



THE BRITISH JOURNAL OF SURGERY SOCIETY LIMITED
(A Company Limited By Guarantee)

Charity No. 271326
Company No. 1248899

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 2008

TUESDAY



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COMPANIES HOUSE

The British Journal of Surgery Society Limited

Relevant Addresses

Editorial Address

British Journal of Surgery
John Wiley and Sons Ltd
The Atrium
Southern Gate
Chichester PO19 8SQ

Registered Office

c/o Druces & Attlee
Salisbury House
London Wall
London EC2M 5PS

Solicitors

Druces & Attlee
Salisbury House
London Wall
London EC2M 5PS

Auditors

Kingston Smith LLP
Devonshire House
60 Goswell Road
London EC1M 7AD

Investment Advisers

Bank of Scotland Investment Services
101 George Street
Edinburgh
EH16 6NL

Bankers

Bank of Scotland
1 Liberton Drive
Edinburgh EH16 6NL

Bank of Scotland
224 Ingram Street
Glasgow G1 1DR

Connected Charity

Association of Surgeons of Great Britain and Ireland
at the Royal College of Surgeons of England
35/43 Lincoln's Inn Fields
London WC2A 3PN

The British Journal of Surgery Society Limited

Report of the Council

The Trustees present their report and financial statements for the year ended 31st December 2008.

Company Number 1248899

Charity Number 271326

Governing Documents

The British Journal of Surgery Society Ltd is constituted as a limited company without share capital and owns the right to publish the British Journal of Surgery. The Memorandum and Articles of Association (originally drafted in the 1950s) are updated to reflect any changes in the Companies Act. The last amendments to these were made in 2004 to incorporate changes to the structure of the Society and its relationship with its privileged bodies. Approval of these changes was confirmed at the Society's annual meeting in 2004.

Board of Trustees

The trustees (who are also the directors, under company law) who served through the year 2008 and up to the date of signing this report are detailed below (with the date of resignation for those not currently serving).

Professor N J McC Mortensen (Chairman)
Mr. T Bates (Vice Chairman; resigned 14 May 2008)
Professor J-C Givel (elected as Vice Chairman 14 May 2008)
Professor U Haglund (elected as Vice Chairman
Professor M Rothmund (Vice Chairman; resigned 14 May 2008)
Mr. I G Finlay (Treasurer)
Professor O J Garden (Company Secretary - re-elected on 14 May 2008)
Mr D Baker (elected 14 May 2008)
Professor M Büchler
Professor P-A Clavien
Professor P A Grace
Mr J MacFie (resigned 14 May 2008)
Professor R Madoff
Professor P Naredi (elected 14 May 2008)
Mr. S Nicholson
Professor J Overbeke
Professor L. Pahlman
Professor S Post (elected 14 May 2008)
Professor C van de Velde
Mr. M G Wyatt

In addition Council meetings were attended by the Editors (who are not Trustees)

Mr J A Murie (Editor in Chief)
Professor D Alderson
Mr J Beynon
Dr M Boermeester (appointed 14 May 2008)
Dr K DeJong (appointed 14 May 2008)
Mr. J J Earnshaw
Professor H Obertop (resigned 14 May 2008)
Professor J Svanvik (resigned 14 May 2008)
Mr D Winter

Recruitment and Appointment of Board of Trustees

Trustees are appointed by Council of the British Journal of Surgery Society Ltd for a period of five years. Some constituent bodies enjoy "Privileged Body status" and nominate one of their members to join Council. These include the Association of Surgeons of Great Britain and Ireland, the Society of Academic Research Surgeons (previously the Surgical Research Society), the Senate of the Royal Colleges of Surgery, the Association of Surgeons of the Netherlands, the Swedish Surgical Society and the Swiss Surgical Society. Officers are elected from within the trustees (Council) for a period of five, with a possible extension of three, years. On appointment to the Council, Trustees are provided with information regarding their responsibilities. They are informed of any changes in their responsibilities by communication from the Company Secretary and at the Society's regular meetings.

The information set out on page 1 forms part of this report.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Management

The usual practice of the Society is to invite qualified persons to become members of the Society and all members of the Society are deemed to be members of the Editorial Board of the Society (and Journal). The Society meets twice a year in London and in the Continent of Europe. An Annual General Meeting is held each year to coincide with the meeting of the Association of Surgeons of Great Britain and Ireland. The Council is aided in its business by the advice of an executive committee consisting of the Chairman, the Treasurer, the Secretary, the Vice-Chairmen and the Editor-in-Chief of the Journal.

Council of the British Journal of Surgery Society Ltd. appoints the editors and invites individuals who have contributed to the Journal by providing referees' reports to join the Editorial Board. On a day-to-day basis the Executive Committee will address any outstanding issues and take them forward to Council for discussion and ratification.

Council determines the investment strategy on a yearly basis and this decision is translated into action by the Treasurer in conjunction with the investment adviser. The Executive Group would be responsible for addressing any issues that arise in the day-to-day running of the Journal and, in particular, will ensure that the Journal's editors are supported appropriately by the publishers of the Journal.

No trustee receives payment for their activities other than the reimbursement of their travel and other related expenses.

Related Parties

There are no related parties or partner organisations with which the Society cooperates in the pursuit of its charitable objectives other than its Privileged Bodies.

Risk

The Risk Committee is chaired by the Vice-Chairman, and includes the Treasurer and Company Secretary. The committee meets annually or more frequently if required. The Risk Committee has reviewed the material risk faced by the Society. The Society employs no individual in the conventional sense although officers' secretaries receive an honorarium for their services. The Society owns no property and the risks of misuse or misappropriation of funds has been considered to be small. The Risk Committee has kept the possible introduction of indemnity insurance under review. It has been agreed that the low risk to the Society, in relation to its meeting its objectives, does not alone warrant the establishment of indemnity insurance since this could be construed as being of possible benefit to the Trustees. The Society has maintained sufficient levels of reserves to mitigate against any perceived risks and continues to review any potential risks in relation to its activities. The Society has had a policy of maintaining financial reserves at approximately 4 times annual income to mitigate against current changes in publishing from paper to electronic forms and other risks associated with the current financial downturn although the risk to medical products is considered to be less than that of the general economy. The general unrestricted reserves at 31st december 2008 were £1,277,026 compared to £1,082,271 at the corresponding time in 2007. Given the fact that there was an increase in annual income of approximately one third to almost £400K this extent of the financial reserves will be reviewed. Given the current financial situation however this level of reserve is considered to a prudent and reasonable.

Objectives and Activities

The objects of the Society are to advance and improve education in surgery and to diffuse knowledge on new and improved methods of teaching and practising surgery in all its branches.

The objectives of the Society continue to be the successful publication monthly of the British Journal of Surgery which is Europe's leading surgical journal. The Journal has incorporated previously the European Journal of Surgery and Swiss Surgery. The name of the Journal employed in the last year has been "British Journal of Surgery incorporating the European Journal of Surgery and Swiss Surgery". The principle objective of the Society is to promote the British Journal of Surgery as Europe's leading surgical journal and to support its affiliated surgical associations in Europe in promoting and advancing the practice of surgery. The Society intends that the Journal continues to extend its subscription base and explore relationships with key European surgical groups as well as establishing its international reputation outside Europe.

Through its affiliated surgical associations, the Society supports the advancement of surgical teaching, surgical research and the surgical community in general by providing research and editorial bursaries, invited lectureships, surgical prizes and general support of surgical meetings across Europe. The Society will consider additional financial support to promote excellence in surgical practice and, thereby, promote the British Journal of Surgery. All such funding requires approval of the full Council at its regular meetings.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Policies

Reserves: The Society has aimed to maintain its reserves at approximately £1,000,000 to facilitate the Society capitalising on opportunities to meet its objectives. The Society has resolved to fund, annually, lectureships and prizes at the meetings of its affiliated societies and other relevant surgical associations to promote the Journal and its profile internationally. It has been resolved that the cost of these activities be met from the income generated by the royalties agreed with the Journal's publishers.

Grant Making: The outcome of grant awards over the last year is detailed in the Review of Activities, overleaf.

Investments: The strategy for prudent investment is determined on a discretionary basis by the Society's investment advisers and is presented in detail annually to Council. The Treasurer, in conjunction with the Executive, ensures that sufficient financial reserve is maintained to ensure that the Society is able to meet all of the financial commitments. The annual income of the society is principally from Royalties earned by the Journal and increased by almost one third last year to £394K. Despite this increase, expenses were in line with the previous year. This has allowed the Society to increase charitable activities. Although the investment portfolio has diminished in value as a consequence of the recent fall of world stock markets dividend income has been maintained. In addition, the Treasurer and Trustees made a decision in 2007 not to commit any further funds to equity investment. As a result the society has over two-thirds of the general reserves in cash at present. This explains why the society has not suffered any loss in overall reserves. In retrospect this would appear to have been a most prudent decision. The Trustees will keep the situation under review and consider when they believe further equity investment to be desirable. Given the volatility of the World Stock markets at present there is no immediate intention to transfer funds out of cash. The trustees consider the current exposure to equities to be modest and reasonable and unlikely to be subject to a loss which will jeopardise the finances of the Society.

Achievements, Performance and Financial Review

This last year has seen the resignation of both vice chairmen, Mr Tom Bates and Professor Matthais Rothmund since they had met the age of retirement. They have been replaced by Professors Haglund and Givel. Professor John Naredi, Professor Stefan Post and Mr Daryl Baker (SARS) have been elected to Council and Mr Michael Wyatt continues on Council but now represents ASGBI rather than SARS. Mr John Macfie completed his four year term of office as representative for ASGBI. Mr J Murie continues as Editor-in-Chief and has been assisted by Professor D Alderson, Mr J Beynon, Dr M Boermeester, Prof K DeJong, Mr J J Earnshaw, Professor H Obertop, Professor J Svanvik and Mr D Winter. Professors Obertop and Svanvik have resigned as editors and have been replaced by Dr Boermeester and Professor DeJong.

The Society continues to maintain the quality and circulation of the Journal and has continued to maintain reserves of 4-5 times annual income. The Society has increased its support of Lecturships at meetings, worldwide, since this was seen to be an important mechanism for the dissemination of new information to trained surgeons; and therefore directly benefits patients. In 2008, the Journal had a further increase in circulation and in its impact factor, and continued to support an increasing number of prestigious lecturships.

The British Journal of Surgery continues to be published in a timely fashion, each month, by the publishers, Wiley-Blackwell. The Society continues to benefit from increasing revenue from royalties to enable the Society to pursue and expand its charitable functions. The continued quality of the British Journal of Surgery is evidenced by its increasing impact factor, which places the Journal as the top general surgical journal in Europe and second in the world only to the Annals of Surgery. The Journal continues to strengthen its position as the leading journal of surgery in Europe, with an increasing subscription base. The Society's Executive have ensured that the publishers continue to work with the Editors in developing the Manuscript Central system so that reviewed manuscripts can be processed rapidly.

The international profile of the British Surgery of Journal continues through its fellowships, awards, prizes and lectureships. These are listed in the Appendix. The Society has continued with its successful policy of awarding editorial apprenticeships to encourage younger surgeons to consider becoming involved in surgical editing and writing. Dr Bas Wijnhoven (Netherlands) and Kjetil Soreide (Norway) commenced as editorial apprentices in July 2008 for one year. Meetings and workshops were also held during the year to assist interested surgeons in writing and reviewing of manuscripts. The Society continues to fund a named lecture at the annual meeting of the European Surgical Association, the principal surgical academic forum in Europe. The Society has also developed a relationship with the European Society for Surgical Research (ESSR) supporting that Society by publishing an online format of selected abstracts as well as funding an annual lectureship and an annual prize for an outstanding paper at its annual meeting. Members of the ESSR were offered the BJS at a reduced cost for the first year of the agreement but the uptake of these was poor and

The Society continues to enjoy a secure financial position as a result of the increasing circulation of the Journal in both paper and electronic form. Reserves continue to be set aside to ensure that funds are available to support the strategic development of the Journal.

Lectureships / Prizes

Please see Appendix 1, at the back of the financial statements.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Future Plans

The British Journal of Surgery continues work with Wiley - Blackwell to improve the quality of the Journal and increase its readership. It is also the aim of the Society to provide education to surgeons worldwide by extending the financial support for lectureships as this will the dissemination of information regarding "state of the art" techniques between surgeons thereby benefiting patients. The Society will continue to look at opportunities to enter into strategic relationships with European surgical groups and to maintain its international profile by looking to support educational activities at international meetings. Specifically, a BJS workshop on 'How to review a clinical paper' was held in Amsterdam on 15th February 2008 and a workshop on 'What a good paper looks like' was held during the 2008 ASGBI Annual Meeting. The Society will pursue key objectives to increase online usage of the journal, support BJS workshops, maintain and develop relationships with key societies worldwide and raise the profile of the BJS globally at key edition was developed in summer 2008 to promote the profile of the journal in the Far East. Further means of developing links in Japan and India will be explored.

Statement of Trustee's Responsibilities

The directors are responsible for preparing the Annual Report and 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 judgments 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 company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985 and 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.

These accounts comply with current statutory requirements, the requirements of the Memorandum and Articles of Association and the requirements of the Statement of Recommended Practice (2005) "Accounting and Reporting by Charities".

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

Public Benefit

We have referred to the guidance in the Charity Commission's general guidance on Public Benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

Audit Information

In accordance with company law, as the company's directors, we certify that:

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware; and
- as the directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

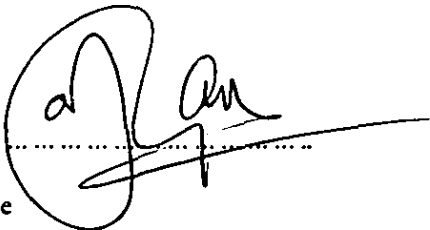
Auditors

Kingston Smith LLP have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act it is proposed that they be re-appointed auditors for the ensuing year.

Small company rules

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

This report was considered and approved by Council at its meeting on 13 May 2009
and signed on behalf of the Council by:


.....
Trustee

Independent Auditors Report

To the Members of

The British Journal of Surgery Society Limited

We have audited the financial statements of The British Journal of Surgery Society Limited for the year ended 31st December 2008 which comprise the Statement of Financial Activities (incorporating the Summary Income and Expenditure Account), the Balance Sheet and the related notes. These financial statements have been prepared in accordance with the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken for no purpose other than to draw to the attention of the charitable company's members those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Trustees and Auditors

The trustees' (who are also the directors of The British Journal of Surgery Society Limited for the purposes of company law) responsibilities for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

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 Trustees' Report is consistent with the financial statements. In addition we report to you if, in our opinion, 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

We read the Trustees' Annual Report 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 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

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

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with the United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31st December 2008 and of its incoming resources and application of resources, including the income and expenditure of the charitable company for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.
- the Trustees' Annual Report is consistent with the financial statements.

V.S. J.K. W.P.

Devonshire House
60 Goswell Road
London EC1M 7AD

Kingston Smith LLP
Chartered Accountants
and Registered Auditors

Date: 8/6/2009

The British Journal of Surgery Society Limited
Statement of Financial Activities
(Incorporating the Summary Income and Expenditure Account)
For the year ended 31st December 2008

		Unrestricted Funds	
	Note	2008	2007
		£	£
Incoming Resources			
<i>Incoming resources from generated funds</i>			
Investment income	2	26,558	26,653
<i>Incoming resources from charitable activities</i>			
Journal income		367,061	264,930
Subscriptions		741	504
<i>Other incoming resources</i>		<u>113</u>	<u>219</u>
Total Incoming Resources		<u>394,473</u>	<u>292,306</u>
Resources Expended			
<i>Costs of generating funds</i>			
Investment management costs		4,480	4,255
<i>Charitable activities</i>	3	175,254	158,883
<i>Governance costs</i>	3	<u>15,252</u>	<u>15,470</u>
Total Resources Expended		<u>194,986</u>	<u>178,608</u>
Net incoming resources for the year		199,487	113,698
Realised (loses) / gains on investments	7	<u>(8,573)</u>	<u>300</u>
Net income for the year		190,914	113,998
Unrealised (losses) / gains on investments	7	<u>(182,410)</u>	<u>28,156</u>
Net Movement in Funds		8,504	142,154
Fund balances brought forward at 1st January		<u>1,419,581</u>	<u>1,277,427</u>
Fund Balances Carried Forward at 31st December	12	<u><u>1,428,085</u></u>	<u><u>1,419,581</u></u>

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

The notes on pages 10 to 14 form part of these accounts.

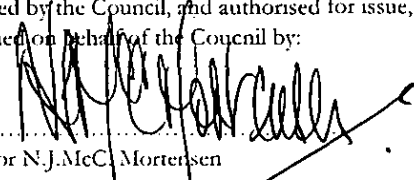
The British Journal of Surgery Society Limited

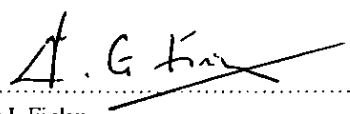
Balance Sheet at 31st December 2008

	Note	2008 £	2008 £	2007 £	2007 £
Fixed Assets					
Tangible assets	6		179		449
Investments	7		<u>629,703</u>		<u>829,859</u>
			629,882		830,308
Current Assets					
Debtors	9	21,775		15,798	
Cash at bank		<u>806,944</u>		<u>610,615</u>	
		828,719		626,413	
Creditors: Amounts falling due within one year	10	<u>(30,516)</u>		<u>(37,140)</u>	
Net Current Assets			<u>798,203</u>		<u>589,273</u>
Total Assets less Current Liabilities			<u><u>1,428,085</u></u>		<u><u>1,419,581</u></u>
Funds					
Unrestricted - Revaluation reserve	12		151,059		337,310
- Other	12		<u>1,277,026</u>		<u>1,082,271</u>
			<u><u>1,428,085</u></u>		<u><u>1,419,581</u></u>

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Approved by the Council, and authorised for issue, on 13th May 2009
and signed on behalf of the Council by:


.....
Professor N.J. McC. Mortensen
Chairman


.....
Mr I. Finlay
Honorary Treasurer

The notes on pages 10 to 14 form part of these accounts.

The British Journal of Surgery Society Limited

Notes to the Accounts

For the year ended 31st December 2008

1 Accounting Policies

Accounting Convention

The accounts are prepared under the historical cost convention, modified to include the revaluation of fixed asset investments, and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities"(2005), the Companies Act 1985 and applicable accounting standards.

Incoming Resources

Income is recognised in the period in which the charitable company is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfill conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Resources Expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Wherever possible costs are directly attributed to these headings. Costs common to more than one area are apportioned on the basis of staff time spent on each area.

The costs of generating funds are those costs of seeking potential funders and applying for funding.

Support costs are those costs incurred in support of the charitable objectives. These have been allocated to the charitable activities on a basis that fairly reflects the true use of those resource within the organisation.

Governance costs are those incurred in the governance of the charity and are primarily associated with the constitutional and statutory requirements.

Tangible Fixed Assets

All assets acquired for continuing use are capitalised.

Tangible fixed assets are written off over the period of their expected useful lives on a straight line basis as follows:

Office fixtures, fittings and equipment	15% per annum
Computer	33 1/3% per annum

Investments

Income from investments is credited in the accounts on the date of receipt and credit is taken in the accounts for income tax recoverable but not received.

In accordance with the Statement of Recommended Practice, listed investments (which are dealt with on a recognised stock exchange) are included in the accounts at their mid market value whilst the valuation of unlisted investments is based on prices quoted by the managers of the investments.

2 Investment Income

		2008	2007
		£	£
Income from investments	- listed	19,342	16,657
	- unlisted	2,066	2,352
Bank deposit interest		5,150	7,644
		<u>26,558</u>	<u>26,653</u>

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2008 (Continued)

3 Resources Expended

	Charitable Activities			Total
	Charitable activities	Grants and donations	Governance costs	2008
	£	£	£	£
Grants and donations	-	47,335	-	47,335
Secretarial services (See note 5)	27,469	-	-	27,469
Office and sundry expenses	11,491	14,364	1,436	27,291
Depreciation	90	90	90	270
Meeting and travel expenses	68,382	-	2,526	70,908
Legal and professional fees	1,500	-	-	1,500
Audit fees - current year	-	-	5,623	5,623
Other fees paid to the auditors	4,533	-	5,577	10,110
	<u>113,465</u>	<u>61,789</u>	<u>15,252</u>	<u>190,506</u>
31st December 2007	<u>92,880</u>	<u>66,003</u> (Note 4)	<u>15,470</u>	<u>174,353</u>

4 Grants and Donations

	2008	2007
	£	£
Research Bursaries		
University of Oxford	-	8,000
Travel fellowships	6,000	6,000
Other donations to the Association of Surgeons	10,000	8,760
BJS lectures	32,945	24,268
BJS prizes	3,800	11,100
Sponsorship	2,852	-
Support costs	14,454	7,875
Accrual reversal - re Moynihan grant	(8,262)	-
	<u>61,789</u>	<u>66,003</u>

Lecture and prize fees are paid to individuals.

Support costs are apportioned costs attributable to the grants and donations activity.

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2008 (Continued)

5 Staff Costs	2008	2007
	£	£
Wages & Salaries	25,837	26,466
Social Security costs	1,632	1,769
	<u>27,469</u>	<u>28,235</u>
The average number of employees during the year	<u>3</u>	<u>3</u>

No employee earned more than £60,000 per annum (2007 - none)

6 Tangible Fixed Assets	Computer £	Office Fixtures, Fittings and Equipment £	Total £
Cost			
At 1st January 2008	38,017	8,554	46,571
Additions	<u>-</u>	<u>-</u>	<u>-</u>
As at 31st December 2008	<u>38,017</u>	<u>8,554</u>	<u>46,571</u>
Depreciation			
At 1st January 2008	37,568	8,554	46,122
Charge for the year	<u>270</u>	<u>-</u>	<u>270</u>
As at 31st December 2008	37,838	8,554	46,392
Net Book Value			
At 31st December 2008	<u>179</u>	<u>-</u>	<u>179</u>
At 31st December 2007	<u>449</u>	<u>-</u>	<u>449</u>

7 Investments	Listed £	Unlisted £	Total 2008 £	Total 2007 £
Market value 1st January	527,812	302,047	829,859	802,044
Additions at cost	31,821	-	31,821	24,787
Disposals at opening market value (proceeds £40,994; loss £8,573)	(49,567)	-	(49,567)	(25,128)
Net unrealised gains on revaluation at 31st December	<u>(112,169)</u>	<u>(70,241)</u>	<u>(182,410)</u>	<u>28,156</u>
Market value at 31st December	<u>397,897</u>	<u>231,806</u>	<u>629,703</u>	<u>829,859</u>
Historical cost at 31st December	<u>371,663</u>	<u>115,000</u>	<u>486,663</u>	<u>500,520</u>

7a The investments which represent more than 5% of the value of the portfolio comprise:

	Market Value £	Cost £
Unlisted:		
Accumulation shares	175,005	80,000
Income shares	<u>56,801</u>	<u>35,000</u>

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2008 (Continued)

7a Continued

	Market Value	Cost
	£	£
Listed:		
BP Amoco Ord US \$0.25	24,163	16,851
Shell T & T - Ord 25p	26,755	16,832
Treasury 5% 2012	27,474	25,745
Treasury 5.75% 2009	19,984	19,589
Treasury 4.75% 2010	20,062	19,668
Reckitt Benckiser Ord 10.5p	<u>25,695</u>	<u>12,082</u>

Due to the current economic climate and general drop in equity investment values, the market value of our investment holding at the time of approval of these accounts is lower than that stated above. However, we do not believe that this loss in value will be permanent and have not, therefore, provided for any diminution in value.

8 Reconciliation of Movements in Gains and Losses on Investment Assets

	£
Unrealised gains at 1st January 2008	337,310
Add in respect of disposals in year	(3,841)
Add net gains on revaluations in year	<u>(182,410)</u>
Unrealised gains at 31st December 2008	<u>151,059</u>

9 Debtors

	2008	2007
	£	£
Journal income	20,896	14,389
Income tax recoverable	<u>879</u>	<u>1,409</u>
	<u>21,775</u>	<u>15,798</u>

10 Creditors: Amounts falling due within one year

	2008	2007
	£	£
Taxes and social security	13,303	13,078
Accruals	<u>17,213</u>	<u>24,062</u>
	<u>30,516</u>	<u>37,140</u>

11 Trustees and Related Parties

No trustees received any remuneration for their services. Expenses amounting to £16,841 (2007 - £29,235) were reimbursed for travel to meetings and conferences and for office expenses to 4 trustees (2007 - 4).

12 Unrestricted Funds

	At 01.01.2008	Incoming Resources	Resources Expended & Net Investment Losses	Transfers	At 31.12.2008
	£	£	£	£	£
Revaluation reserve	337,310	-	(182,410)	(3,841)	151,059
Other funds	<u>1,082,271</u>	<u>394,473</u>	<u>(203,559)</u>	<u>3,841</u>	<u>1,277,026</u>
	<u>1,419,581</u>	<u>394,473</u>	<u>(385,969)</u>	<u>-</u>	<u>1,428,085</u>

The transfer represents the overall gain on disposal of investments including gains and losses previously taken to the revaluation reserve.

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2008 (Continued)

13 Commitments

There were no outstanding commitments at 31st December 2008 (2007 - £nil).

14 Limited Liability

The British Journal of Surgery Society Limited is a company limited by guarantee and as such does not have a share capital. In the event of a winding up the liability of each member is limited to £25.