

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2007
FOR
THE FRIENDS OF GUY'S TRADING COMPANY LTD**

THE FRIENDS OF GUY'S TRADING COMPANY LTD

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FOR THE YEAR ENDED 30 SEPTEMBER 2007**

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THE FRIENDS OF GUY'S TRADING COMPANY LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

DIRECTORS: Mr O H Shaheen
Mr C B L Saunders
Mr K M Jeremiah
Dr M D O'Brien

SECRETARY: Mr K M Jeremiah

REGISTERED OFFICE: Bridge House
4 Borough High Street
London
SE1 9QR

REGISTERED NUMBER: 2981239

AUDITORS: Wilkins Kennedy
Registered Auditors
Bridge House
London Bridge
London
SE1 9QR

THE FRIENDS OF GUY'S TRADING COMPANY LTD

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 SEPTEMBER 2007

The directors present their report with the financial statements of the company for the year ended 30 September 2007.

PRINCIPAL ACTIVITY

The principal activity of the company is the sale of flowers, gifts, confectionery, second hand clothes and sundries.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

The results for the year have been made possible by our dedicated team of staff and volunteers who work hard to maintain and increase turnover and to limit and reduce costs.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2006 to the date of this report.

Mr O H Shaheen
Mr C B L Saunders
Mr K M Jeremiah
Dr M D O'Brien

DONATIONS

The Directors are pleased to report that in the year to 30 September 2007, the Company was able to gift aid its parent charity, The Friends of Guy's Hospital, with £18,000.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Wilkins Kennedy, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

THE FRIENDS OF GUY'S TRADING COMPANY LTD

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

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

ON BEHALF OF THE BOARD:

Mr K M Jeremiah - Secretary

30 April 2008

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF
THE FRIENDS OF GUY'S TRADING COMPANY LTD**

We have audited the financial statements of The Friends of Guy's Trading Company Ltd for the year ended 30 September 2007 on pages six to eleven. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 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 auditors' 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 opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page two.

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 Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

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

Basis of audit opinion

We conducted our audit in accordance with 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF
THE FRIENDS OF GUY'S TRADING COMPANY LTD**

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 company's affairs as at 30 September 2007 and of its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.

Wilkins Kennedy
Registered Auditors
Bridge House
London Bridge
London
SE1 9QR

30 April 2008

THE FRIENDS OF GUY'S TRADING COMPANY LTD

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

	Notes	2007 £	2006 £
TURNOVER		55,386	54,351
Cost of sales		<u>10,447</u>	<u>13,989</u>
GROSS PROFIT		44,939	40,362
Administrative expenses		<u>44,051</u>	<u>39,822</u>
OPERATING PROFIT	2	888	540
Interest receivable and similar income		<u>382</u>	<u>300</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,270	840
Tax on profit on ordinary activities	3	<u>(47)</u>	<u>80</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		1,317	760
PROFIT FOR THE YEAR		1,317	760
Retained profit brought forward		<u>4,686</u>	<u>3,926</u>
RETAINED PROFIT CARRIED FORWARD		<u>6,003</u>	<u>4,686</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year.

THE FRIENDS OF GUY'S TRADING COMPANY LTD

**BALANCE SHEET
30 SEPTEMBER 2007**

	Notes	2007 £	£	2006 £	£
FIXED ASSETS					
Tangible assets	4		5,439		-
CURRENT ASSETS					
Stocks		2,500		2,700	
Debtors	5	851		738	
Cash at bank and in hand		11,203		15,662	
		<u>14,554</u>		<u>19,100</u>	
CREDITORS					
Amounts falling due within one year	6	13,988		14,412	
NET CURRENT ASSETS			<u>566</u>		<u>4,688</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u><u>6,005</u></u>		<u><u>4,688</u></u>
CAPITAL AND RESERVES					
Called up share capital	7		2		2
Profit and loss account			6,003		4,686
SHAREHOLDERS' FUNDS	10		<u><u>6,005</u></u>		<u><u>4,688</u></u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board of Directors on 30 April 2008 and were signed on its behalf by:

Mr O H Shaheen - Director

THE FRIENDS OF GUY'S TRADING COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Cash flow statement

The company 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 company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Fixtures, fittings & office equipment - 20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2007 £	2006 £
Depreciation - owned assets	1,360	-
Auditors' remuneration	850	850
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

3. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit on ordinary activities for the year was as follows:

	2007 £	2006 £
Current tax:		
UK corporation tax	(47)	80
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	(47)	80
	<u> </u>	<u> </u>

UK corporation tax has been charged at 20% (2006 - 19%).

THE FRIENDS OF GUY'S TRADING COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2007

3. TAXATION - continued

Factors affecting the tax (credit)/charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2007 £	2006 £
Profit on ordinary activities before tax	<u>1,270</u>	<u>840</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2006 - 19%)	254	160
Effects of:		
Nil rate band	-	(80)
Capital allowances in excess of depreciation	(416)	-
Over-provision in prior year	(47)	-
Loss relief	<u>162</u>	-
Current tax (credit)/charge	<u>(47)</u>	<u>80</u>

4. TANGIBLE FIXED ASSETS

	Fixtures, fittings & office equipment £
COST	
At 1 October 2006	1,159
Additions	<u>6,799</u>
At 30 September 2007	<u>7,958</u>
DEPRECIATION	
At 1 October 2006	1,159
Charge for year	<u>1,360</u>
At 30 September 2007	<u>2,519</u>
NET BOOK VALUE	
At 30 September 2007	<u>5,439</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Other debtors	<u>851</u>	<u>738</u>

THE FRIENDS OF GUY'S TRADING COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2007

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007	2006
	£	£
Trade creditors	832	555
Amounts owed to group undertakings	9,729	6,849
Taxation and social security	2,227	6,060
Other creditors	1,200	948
	<u>13,988</u>	<u>14,412</u>

7. CALLED UP SHARE CAPITAL

Authorised:			2007	2006
Number:	Class:	Nominal value:	£	£
100	Ordinary shares	1	<u>100</u>	<u>100</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2007	2006
			£	£
2	Ordinary shares	1	<u>2</u>	<u>2</u>

8. ULTIMATE PARENT COMPANY

The company considers its immediate and ultimate parent undertaking to be The Friends of Guy's Hospital, a UK registered charity.

9. RELATED PARTY DISCLOSURES

The company's related parties and the extent of the transactions with them are as follows:

Party	Relationship		
The Friends of Guy's Hospital	Controlling party		
Transactions		2007	2006
		£	£
Amount due to controlling party		9,729	6,849
Expenses recharged from controlling party during year		42	24
Donation to controlling party during the year		<u>18,000</u>	<u>18,000</u>

THE FRIENDS OF GUY'S TRADING COMPANY LTD
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2007

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	2007	2006
	£	£
Profit for the financial year	<u>1,317</u>	<u>760</u>
Net addition to shareholders' funds	1,317	760
Opening shareholders' funds	<u>4,688</u>	<u>3,928</u>
Closing shareholders' funds	<u><u>6,005</u></u>	<u><u>4,688</u></u>

THE FRIENDS OF GUY'S TRADING COMPANY LTD

TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2007

	2007		2006	
	£	£	£	£
Sales		55,386		54,351
Cost of sales				
Opening stock	2,700		3,600	
Purchases	10,247		13,089	
	<u>12,947</u>		<u>16,689</u>	
Closing stock	(2,500)		(2,700)	
		<u>10,447</u>		13,989
GROSS PROFIT		44,939		40,362
Other income				
Interest receivable		382		300
		<u>45,321</u>		40,662
Expenditure				
Rates	351		342	
Salaries	19,866		17,404	
Volunteer expenses	42		296	
Telephone	288		168	
Printing, postage & stationery	4		34	
Travelling	-		19	
Insurance	918		846	
Bank charges	1,059		1,009	
Cleaning	135		115	
Sundry expenses	428		389	
Auditors' remuneration	850		850	
Auditors' remuneration for non audit work	750		350	
Donation to The Friends of Guy's Hospital	18,000		18,000	
Depreciation of tangible fixed assets				
Fixtures and fittings	1,360		-	
		<u>44,051</u>		39,822
NET PROFIT		1,270		840