

**NATIONAL ASSOCIATION FOR
COLITIS AND CROHN'S DISEASE**

English Registered Charity No. 1117148
Scottish Registered Charity No. SC038632
Company Number 5973370

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31st DECEMBER 2011

National Association for Colitis and Crohn's Disease

Trustees' Responsibilities

The trustees (who are also directors of Colitis and Crohn's Disease for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

Company law required trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Auditors' Report to the Trustees and Members of the National Association for Colitis and Crohn's Disease

We have audited the financial statements of Colitis & Crohn's Disease for the year ended 31st December 2011 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Charity Balance Sheets and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006; and to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, and in respect of the consolidated financial statements, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters which 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 any party other than the charitable company, the charitable company's members, as a body, and the charity's trustees, as a body for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement [set out on page 22] the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, the Companies Act 2006 and Section 151 of the Charities Act 2011 and report to you in accordance with regulations made under those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition we read all the financial and non-financial information in the Trustees annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2011 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011.

Independent Auditors' Report to the Trustees and Members of the National Association for Colitis and Crohn's Disease

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011 require us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report.

Sandra De Lord Senior Statutory Auditor
for and on behalf of Kingston Smith LLP, Statutory Auditor

Devonshire House
60 Goswell Road
London EC1M 7AD

Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006.

National Association for Colitis and Crohn's Disease
Consolidated Statement of Financial Activities
For the year ended 31st December 2011

	Note	Unrestricted funds (inc. designated funds note 22)	Restricted funds	Total funds 2011	Total funds 2010
		£	£	£	£
Incoming resources					
Incoming resources from generated funds					
Voluntary income:					
Donations and similar income	2	390,948	203,684	594,632	683,396
Legacies	2a	372,166	157,229	529,395	241,790
Activities for generating funds	3	821,701	139,787	961,488	901,969
Investment income and interest	4	32,640	8,090	40,730	60,452
Incoming resources from					
charitable activities	5	495,421	148,844	644,265	464,202
Other miscellaneous income		-	-	-	8,000
Total incoming resources		2,112,876	657,634	2,770,510	2,359,809
Resources Expended					
Cost of generating funds		354,642	2,601	357,243	505,189
Charitable activities					
Grantmaking		10,553	681,782	692,335	734,987
Information line, booklets and newsletters		422,015	-	422,015	434,281
Raising awareness		275,379	-	275,379	174,104
Policy & Campaigns		142,794	4	142,798	111,065
Groups & volunteering		400,003	-	400,003	341,815
Crohn's and Colitis Support		26,063	-	26,063	39,301
Membership costs		182,881	-	182,881	140,788
Governance		99,925	-	99,925	92,976
Total resources expended	6	1,914,255	684,387	2,598,642	2,574,506
Net incoming resources before transfers		198,621	(26,753)	171,868	(214,697)
Transfers between funds	15	(41,114)	41,114	-	-
Net movement in funds for the year		157,507	14,361	171,868	(214,697)
Fund balances brought forward at					
1st January 2011		1,515,461	643,602	2,159,063	2,373,760
Fund balances carried forward at 31st December 2011		1,672,968	657,963	2,330,931	2,159,063
		Note 22	Note 23		

All gains and losses arising in the year are included in the Statement of Financial Activities and arise from continuing operations.

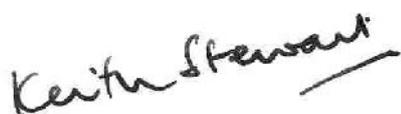
The net incoming resources of the Charitable Company for the period was £163,376

National Association for Colitis and Crohn's Disease

Balance Sheets at 31st December 2011

	Note	Group*		Charity	
		2011 £	2010 £	2011 £	2010 £
Fixed assets					
Tangible assets	16	148,432	72,780	148,432	72,780
Investment	17	-	-	1	1
		<u>148,432</u>	<u>72,780</u>	<u>148,433</u>	<u>72,781</u>
Current assets					
Stock of goods for resale		31,922	24,470	-	-
Debtors	18	264,550	190,964	312,706	211,320
Cash at bank and in hand	19	3,069,481	2,977,774	3,036,233	2,955,621
		<u>3,365,953</u>	<u>3,193,208</u>	<u>3,348,939</u>	<u>3,166,941</u>
Creditors: amounts falling due within one year	20	<u>(949,731)</u>	<u>(663,349)</u>	<u>(943,644)</u>	<u>(639,517)</u>
Net current assets		<u>2,416,222</u>	<u>2,529,859</u>	<u>2,405,295</u>	<u>2,527,424</u>
Total assets less current liabilities		<u>2,564,654</u>	<u>2,602,639</u>	<u>2,553,728</u>	<u>2,600,205</u>
Creditors: amounts falling due After one year	20	<u>(233,723)</u>	<u>(443,576)</u>	<u>(233,723)</u>	<u>(443,576)</u>
Total net assets		<u>2,330,931</u>	<u>2,159,063</u>	<u>2,320,005</u>	<u>2,156,629</u>
Funds					
Unrestricted funds					
Designated funds held nationally	22	730,347	642,681	730,347	642,681
General Reserve Fund held nationally		820,000	756,895	820,000	756,895
Unrestricted funds held by Groups		111,695	113,451	111,695	113,451
Non charitable trading funds		10,926	2,434	-	-
Total unrestricted funds		<u>1,672,968</u>	<u>1,515,461</u>	<u>1,662,042</u>	<u>1,513,027</u>
Restricted funds					
Held nationally	23	513,651	541,404	513,651	541,404
Held by Local Groups		144,312	102,198	144,312	102,198
Total restricted funds		<u>657,963</u>	<u>643,602</u>	<u>657,963</u>	<u>643,602</u>
Total funds		<u>2,330,931</u>	<u>2,159,063</u>	<u>2,320,005</u>	<u>2,156,629</u>

The accounts, which comprise the consolidated statement of financial activities, the balance sheets and the related notes, were approved by the Board of Trustees on and signed on its behalf on 29th March 2012 by:



Keith Stewart

Chairman

*Group represents the consolidation of the charity with its trading company.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2011

1 Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice for Charities "Accounting and Reporting by Charities" (2005), the Charities Act 2011 and applicable accounting standards. Comparative figures have been reorganised to reflect the changes.

Group financial statements

These financial statements consolidate the results of the charity and its wholly owned trading subsidiary NACC Merchandise Limited, on a line by line basis. A separate statement of financial activities (SOFA) is not presented because the charity has taken advantage of the provisions of paragraph 397 of the SORP.

Local Groups

The charity had 70 local groups that were active to some degree during the year. All active groups are required to make returns of income and expenditure for the year which are consolidated in the financial statements. By the nature of the charity, however, the deadline for returns to be received cannot always be met which means that some results are omitted, and some groups are inactive. Returns had not been received from 2 groups at the time of the audit.

Income

- i) All income is included in the accounts without netting off expenditure
- ii) Members' subscriptions are taken to income in full in the year of receipt.
- iii) Investment income is taken to income when received and then allocated annually to the various funds in proportion to their average balance throughout the year.
- iv) Donations received are treated as unrestricted funds unless they are specifically designated by the donor for either research or the welfare of sufferers, in which cases they are kept in the separate funds. All donations received "in memory" are treated as research unless the donor specifies otherwise.
- v) Legacies are included in the financial statements as soon as their receipt can be anticipated with a high degree of certainty. This frequently coincides with the funds being received.

Expenditure

- i) Expenditure is charged on an accruals basis.
- ii) The full cost of booklets, leaflets etc. is charged in the year the expenditure is incurred.
- iii) Research grants are charged to expenditure at the time they are allocated.

Grants are allocated to cover the cost of equipment and/or the salaries of research staff.

The majority of grants, which can be for more than one year, are paid quarterly in arrears. For administrative reasons it can take some time for the grantee to appoint suitable staff and consequently some grants may remain partly unpaid at the year end.

Full provision is made for amounts allocated but not yet paid and this provision is shown as a creditor falling due within one year and after one year.

- iv) The majority of costs are directly attributable to specific activities. Costs incurred in respect of the charitable activities include elements of staff costs and attributable support costs.
- v) Support costs are those costs which are common to all areas of the organisation including premises and office operating costs. These are allocated across all areas of activity on the basis of staff time spent on each activity.
- vi) Governance costs include both the direct costs of the charity meeting its statutory obligations and a portion of officer and overhead time spent on the strategic direction of the organisation and compliance with constitutional and statutory requirements.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2011 (continued)

1 Accounting policies (continued)

Stocks

Stocks of goods for resale are valued at the lower of cost and net realisable value.

Capitalisation and depreciation of tangible fixed assets

All assets costing more than £500 are capitalised at the cost to the charity.

With the exception of leasehold improvements, depreciation is provided in respect of fixed assets at a rate of 25% per year which rate it is believed fairly reflects the average estimated life of the charity's assets. Leasehold improvements are depreciated over the life of the lease.

Fixed asset investments

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

Pension Contributions

The charity makes contributions for employees to a group personal pension scheme. This is a defined contribution scheme to which the Association makes employer's contributions of 8% of gross pay. Where employees prefer to maintain their personal pension schemes similar employer contributions are made. Outstanding contributions to the scheme at 31st December 2011 amounted to £5,314 these are included in creditors.

Funds Accounting

Funds held by the charity are:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Designated funds - these are funds set aside by the trustees out of unrestricted general funds for specific future purposes in accordance with the development plans of the organisation and to enable the completion of existing projects.

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 purposes.

These funds are further divided between those held Nationally and those held by Local Groups. Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

Operating leases

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged to the SOFA as they arise.

2 Donations, and similar incoming resources

	2011	2010
	£	£
Donations from members	94,008	200,397
Donations to Local Groups	97,714	70,853
Other donations	402,910	412,146
	594,632	683,396
	594,632	683,396

2a Legacies

	2011	2010
	£	£
Research	147,229	54,340
Welfare	10,000	-
Designated	372,166	187,450
	529,395	241,790
	529,395	241,790

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31st December 2011 (continued)

3	Income from activities for generating funds	2011	2010		
		£	£		
	National fundraising	769,170	711,640		
	Local Groups' fundraising	104,368	81,760		
	Turnover of Trading Subsidiary (note10)	81,186	81,079		
	Other income	6,764	27,490		
		<u>961,488</u>	<u>901,969</u>		
4	Investment income and interest	2011	2010		
		£	£		
	Other Interest - Charity	40,721	60,431		
	- Trading Subsidiary (note 10)	9	21		
		<u>40,730</u>	<u>60,452</u>		
5	Income from activities in furtherance of the objects	2011	2010		
		£	£		
	Subscriptions	410,438	318,727		
	Other Grants	233,827	145,475		
		<u>644,265</u>	<u>464,202</u>		
6	Resources Expended				Total
		Direct staff	Other direct	Support	Total
		costs	costs	Costs	2011
		£	£		£
	Cost of generating funds (note 9)	91,508	235,425	30,310	357,243
	Charitable activities				
	Grantmaking (note 11)	33,695	647,588	11,052	692,335
	Information line, booklets and newsletters	176,614	187,710	57,691	422,015
	Raising awareness	126,197	107,400	41,782	275,379
	Policy & Campaigns	69,302	50,554	22,942	142,798
	Groups & volunteering	224,626	108,029	67,348	400,003
	Crohn's and Colitis Support	14,995	6,100	4,968	26,063
	Membership costs	93,994	57,767	31,120	182,881
	Governance (note 12)	35,853	52,210	11,862	99,925
		<u>866,784</u>	<u>1,452,783</u>	<u>279,075</u>	<u>2,598,642</u>
					<u>2,574,506</u>

(note 7)

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31st December 2011 (continued)

7	Staff costs	2011	2010
		£	£
	Wages and salaries	753,388	714,770
	Social security costs	72,914	68,881
	Pension costs	40,482	37,038
		<u>866,784</u>	<u>820,690</u>

The average number of staff and the allocation of their time was:

		No.	No.
	Charitable activities		
	Direct	20.40	17.75
	Support	1.05	0.90
	Governance	0.15	0.15
	Cost of generating funds	6.40	6.20
		<u>28.00</u>	<u>25.00</u>

One member of staff was paid more than £60,000 in the year (2010: one)
Pension contributions in respect of this staff member totalled £8,908

8	Support Costs	2011	2010
		£	£
	Staff costs	-	41,226
	Other staff related costs	21,404	13,695
	Premises	118,951	89,932
	Office operating costs	128,672	116,732
	Other costs	10,048	5,578
		<u>279,075</u>	<u>267,163</u>

Included in support costs are the following:

Depreciation*	39,226	18,865
Property rental	50,919	44,491
	<u>90,145</u>	<u>63,356</u>

Support costs are allocated across the activity areas of the charity on the basis of direct staff time related to that activity.

9	Direct cost of generating funds	2011	2010
		£	£
	Costs of Trading Subsidiary (note 10)	63,595	87,622
	National fundraising direct costs	155,434	174,260
	Local Groups' fundraising	16,396	17,232
		<u>235,425</u>	<u>279,114</u>

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31st December 2011 (continued)

10 Trading Subsidiary

The charity has a wholly owned trading subsidiary NACC Merchandise Limited, a company incorporated in England & Wales. The company sells Christmas cards and other products. The company gift aids its taxable profits to the charity. A summary of the trading results of the company is shown below. Audited accounts have been filed with the Registrar of Companies.

	2011	2010
	£	£
Profit and loss account		
Turnover	81,186	81,079
Cost of sales	<u>(39,088)</u>	<u>(65,351)</u>
Gross profit	42,098	15,728
Distribution costs	(16,489)	(17,608)
Administrative expenses	(8,018)	(6,614)
Interest receivable	<u>9</u>	<u>22</u>
Net Profit/(loss) on ordinary activities	17,600	(8,472)
Amount gift aided to Colitis & Crohn's UK	<u>(9,108)</u>	<u>-</u>
	8,492	(8,472)
Retained profit brought forward	<u>2,434</u>	<u>10,906</u>
Retained profit carried forward	<u><u>10,926</u></u>	<u><u>2,434</u></u>

11 Grant making direct costs

Grant making direct costs comprise:

	2011	2010
	£	£
Grants made		
Personal grants	65,896	70,613
Medical research	187,939	245,986
Living with IBD research	209,949	256,129
IBD Health Services	14,492	73,752
Grant liabilities written back	(8,653)	(59,892)
Other - Groups and volunteering	<u>60,553</u>	<u>25,203</u>
	530,176	611,791
Direct costs of grant making process	<u>117,412</u>	<u>83,362</u>
	<u><u>647,588</u></u>	<u><u>695,153</u></u>

Personal grants

Grants are made to individual people who have a particular need arising as a result of their inflammatory bowel disease. The maximum level of basic grant in 2011 was £500 (2010: £500). 237 grants were made in the year totalling £65,896 (2010: £70,613).

Research grants

Grants are awarded by Crohn's and Colitis UK Research Committees to fund research projects that have been approved by peer review. Grants may be for equipment, consumables or salaries. The institutions to which grants were paid in 2011 are listed below. Crohn's and Colitis UK does not contribute to the overhead costs of such institutions.

	2011
	£
Medical research	
University of Edinburgh	50,000
Addenbrookes Hospital	30,000
MRC Laboratory of Molecular Biology	73,110
Barts & The London School of Medicine	5,840
University College Hospital	<u>28,989</u>
	<u><u>187,939</u></u>

Other grants

Local Groups raised funds for local hospital projects to which grants totalling £10,553 were made.

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31st December 2011 (continued)

11	Continued	2011	
	Social & Psychological Research	£	
	Raigmore Hospital NHS Highland	75,257	
	Bucks New University	26,718	
	Salford Royal Hospital FT	107,974	
		<u>209,949</u>	
	IBD Health Services		
	University of Durham	7,200	
	Central Manchester Foundation	7,292	
		<u>14,492</u>	
12	Governance direct costs	2011	2010
		£	£
	Auditors' remuneration - current year	13,050	17,959
	Other fees paid to auditors	6,209	5,805
	Legal and professional expenses	6,620	9,900
	Meetings and trustee expenses	6,953	13,330
	Other expenses	19,378	3,755
		<u>52,210</u>	<u>50,749</u>

13 Transactions with trustees

No trustee received any remuneration for their services as a trustee.

A total of £6,953 (2010 - £13,330) was reimbursed to 12 (2010 - 12) trustees in respect of travelling expenses and other costs incurred in carrying out their responsibilities as trustees.

14 Operating Leases

At 31st December 2011 the group had annual commitments under non-cancellable leases as follows:-

		2011	
		Equipment	Land and Buildings
		£	£
		6,132	58,067

15 Transfers

Transfers are made for a variety of reasons, between types of funds and between national and Local Groups, the note below illustrates these:

	Unrestricted Funds	Designated Funds	Restricted Funds	Total
	£	£	£	£
National				
Transfers between national funds	(10,240)	-	10,240	-
Transfers from Local Groups' funds	88,027	-	-	88,027
Transfers (from)/to designated funds	210,150	(277,069)	66,919	-
Total national funds	<u>287,937</u>	<u>(277,069)</u>	<u>77,159</u>	<u>88,027</u>
Local Groups				
Transfers from national funds	-	-	-	-
Transfers between Local Groups' funds	36,045	-	(36,045)	-
Transfers to national funds	(88,027)	-	-	(88,027)
Total Local Groups' funds	<u>(51,982)</u>	<u>-</u>	<u>(36,045)</u>	<u>(88,027)</u>
Total funds	<u>235,955</u>	<u>(277,069)</u>	<u>41,114</u>	<u>-</u>
	(note 22)	(note 22)	(note 23)	

National Association for Colitis and Crohn's Disease
Notes to the Accounts
For the year ended 31st December 2011 (continued)

16 Fixed assets

All assets held for use by the charity.

Charity	Leasehold premises	Equipment and furniture	Local Groups	Total
Cost	£	£	£	£
Brought forward 1st January 2011	192,312	83,576	1,883	277,771
Additions	88,394	26,934	-	115,328
Disposals & fully depreciated assets written off	-	-	(1,883)	(1,883)
Carried forward at 31st December 2011	<u>280,706</u>	<u>110,510</u>	<u>-</u>	<u>391,216</u>
Depreciation				
Brought forward 1st January 2011	125,571	77,987	1,433	204,991
Charge for the year	30,031	9,195	-	39,226
Fully depreciated assets written off	-	-	(1,433)	(1,433)
Carried forward 31st December 2011	<u>155,602</u>	<u>87,182</u>	<u>-</u>	<u>242,784</u>
Net book value				
At 31st December 2011	<u>125,104</u>	<u>23,328</u>	<u>-</u>	<u>148,432</u>
At 31st December 2010	<u>66,742</u>	<u>5,589</u>	<u>450</u>	<u>72,780</u>
Group*				
Cost	Leasehold premises	Equipment and furniture	Local Groups	Total
Cost	£	£	£	£
Brought forward 1st January 2011	192,312	83,576	1,883	277,771
Additions	88,394	26,934	-	115,328
Disposals & fully depreciated assets written off	-	-	(1,883)	(1,883)
Carried forward at 31st December 2011	<u>280,706</u>	<u>110,510</u>	<u>-</u>	<u>391,216</u>
Depreciation				
Brought forward 1st January 2011	125,571	77,987	1,433	204,991
Charge for the year	30,031	9,195	-	39,226
Fully depreciated assets written off	-	-	(1,433)	(1,433)
Carried forward 31st December 2011	<u>155,602</u>	<u>87,182</u>	<u>-</u>	<u>242,784</u>
Net book value				
At 31st December 2011	<u>125,104</u>	<u>23,328</u>	<u>-</u>	<u>148,432</u>
At 31st December 2010	<u>66,741</u>	<u>5,589</u>	<u>450</u>	<u>72,780</u>

*Group represents the consolidation of the charity with its trading company.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2011

(continued)

17 Investments	Group		Charity	
	2011 £	2010 £	2011 £	2010 £
Investment in subsidiary	-	-	1	1
Cost at 31st December 2006	-	-	1	1

18 Debtors	Group		Charity	
	2011 £	2010 £	2011 £	2010 £
All amounts fall due within one year				
Balance with trading subsidiary	-	-	57,465	24,845
Prepayments	75,689	79,814	75,689	79,814
Tax recoverable	72,682	43,559	72,682	43,559
Other debtors	81,946	4,489	67,290	-
Accrued income	34,233	63,102	39,580	63,102
	<u>264,550</u>	<u>190,964</u>	<u>312,706</u>	<u>211,320</u>

19 Analysis of cash at bank and in hand	Group		Charity	
	2011 £	2010 £	2011 £	2010 £
Current accounts and cash balances	131,338	92,924	131,238	70,771
Interest-bearing account balances	2,691,119	2,668,700	2,657,971	2,668,700
Local Groups	247,024	216,150	247,024	216,150
	<u>3,069,481</u>	<u>2,977,774</u>	<u>3,036,233</u>	<u>2,955,621</u>

20 Creditors: amounts falling due within one year	Group		Charity	
	2011 £	2010 £	2011 £	2010 £
Unpaid balances of research grants	673,941	488,658	673,941	488,658
Trade creditors	101,776	128,018	97,902	109,948
Social security and other taxes	22,783	20,180	22,783	20,180
Other creditors	13,725	8,609	13,725	4,872
Accruals and deferred income	137,506	17,884	135,293	15,859
	<u>949,731</u>	<u>663,349</u>	<u>943,644</u>	<u>639,517</u>

Creditors: amounts falling due after one year	Group		Charity	
	2011 £	2010 £	2011 £	2010 £
Unpaid balances of research funds	<u>233,723</u>	<u>443,576</u>	<u>233,723</u>	<u>443,576</u>

21 Capital commitments

At 31st December 2011 the charity had capital commitments of £nil

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2011 (continued)

22 Unrestricted funds		Brought forward	Incoming resources	Resources expended	Transfers	Carried forward
		£	£	£	£	£
Designated funds						
Contractual liabilities	(a)	60,000	-	-	-	60,000
Legacy Reserve Fund	(c)	355,563	222,166		(310,105)	267,624
Heyman Fund	(b)	111,638	1,675	(9,106)	-	104,207
Fixed assets	(d)	72,780	-	-	(24,264)	48,516
Office Refurbishment 2011	(e)	42,700	-	-	(42,700)	-
Legacy project for young people with IBD	(f)	-	150,000	-	-	150,000
Research Grants	(g)	-	-	-	100,000	100,000
Designated total		<u>642,681</u>	<u>373,841</u>	<u>(9,106)</u>	<u>(277,069)</u>	<u>730,347</u>
Other unrestricted funds						
General Reserve Fund held nationally		756,895	1,529,651	(1,763,591)	297,045	820,000
Non charitable trading funds		2,434	81,195	(63,595)	(9,108)	10,926
Local Groups		<u>113,451</u>	<u>128,189</u>	<u>(77,963)</u>	<u>(51,982)</u>	<u>111,695</u>
Total		<u>1,515,461</u>	<u>2,112,876</u>	<u>(1,914,255)</u>	<u>(41,114)</u>	<u>1,672,968</u>

- (a) The contractual liabilities fund was established to ensure funds are available to meet any potential lease liabilities
- (b) The Heyman Fund has been established from a legacy to act as an expendable endowment for the development of specialist nursing for IBD. An allocation will be made to the fund each year of a portion of interest earned.
- (c) The Legacy Reserve Fund was established to underwrite the amount of legacy income budgeted for in the following year. The surplus each year is allocated to specific purposes by the Trustees.
- (d) The fixed asset fund represents sums set aside for the purchase of fixed assets and is written off in line with the depreciation charge for the assets acquired.
- (e) The Office refurbishment to provide additional office space on the ground floor was completed in 2011.
- (f) An unrestricted legacy was designated by the Trustees to fund extra support for young people who have IBD.
- (g) The Trustees have designated funds from the Legacy Reserve Fund to increase the amount available for research in 2012.

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2011 (continued)

National Association for Colitis and Crohn's Disease

Notes to the Accounts

For the year ended 31st December 2011 (continued)

23 Restricted funds	Brought forward	Incoming resources	Resources expended*	Transfers	Carried forward
	£	£	£	£	£
National					
Research	461,991	236,627	(432,474)	-	266,144
Ipswich Hospital legacy	-	50,000	(50,000)	-	-
Welfare (personal grants)	7,548	36,352	(65,896)	101,996	80,000
Development of health services in Scotland	-	21,500	-	-	21,500
Big Lottery Fatigue Project	5,394	123,933	(117,412)	(11,915)	-
Sidney Hulin Legacy	20,000	-	-	-	20,000
Catherine McEwan Fund for Scotland	19,981	24,911	(16,000)	(14,822)	14,070
Horners Trust Fund (Public Affairs)	18,100	-	-	(18,100)	-
RPJ Crohn's Foundation Fund	3,390	79,061	-	-	82,451
Website Development 2012	5,000	-	-	20,000	25,000
Smilie's network	-	4,486	-	-	4,486
Total restricted funds held nationally	541,404	576,870	(681,782)	77,159	513,651
Local Groups					
Research	22,470	23,668	-	-	46,138
Welfare	1,222	-	-	-	1,222
Local projects	78,506	57,096	(2,605)	(36,045)	96,952
Total restricted funds held by Local Groups	102,198	80,764	(2,605)	(36,045)	144,312
	643,602	657,634	(684,387)	41,114	657,963

Each fund is used for the purpose its name defines except that the Sidney Hulin Fund is to be used for a specific project in the name of the donor.

24 Analysis of charity net assets between funds

	Unrestricted		Restricted		Total
	Local Groups	National	Local Groups	National	
	£	£	£	£	£
Fund balances at 31st December 2011 are represented by:					
Tangible fixed assets	-	148,432	-	-	148,432
Investments	-	1	-	-	1
Current assets	111,695	1,671,617	144,312	1,421,315	3,348,939
Current liabilities	-	(269,703)	-	(673,941)	(943,644)
Long term liabilities	-	-	-	(233,723)	(233,723)
	111,695	1,550,347	144,312	513,651	2,320,005

25 Related Party

A company, NACC Nominees Limited, has been formed to hold the lease of the offices occupied by the charity. This position was made necessary because of the unincorporated status of the charity. The directors of NACC Nominees Limited are the trustees of the charity. The obligations arising under the lease are being met by the charity and the designated fund previously established to meet contractual liabilities remains.