

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED

30 SEPTEMBER 2012

Company number : 1572720

TUESDAY



L2ARHPKG

LD5

18/06/2013

#7

COMPANIES HOUSE

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

GENERAL INFORMATION

FOR THE YEAR ENDED 30 SEPTEMBER 2012

DIRECTORS

Dr J Scadding MD FRCP – Chairman
Mr I A J Balmer
Dr PJ Brown BPharm PhD FRPharmS
Mr J Cowhig
Mr A Goldberg FRCS
Miss R Hargest MD FRCS – appointed 3 April 2012
Mr M A T Johnstone FCA
Mr P Manley – resigned 4 May 2012
Dr F Moss CBE MD FRCP

BANKERS

Bank of Scotland PLC
33 Old Broad Street
London
BX2 1LB

AUDITORS

Grant Thornton UK LLP
Grant Thornton House
Melton Street
London NW1 2EP

COMPANY NUMBER: 1572720

REGISTERED IN ENGLAND AND WALES

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2012

The directors are pleased to submit their report together with the audited accounts for the year ended 30 September 2012. In preparing this report, the directors have taken advantage of the small companies exemptions provided by part 15 section 415A of the Companies Act 2006. The company number is 1572720.

FINANCIAL RESULTS

The company's results show a loss of £276k (2011 £42k)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' 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 laws). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and 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 accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

The directors confirm that

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

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

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2012 - continued

PRINCIPAL ACTIVITIES

The principal activities of the company during the year were the publication of medically related books and journals

REVIEW OF THE BUSINESS

The trading loss for the year was £276k as compared to a loss of £42k for the previous year with turnover increasing from £2,118k to £2,290k

The directors sought additional working capital funding from the company's parent company which, on 1 November 2011, made a loan of £200,000

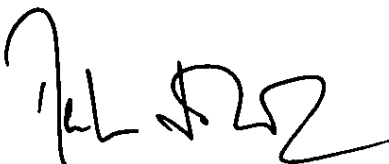
On 16 November 2012, the company sold its journals publishing business to Sage Publications Limited. As a result a substantial exceptional profit will be reported in the next financial year which returns the company to positive net assets and which has enabled it to repay the loan from its parent company.

The directors are reviewing the strategy for the continuing activities of the company, being the publication of sponsored books, and will conclude this review during the coming financial year.

DIRECTORS

None of the directors had an interest in the share capital of the company at any time during the year. The directors who served during the year are listed on page 1.

By order of the Board



M A T Johnstone FCA
SECRETARY

22 January 2013

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

REPORT OF THE AUDITOR FOR THE YEAR ENDED 30 SEPTEMBER 2012

Independent auditor's report to the members of The Royal Society of Medicine Press Limited

We have audited the financial statements of The Royal Society of Medicine Press Limited for the year ended 30 September 2012 which comprise the profit and loss account, balance sheet 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 company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. 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

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 September 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

REPORT OF THE AUDITOR FOR THE YEAR ENDED 30 SEPTEMBER 2012- continued

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 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

CARUG

Carol Rudge
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
London
22 January 2013

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

PROFIT AND LOSS ACCOUNT
for the year ended 30 September 2012

	NOTE	Continued Activities	Discontinued Activities (Note 15)	2012	2011
		£000	£000	£000	£000
Turnover	2	188	2,102	2,290	2,118
Cost of sales		(96)	(1,115)	(1,211)	(935)
Gross Profit		92	987	1,079	1,183
Administration Costs		(115)	(1,240)	(1,355)	(1,225)
Trading (loss)		(23)	(253)	(276)	(42)
(Loss) before Gift aid and Taxation		(23)	(253)	(276)	(42)
Payment Under Gift Aid		-	-	-	-
Net (Loss) after Gift aid	3	(23)	(253)	(276)	(42)

The profit and loss account contains all gains and losses recognised in the current and preceding year

The notes on pages 8 to 11 form part of these accounts

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

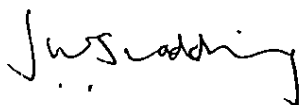
**Balance Sheet
as at 30 September 2012**

	NOTE	2012		2011	
		£000	£000	£000	£000
FIXED ASSETS	7		168		200
CURRENT ASSETS					
Stock	8	20		20	
Debtors	9	797		490	
Cash at bank and in hand		<u>25</u>		<u>29</u>	
		842		539	
CURRENT LIABILITIES					
Creditors amounts falling due within one year	10	<u>(1,040)</u>		<u>(673)</u>	
NET CURRENT LIABILITIES/ ASSETS			<u>(198)</u>		<u>(134)</u>
Creditors amounts falling due after more than one year			(180)		-
TOTAL ASSETS			<u><u>(210)</u></u>		<u><u>66</u></u>
CAPITAL AND RESERVES					
Called Up Share Capital	13		200		200
Profit and Loss Account	12		<u>(410)</u>		<u>(134)</u>
Total Shareholders' Funds			<u><u>(210)</u></u>		<u><u>66</u></u>

These accounts have been prepared in accordance with the provision of the small companies regime within part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The notes on pages 8 to 11 form part of these accounts

Approved by the Board and authorised for issue on 16 January 2013 and signed on 22 January 2013



Dr JW Scadding MD FRCP

DIRECTOR

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS

for the year ended 30 September 2012

1 Accounting Policies

a) Basis of Accounting

The accounts have been prepared under the historical cost convention and in accordance with
i the Financial Reporting Standard for Smaller Entities (effective April 2008),
ii The provisions of the small companies regime within Part 15 of the Companies Act 2006

b) Income from journal subscriptions

Journal subscriptions relate to a calendar year, income for the final quarter to December is deferred and reported under creditors in the balance sheet

c) Tangible Fixed Assets and depreciation

The Tangible fixed assets represent computer systems and software which are written off over four years on a straight-line basis and goodwill and intellectual property on acquisition of journals which is depreciated over ten years on a straight-line basis. Depreciation is charged from the month following acquisition/first publication

d) Stock and Work in Progress

Stock and Work in Progress are valued at the lower of cost and net realisable are valued

e) Pension Costs

The company operates via the Royal Society of Medicine a defined contribution pension scheme. The pension costs shown in Note 5 represent contributions payable to the scheme in relation to employees recharged to RSM Press Ltd

f) Translation of Foreign Currencies

Income and expenditure items in foreign currency are converted to sterling at the date of the transactions. Assets and liabilities are converted at the rate ruling at the year end

g) Cash Flow Statement

Under an exemption from FRS 1 a cash flow statement has not been produced as the company's results are consolidated in the parent's consolidated financial statements

2 Turnover

In the opinion of the directors the company's turnover is all related to publications/journal subscriptions

	2012 £000	2011 £000
3 Net (loss)/profit is stated after charging		
Auditors' remuneration	7	6
Depreciation	43	36

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS continued for the year ended 30 September 2012

4 Directors' Remuneration

None of the directors receive remuneration from the company for services as directors. Certain directors are employees of the Royal Society of Medicine Support Services Ltd and receive remuneration as employees of that company. Their remuneration is included in staff costs below.

5 Staff Costs

All employees are employed by the Royal Society of Medicine Support Services Ltd and their costs are recharged to the company. The following analysis includes the recharged amounts.

	2012 £000	2011 £000
Wages and salaries	522	548
Social security costs	54	56
Pension contributions / Life cover	40	42
Other	31	25
	<u>647</u>	<u>671</u>

The average number of persons employed on the company's business each week during the year ended 30 September 2012 was 15 (2011: 20).

6 Taxation

(a) Analysis of the tax charge and factors affecting the tax charge for the period

There is no tax charge for the year (2011: nil) because the company has a tax loss for the year.

There are no other material factors affecting the tax charge.

(b) Factors that may affect future tax charges

The company will pay over all its taxable profits as Gift Aid to the Royal Society of Medicine. As a result, it does not expect to have any taxation liabilities in the future.

No provision has been made for deferred taxation as there are no material deferred tax liabilities or assets.

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS continued
for the year ended 30 September 2012

7	Tangible Fixed Asset	2012 £000	2011 £000
	Cost at 1 October 2011	259	91
	Additions	11	168
	Disposals	-	-
	At 30 September 2012	<u>270</u>	<u>259</u>
	Depreciation		
	At 1 October 2011	59	23
	Charge for the year	43	36
	Disposals	-	-
	At 30 September 2012	<u>102</u>	<u>59</u>
	Net Book Value as at 30 September 2012	<u>168</u>	<u>200</u>
8	Stock and Work in Progress	2012 £000	2011 £000
	Raw materials	-	-
	Work in progress	20	12
	Goods for resale	-	8
		<u>20</u>	<u>20</u>
9	Debtors	2012 £000	2011 £000
	Trade debtors	321	246
	Prepayments & accrued income	234	69
	Royal Society of Medicine	<u>242</u>	<u>175</u>
		<u>797</u>	<u>490</u>
10	Creditors amounts falling due within one year	2012 £000	2011 £000
	Trade creditors	104	104
	Accruals and deferred income	792	496
	Tax and Social Security	19	-
	Other creditors	102	65
	Royal Society of Medicine	<u>23</u>	<u>8</u>
		<u>1,040</u>	<u>673</u>

THE ROYAL SOCIETY OF MEDICINE PRESS LIMITED

NOTES TO THE ACCOUNTS continued
for the year ended 30 September 2012

12 Reserves	2012	2011
	£000	£000
Profit and Loss Account		
At 1 October	(134)	(92)
(Loss) for the year	(276)	(42)
Payment of Gift Aid	-	-
Net (Loss) after Gift Aid and Taxation	<u>(276)</u>	<u>(42)</u>
At 30th September	<u>(410)</u>	<u>(134)</u>
13 Share Capital	2012	2011
	£000	£000
Authorised ordinary shares of £1 each	<u>200</u>	<u>200</u>
Issued, allotted and fully paid	<u>200</u>	<u>200</u>

14 Ultimate Parent Undertaking

The ultimate parent undertaking is The Royal Society of Medicine, a charity established under a Royal Charter. A copy of the group financial statements can be obtained from the Director of Finance, The Royal Society of Medicine, 1 Wimpole Street, London, W1G 0AE

The company has taken advantage of the exemption available to 100% subsidiary undertakings by Financial Reporting Standard No 8 regarding disclosure of related party transactions within the same group

15 Post balance sheet event

On 1 November 2011, The Royal Society of Medicine provided an interest free loan of £200,000 to support the activities of the company which are consistent with the Royal Society of Medicine's charitable objectives. The loan is repayable in equal annual instalments over 10 years and is secured by a floating charge over the company's assets. The loan has since been repaid back to the RSM following 30 September 2012 year end

On 16th November 2012, the Royal Society of Medicine announced it had sold the journals business within The Royal Society of Medicine Press Ltd to Sage Publications Ltd. The journals are the 'discontinued activities' on the Profit and loss account