26,154). £18,000 (2006: £18,000) was donated from the Charity's subsidiary, from the sale of goods in the Friends' shop.

Legacies receivable for the year were £31,806 (2006: £19,415) and investment and deposit account interest £34,762 (2006: £28,275).

Reserves policy

The Friends of Guys Hospital has a reserve policy of holding £400,000 because of the uncertain timing of its income and expenditure. A large part of the income comes from legacies and donations which by their nature are irregular and uncertain. Conversely it is obliged to manage the uncertain nature of grant applications which can include very expensive items of medical equipment where additional specific contributions can sometimes be obtained from wealthy benefactors provided the Friends themselves are in a position to match the donors funds. Holding a substantial reserve ensures the Friends are always in a position to maximize the benefit it is able to provide to the Hospital and the Medical and Dental Faculty of the embedded University. The Executive Committee is conscious of the fact that the Charity's unrestricted funds at the year end are at the much higher level of £773,813 and they are currently considering how these funds should be utilized in the future. In the meantime, the funds are being held on cash deposit pending investment.

Investment powers

Under the Articles of Constitution, the Charity has the power to make any investment which the Executive Committee sees fit.

Plans for future periods

The key objectives for the following financial year are to ensure the smooth running of the activities of the Charity's subsidiary in the new shop. Negotiations continue to take place with the owners of the site with regard to the lease terms.

Responsibilities of members of the Executive Committee

The Articles of Constitution requires the members of the Executive Committee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the Charity for that period. In preparing those financial statements the members of the Executive Committee are required to:

- Select suitable accounting policies and then apply them consistently;
 - Make judgements and estimates that are reasonable and prudent;
 - State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- and

- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

THE FRIENDS OF GUY'S HOSPITAL

EXECUTIVE COMMITTEE'S REPORT (continued)

Responsibilities of members of the Executive Committee - continued

The members of the Executive Committee are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 1993. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement as to disclosure of information to auditors

So far as the Executive Committee is aware, there is no relevant audit information of which the Charity's auditors are unaware, and each member has taken all the steps that he or she ought to have taken as a member in order to make himself or herself aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Auditors

A resolution for the re-appointment of Wilkins Kennedy as auditors to the Charity will be submitted to the Annual General Meeting.

Approved by the Executive Committee and signed on their behalf by:

Dr. M. O'Brien MD FRCP
Chairman
The Friends of Guy's Hospital,
St. Thomas Street,
London, SE1 9RT.

30th April 2008

THE FRIENDS OF GUY'S HOSPITAL

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FRIENDS OF GUY'S HOSPITAL

We have audited the financial statements of The Friends of Guy's Hospital for the year ended 30th September 2007 which comprise the Statement of Financial Activities, the Balance Sheet and the Related Notes. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Statement of Recommended Practice: Accounting and Reporting by Charities.

This report is made solely to the Charity's trustees as a body in accordance with regulations issued under Section 44 of the Charities Act 1993. Our audit work has been undertaken so that we might state to the Charity's trustees 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 Charity and the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and Auditors

As described in the statement of responsibilities of members of the Executive Committee the Charity's trustees are responsible for the preparation of the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 Charities Act 1993. We also report to you if, in our opinion, the Executive Committee's Report is not consistent with the financial statements, if the Charity 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 the members of the Executive Committee's remuneration and transactions with the Charity, is not disclosed.

We report to you whether in our opinion the information given in the Executive Committee's Report is consistent with the Financial Statements.

Basis of opinion

We conducted our audit under Section 43 of the Charities Act 1993 and 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 Charity'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 Charity's affairs as at 30th September 2007 and of its incoming resources and application of resources in the year then ended;
- the financial statements have been properly prepared in accordance with the requirements of regulation 3 of the Charities (Accounts and Reports) Regulations 2005; and
- the information given in the Executive Committee's Report is consistent with the financial statements.

Wilkins Kennedy

THE FRIENDS OF GUY'S HOSPITAL
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30TH SEPTEMBER 2007

	Note	Restricted funds 2007	Unrestricted funds 2007	Total funds 2007	Total funds 2006
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income		14,116	51,474	65,590	45,569
Activities for generating funds		-	29,093	29,093	31,749
Investment income and interest		-	52,762	52,762	46,275
Total Incoming Resources	(2)	14,116	133,329	147,445	123,593
RESOURCES EXPENDED					
Cost of generating funds		-	42,966	42,966	45,990
Charitable activities		14,116	31,590	45,706	77,832
Governance costs		-	10,774	10,774	10,105
Total resources expended	(3)	14,116	85,330	99,446	133,927
Net incoming/(outgoing) resources before other recognised losses		-	47,999	47,999	(10,334)
Other recognised losses					
- unrealised loss on investment		-	(1,806)	(1,806)	(3,011)
Net incoming/(outgoing) resources before transfers		-	46,193	46,193	(13,345)
Transfers		(3,380)	3,380	-	-
NET MOVEMENT IN FUNDS	(6)	(3,380)	49,573	46,193	(13,345)
Fund balances brought forward 1 October 2006			3,380	724,240	727,620
FUND BALANCES CARRIED FORWARD 30TH SEPTEMBER 2007		£-	£773,813	£773,813	£727,620

The Statement of Financial Activities includes all gains and losses recognised in the year.

None of the charity's activities were acquired or discontinued during the above two financial years.

The notes on pages 8 to 16 form part of these financial statements.

THE FRIENDS OF GUY'S HOSPITAL

BALANCE SHEET

AS AT 30TH SEPTEMBER 2007

	Note	2007	2006
Fixed assets			
Tangible assets	(7)	-	3,380
Investment in subsidiary	(8)	2	2
		<u>2</u>	<u>3,382</u>
Current assets			
Investments	(10)	112,503	114,308
Debtors	(11)	13,456	12,514
Cash on deposit		676,412	638,096
Cash at bank and in hand		10,277	11,022
		<u>812,648</u>	<u>775,940</u>
Creditors: amounts falling due within one year	(12)	(38,837)	(51,702)
		<u>773,811</u>	<u>724,238</u>
Net current assets			
		<u>773,811</u>	<u>724,238</u>
Net assets		£773,813	£727,620
Funds			
Unrestricted funds	(13)	773,813	724,240
Restricted funds	(13)	-	3,380
		<u>£773,813</u>	<u>£727,620</u>

The financial statements were approved by the Executive Committee on 30th April 2008 and signed on their behalf by:

.....

Dr. M. O'Brien - Chairman

.....

K.M. Jeremiah - Treasurer

The notes on pages 8 to 16 form part of these financial statements.

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

1. Accounting policies

The principal accounting policies, which have been consistently applied, are:-

(a) Basis of accounting

These financial statements have been prepared under the historical cost convention except that investments are carried at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) issued in March 2005.

(b) Basis of consolidation

The Charity has taken advantage of the exemption provided by the Statement of Recommended Practice "Accounting and Reporting by Charities" not to prepare group financial statements as the gross income, after consolidation adjustments of the group in the accounting period is no more than the threshold for a statutory charity audit. The financial statements present information about the Charity as an individual undertaking and not about its group.

(c) Incoming resources

Income from donations and grants, including capital grants, is included in full in incoming resources when these are receivable, except as follows:-

- when donors specify that donations and grants given to the charity must be used in future accounting periods, the income is deferred until those periods.
- when donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the pre-conditions for use have been met.

When donors specify that donations and grants, including capital grants, are for particular restricted purposes, which do not amount to pre-conditions regarding entitlements, this income is included in incoming resources of restricted funds when receivable.

Legacies are also recognised on a receivable basis. In accordance with this policy, legacies are recognised when advice is received from a representative of an estate that a payment will be made and the amount involved can be quantified. Legacies of uncertain timing or amount that have been advised at the year end are not recognised, but disclosed in a note to the accounts.

(d) Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

- Costs of generating funds are those costs incurred in attracting voluntary income.
- Charitable expenditure comprises grants made to facilitate the purchase of medical and surgical equipment by Guy's Hospital, and for works of improvement which benefit patients, staff and visiting relatives.
- Governance costs include those incurred in the governance of the charity and are primarily associated with constitutional and statutory requirements.

Certain expenditure is directly attributable to specific activities and has been included in those cost categories. Certain other costs, which are attributable to more than one activity, are apportioned across cost categories on the basis of an estimate of the proportion of time spent by staff on those activities.

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

(e) Tangible fixed assets

Fixed assets are stated at original historical cost less aggregate depreciation.

Depreciation is provided at rates calculated to write off the cost of each asset on a straight line basis over its estimated useful life as follows:-

Office equipment - 20% per annum
 Plant and machinery - 20% per annum

(f) Investments

Investments are shown at market value. Unrealised gains and losses are recorded in the statement of financial activities as they arise.

(g) Fund accounting

Funds held by the Charity are either:

Unrestricted funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Executive Committee.

Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the Charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

(h) Cash flow statement

The Charity has taken advantage of the exemption in Financial Reporting Standard 1 from producing a cash flow statement on the grounds that it is a small charity.

2. Incoming Resources	2007	2006
	£	£
2.1 Voluntary Income		
Subscriptions and donations	33,784	26,154
Legacies	31,806	19,415
	£65,590	£45,569
2.2 Activities for generating funds		
- Hire of galleria	15,025	18,170
- Other income	3,458	3,446
- Christmas and other stalls income	10,610	10,133
	£29,093	£31,749
Other income is made up of:		
- Income from automaton	3,359	2,885
- Advertising income	-	300
- Printer cartridge income	99	261
	£3,458	£3,446

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

2. Incoming Resources - continued				2007	2006
2.3 Investment income					
Income from listed investments				7,100	7,100
Interest on deposit account				27,662	21,175
Income from subsidiary				18,000	18,000
				<u>52,762</u>	<u>46,275</u>
				£52,762	£46,275
Total Incoming Resources				£147,445	£123,593
3. Resources Expended	Direct Costs	Staff Costs	Support Costs	Total 2007	Total 2006
	£	£	£	£	£
3.1 Cost of generating funds:					
Staff costs	-	35,896	-	35,896	38,388
Depreciation of tangible fixed assets	-	-	3,380	3,380	3,542
Other support costs	-	-	3,690	3,690	4,060
	<u>-</u>	<u>35,896</u>	<u>7,070</u>	<u>42,966</u>	<u>45,990</u>
3.2 Charitable activities:					
Grants and donations payable	45,706	-	-	45,706	77,832
	<u>45,706</u>	<u>-</u>	<u>-</u>	<u>45,706</u>	<u>77,832</u>
3.3 Governance costs:					
Staff costs	-	3,988	-	3,988	4,265
Audit and accountancy	-	-	6,786	6,786	5,840
	<u>-</u>	<u>3,988</u>	<u>6,786</u>	<u>10,774</u>	<u>10,105</u>
Total Resources Expended	£45,706	£39,884	£13,856	£99,446	£133,927

All costs are allocated between the expenditure categories noted above on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, for example, time spent by staff on those activities.

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

4. Grants and donations payable	Restricted funds 2007	Unrestricted funds 2007	Total funds 2007	Total funds 2006
Research grants	-	20,900	20,900	43,776
Medical equipment	-	587	587	25,149
Amenities grants	-	8,964	8,964	7,426
Christmas grant	-	1,139	1,139	1,481
Donation: Keats statue	14,116	-	14,116	-
	<hr/>	<hr/>	<hr/>	<hr/>
	£14,116	£31,590	£45,706	£77,832
	<hr/>	<hr/>	<hr/>	<hr/>

Individual research, medical equipment and amenities grants committed/(unutilised/recovered) for the year ended 30th September 2007 are as follows:-

	2007	
Amenities grants		
Chapel Flowers	4,500	
Orthopaedic Dept - 20 Patient Friendly Chairs	2,835	
Nuclear Medicine - TV entertainment system, books and DVDs	1,539	
Cardiac Outpatients – Signs	134	
Guy's Day Nursery - reunion party for nursery children		250
St John's Dermatology Outpatients – staff room furniture	208	
Orthopaedic Department - Leaflet Rack	(256)	
Orthopaedic Department - Safety Mat	(6)	
Restorative Dentistry - refurbishment of x-ray rooms	(240)	
	<hr/>	
	£8,964	
	<hr/>	
Medical grants		
Clinical Genetics – sit on weighing scales	587	
	<hr/>	
	£587	
	<hr/>	
Research grants		
MRC Centre for Development Neurobiology – Thermomixer Compact & consumables	3,800	
Dept. of Oral Medicine, Pathology & Immunology – ELISA test kits and assays	4,000	
Dept. of Asthma Allergy & Lung Biology – Reagents	3,600	
Dept. of Urology – Immunohistochemistry consumables	3,800	
Dept. of Medical Oncology – low temperature freezer	1,000	
Beta Cell Function & Development Group – consumables	3,500	
Wolfson Centre for Age-related diseases – consumables	3,700	
Paediatric Care Caleb Ward	(2,500)	
	<hr/>	
	£20,900	
	<hr/>	

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

4. Grants and donations payable - (continued)

Reconciliation of grants payable	2007	2006
Commitments at beginning of year	39,908	46,242
Commitments made in the year	34,953	88,037
Grants recovered or not requested by grantee within one year of date granted	(3,363)	(10,205)
	<hr/>	<hr/>
Grants payable for the year	31,590	77,832
Grants paid during the year	(44,319)	(84,166)
	<hr/>	<hr/>
Commitments at end of year	£27,179	£39,908
	<hr/>	<hr/>

5. Staff costs

Total staff emoluments for the year were as follows:

Wages and salaries	32,954	36,176
Social Security costs	6,930	6,477
	<hr/>	<hr/>
	£39,884	£42,653
	<hr/>	<hr/>

The average number of staff, excluding members of the Executive Committee, employed during the year was

2	2
<hr/>	<hr/>

None of the employees received remuneration exceeding £60,000 in the year (2006: none).

Members of the Executive Committee received no remuneration (2006: £nil) and were reimbursed £nil (2006: £nil) of their expenses in the year.

6. Net movement in funds

Net movement in funds is arrived at after charging:-	£	£
Depreciation	3,380	3,542
Amounts paid to auditors - for audit	5,786	4,840
- for other services	1,000	1,000
	<hr/>	<hr/>

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

7. Tangible fixed assets	Plant and machinery	Office equipment	Total
Cost			
At beginning and end of year	16,900	6,355	23,255
	_____	_____	_____
Depreciation			
At beginning of year	13,520	6,355	19,875
Charge for the year	3,380	-	3,380
	_____	_____	_____
At end of year	16,900	6,355	23,255
	_____	_____	_____
Net book value			
At end of year	£-	£-	£-
	_____	_____	_____
At beginning of year	£3,380	£-	£3,380
	_____	_____	_____

8. Fixed asset investments	Subsidiary undertaking
At beginning and end of year	£2

Subsidiary undertaking

Subsidiary undertakings and the proportions of share capital held by The Friends of Guy's Hospital are as follows:-

	2007	2006
The Friends of Guy's Trading Company Limited	100%	100%

The above subsidiary undertaking is incorporated in Great Britain and registered in England and Wales.

The company runs a shop in the grounds of Guy's Hospital selling flowers, gifts and confectionery and second hand clothes.

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

9. Profit and loss account of subsidiary undertaking	2007	2006	
Turnover	55,386	54,351	
Cost of sales	(10,447)	(13,989)	
	-----	-----	
Gross profit		44,939	40,362
Administrative expenses	(26,051)	(21,822)	
Donation to The Friends of Guy's Hospital	(18,000)	(18,000)	
	-----	-----	
Profit on ordinary activities before interest and taxation	888	540	
Interest receivable and similar income	382	300	
	-----	-----	
Profit on ordinary activities before taxation	1,270	840	
Tax on profit on ordinary activities	47	(80)	
	-----	-----	
Profit for the year retained in subsidiary	£1,317	£760	
	-----	-----	
At 30th September 2007, the aggregate of the share capital and reserves of The Friends of Guy's Trading Company Limited amounted to £6,005 (2006: £4,688).			
10. Current asset investments	2007	2006	
Market value at beginning of year	114,308	117,319	
Loss in the year	(1,805)	(3,011)	
	-----	-----	
Market value at end of year	£112,503	£114,308	
	-----	-----	
Investments at market value comprise:			
Quoted UK Government securities	£112,503	£114,308	
	-----	-----	
Historical cost	£87,756	£87,756	
	-----	-----	
11. Debtors	2007	2006	
Amounts due from group undertakings	9,729	6,849	
Prepayments and accrued income	3,727	5,665	
	-----	-----	
	£13,456	£12,514	
	-----	-----	

THE FRIENDS OF GUY'S HOSPITAL

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2007

12. Creditors: amounts falling due within one year	2007	2006
Grants payable	27,179	39,908
Accruals	11,658	11,794
	<hr/>	<hr/>
	£38,837	£51,702
	<hr/>	<hr/>

13. Funds	Balance 1 October 2006	Income	Expenditure	Other recognised losses	Transfers	Balance 30 September 2007
Unrestricted						
General	724,240	133,329	(85,330)	(1,806)	3,380	773,813
Restricted						
Automaton	3,380	-	-	-	(3,380)	-
Keats Statue	-	14,116	(14,116)	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	£727,620	£147,445	£(99,446)	£(1,806)	£-	£773,813
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

Automaton represents a grant made to the Charity by Guy's and St. Thomas' Charitable Foundation for the purchase of an automated coin slot donations box for Guy's Hospital. The restricted fund reduces annually by the amount of depreciation associated with the asset originally acquired.

Keats statue represents donations made for a statue in the grounds of Guy's Hospital in memory of Dr. Robert Knight.

14. Analysis of net assets between funds	Restricted funds	Unrestricted funds	Total
Investment in subsidiary	-	2	2
Cash on deposit	-	676,412	676,412
Cash at bank and in hand	-	10,277	10,277
Other net current assets	-	87,122	87,122
	<hr/>	<hr/>	<hr/>
	£-	£773,813	£773,813
	<hr/>	<hr/>	<hr/>

15. Related party transactions

During the year the Charity received a donation of £18,000 from its wholly owned subsidiary, The Friends of Guy's Trading Company Limited. At the year end an amount of £9,729 was receivable from The Friends of Guy's Trading Company Limited. The amount is interest free and without a fixed repayment date.