

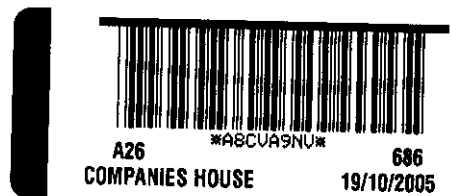
HOSPICE CARE FOR BURNLEY AND PENDLE

FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

COMPANY REGISTRATION NUMBER 2280991

REGISTERED CHARITY NUMBER 700993



HOSPICE CARE FOR BURNLEY AND PENDLE

FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

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HOSPICE CARE FOR BURNLEY AND PENDLE
OFFICERS AND PROFESSIONAL ADVISERS

The Board of Directors

Miss M B Jobling
Mrs M Cadman
Mr J T Jones
Dr E Lockwood
Mr D A Smith
Mrs B Snell
Mr T Taylor
Mr H Tuley
Miss E Ramsbottom
Mrs M Monckton
Mr D Brown
Mrs P M E Harling
Mr A McGeorge
Mrs C. Buchanan

Address

Pendleside
Colne Road
Reedley
Burnley
Lancashire
BB10 2LW

Auditors

P M & M
Chartered Accountants
& Registered Auditors
83 Bank Parade
Burnley
Lancashire

Investment advisers

James Brearley & Sons
Grimshaw Street
Burnley
Lancashire

Bankers

National Westminster Bank
2 Howe Walk
Burnley
Lancashire

Accountants

Cassons
Chartered Accountants
Ashworth House
Manchester Road
Burnley
Lancashire

HOSPICE CARE FOR BURNLEY AND PENDLE**THE DIRECTORS' REPORT****YEAR ENDED 31ST MARCH 2005**

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st March 2005.

Principal activities and business review

The Company is registered as a Charity (No. 700993) with the Charity Commission and operates from its own purpose built Hospice known as Pendleside In Colne Road, Reedley, Burnley. The building comprises a ten-bedded Inpatient unit, a twelve-place Day Therapy unit, a Hospice at Home day and night service and administration offices.

The Charity's purpose continues to be to promote and provide palliative care of the highest standard for the people of Burnley and Pendle with life limiting illnesses and to do so in partnership with the statutory services and other independent organisations. Its aim is to promote the quality of life for each individual accessing the services and also that of their families, friends and carers. Care is provided free of charge to all people of 18 years and over and is based on individual need for as long as is required. Some Inpatient care is also provided for patients from the Rossendale area.

The Charity is constituted as a Company limited by guarantee and its articles of association provide that directors shall retire by rotation every three years but may then offer themselves for re-election. The Chairman is appointed from time to time by the Executive Committee.

The Board has delegated authority to four sub-committees on specific matters and each Director takes an active role (along with relevant Senior Staff) in one or more of these sub-committees, these being Clinical Governance, Human Resources, Finance and Fund Raising. They have formal terms of reference, meet monthly and report to the Board at its quarterly meeting.

The Board as a whole and each Director as a Trustee are collectively responsible for the wellbeing of the Charity within a framework of prudent and effective controls, which enable risk to be assessed and managed. They have also to ensure that the aims and objectives of the Charity are maintained and to understand their obligations to all stakeholders and the local community and statutory services that help to finance the work. We also need to comply with relevant laws and regulations, which become evermore demanding. We do try to respond in a positive way to the many requirements made upon us by the Healthcare Commission and other agencies and so ensure that our care is of the highest possible standard for all our patients and that our staff are well trained and appropriately remunerated and treated.

As always, the past year has been busy and interesting in many ways. After 16 years of leading Pendleside Hospice as Founding Chairman, Muriel Jobling decided to step down, and was made Life President, alongside Lord Shuttleworth. Mr David Brown has been appointed as our new chairman.

Our Day Therapy department has expanded and now operates 4 days per week, providing several types of therapies, massage, acupuncture to patients and carers which are much appreciated. Our 10 bedded In-Patient unit and our Hospice at Home team also continue to provide excellent care for our local community.

The continuing failure of East Lancashire to secure the appointment of two Consultants in Palliative Care (in spite of national advertising) has led to the Hospice again receiving additional 'slippage money' from funds set aside for these posts. Having been inequitably funded from statutory funds in the past, this goes some way to redressing that situation. Largely as a result of this and a high legacy income for 2 consecutive years, our financial position is better than it has ever been. This means that, even with the significant cost increases brought about by very high wage and pension inflation in the Health Care Sector and the high cost of compliance with rules and regulations, we can look forward to the future with reasonable confidence that our fund-raising efforts will keep up with our costs.

HOSPICE CARE FOR BURNLEY AND PENDLE**THE DIRECTORS' REPORT (continued)****YEAR ENDED 31ST MARCH 2005**

The Trustees have recently reviewed the Hospice reserves policy. Note has been taken of the significant fluctuations in income levels from sources such as government grants and legacies which must be viewed alongside the need to run an uninterrupted service and plan ahead. As a consequence the trustees last year took a decision to try and increase the level of reserves to that amount required to cover a full year of forecast expenditure. We are pleased that we have now achieved this and can look forward with more confidence in our financial security.

Results

The trading results for the year, and the company's financial position at the end of the year, are shown in the attached financial statements.

Directors

The directors who served the company during the year were as follows:

Miss M B Jobling
Mrs M Cadman
Mr J T Jones
Dr E Lockwood
Mr D A Smith
Mrs B Snell
Mr T Taylor
Mr H Tuley
Miss E Ramsbottom
Mrs M Monckton
Mr D Brown
Mrs P M E Harling
Mr A McGeorge (resigned 8th August 2005)
Mrs C. Buchanan

Retirement of Directors

The following directors are to retire from the board in accordance with the Articles of Association and, being eligible, offer themselves for re-appointment:

Miss E. Ramsbottom

Mrs C. Buchanan
Mrs B. Snell

Risk review

The directors have introduced a risk management process to assess clinical and business risks and implement systems to mitigate these risks. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the charitable company. These procedures are periodically reviewed to ensure that they still meet the needs of the charity. In addition they have sought to clarify the responsibility of management to implement their policies to identify and evaluate risks for their consideration and ensure the implementation of procedures for reporting failings and detailing the corrective action being undertaken.

HOSPICE CARE FOR BURNLEY AND PENDLE

THE DIRECTORS' REPORT (continued)

YEAR ENDED 31ST MARCH 2005

Fixed assets

In the opinion of the directors there is no significant difference between the market value and the book value of the company's interest in land and buildings.

Liability of members

The liability of each member by way of their guarantee to the company is to contribute a sum not exceeding one pound to the assets of the company if so required on the winding up of the company.

Reserves policy

Accumulated Unrestricted Income Funds, represented by liquid assets and investments, will initially be held in reserve to provide funds for:

1. Proposed capital expenditure over the ensuing twelve months in respect of continuing activities.
2. Operating expenses covering a period of 12 months as forecast in the operating budget. This reserve is intended to ensure continuity of the Hospice services against a background of significant fluctuation in incomes from legacies, fundraising activities and Government grants.
3. Thereafter, as and when any surplus funds accumulate, they will be held in reserve to form the financial basis for further development and extension of services for the benefit of the terminally ill in the area.

Unrestricted reserves held at the year-end amount to £1,704,738.

Compliance statement

The financial statements comply with current statutory requirements and with the requirements of the charity's memorandum and articles of association.

Voluntary help

The financial statements exclude costs for voluntary help which cannot be quantified.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the surplus or deficiency for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on pages 11 to 12 and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

HOSPICE CARE FOR BURNLEY AND PENDLE**THE DIRECTORS' REPORT (continued)****YEAR ENDED 31ST MARCH 2005**

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. The directors 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.

Investment policy and returns

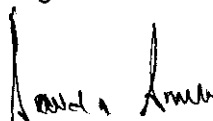
Under the memorandum and articles of association, the charity has the power to make any investment which the directors see fit. The directors have considered the most appropriate policy for investing funds and have found that a varied portfolio of stocks, shares, unit trusts and deposit accounts meet their requirements to generate both income and capital growth. The directors consider the return on investments to be satisfactory.

Auditors

A resolution to re-appoint P M & M as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:

Pendleside
Colne Road
Reedley
Burnley
Lancashire

Signed on behalf of the directors

D A Smith
Director

6/10/2005

Approved by the directors on

HOSPICE CARE FOR BURNLEY AND PENDLE
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
YEAR ENDED 31ST MARCH 2005

We have audited the financial statements on pages 8 to 19 of Hospice Care for Burnley and Pendle for the year ended 31st March 2005. These financial statements have been prepared under the historical cost convention and the accounting policies set out on pages 11 and 12.

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 Directors Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the Directors' Report is not consistent with the financial statements, if 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 transactions with the company is not disclosed.

We read other information contained in the Directors' Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards 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 consider necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, 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.

HOSPICE CARE FOR BURNLEY AND PENDLE
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS (continued)
YEAR ENDED 31ST MARCH 2005

Opinion

In our opinion the financial statements give a true and fair view of the state of the charity's affairs as at 31st March 2005 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

PM.M

P M & M
Chartered Accountants
and Registered Auditors
83 Bank Parade
Burnley

6th October 2005

HOSPICE CARE FOR BURNLEY AND PENDLE

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31ST MARCH 2005

	Note	Unrestricted £	2005 Restricted £	Total £	2004 Total £
Incoming resources					
Subscriptions, donations and gifts		441,705	-	441,705	391,960
Legacies received		257,075	-	257,075	237,427
Investment income and interest	2	50,301	-	50,301	34,168
Activities in furtherance of the charities objectives	3	485,186	9,888	495,074	536,690
Other income		-	-	-	2,117
Activities to generate funds	4	710,540	-	710,540	689,746
Total Incoming Resources		1,944,807	9,888	1,954,695	1,892,108
Resources expended					
Charitable expenditure – Charitable objectives:					
Pendleside Hospice – operating expenditure	5	1,215,923	9,888	1,225,811	1,139,848
Costs of generating funds	6	280,844	-	280,844	319,651
Management and administration of the charity	7	41,162	-	41,162	38,699
		1,537,929	9,888	1,547,817	1,498,198
Net incoming resources for the year		406,878	-	406,878	393,910
Unrealised gains/(deficit) on investments		26,143	-	26,143	(2,468)
Realised gains/(deficit) on investments		(1,113)	-	(1,113)	575
Net movement in funds		431,908	-	431,908	392,017
Balance brought forward		2,414,201	20,000	2,434,201	2,042,184
Balance carried forward		2,846,109	20,000	2,866,109	2,434,201

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

HOSPICE CARE FOR BURNLEY AND PENDLE
SUMMARY INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31ST MARCH 2005

	2005 £	2004 £
Gross income of continuing operations	1,904,394	1,857,940
Total expenditure of continued operations	<u>(1,547,817)</u>	<u>(1,498,198)</u>
Net surplus for the year before investments	356,577	359,742
Investment income	50,301	34,168
Other recognised gains and losses	<u>25,030</u>	<u>(1,893)</u>
Operating surplus for the year	<u><u>431,908</u></u>	<u><u>392,017</u></u>

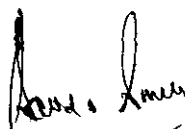
HOSPICE CARE FOR BURNLEY AND PENDLE

BALANCE SHEET

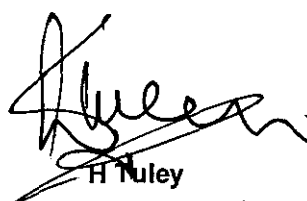
31ST MARCH 2005

	Note	2005 £	2004 £
Fixed assets			
Tangible assets	10	1,141,371	1,132,665
Investments	11	1,664,768	1,217,913
		<u>2,806,139</u>	<u>2,350,578</u>
Current assets			
Debtors	12	58,148	62,079
Cash at bank		278,123	90,765
		<u>336,271</u>	<u>152,844</u>
Creditors: amounts falling due within one year	13	<u>(276,301)</u>	<u>(69,221)</u>
Net current assets		<u>59,970</u>	<u>83,623</u>
Total assets less current liabilities		<u>2,866,109</u>	<u>2,434,201</u>
Funds			
Restricted		20,000	20,000
Designated funds	15	1,141,371	1,132,665
Income and expenditure account		1,704,738	1,281,536
		<u>2,866,109</u>	<u>2,434,201</u>

These financial statements were approved by the directors on the
and are signed on their behalf by:



D A Smith



H Tuley

6/12/2005

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention as modified by the valuation of investments at market value, and in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting by Charities 2000.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No. 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

Legacies and donated assets

These are credited to the general fund only to the extent that monies or assets have been received.

Gifts in kind

These are credited to the general fund at a reasonable estimate of the value to the charity.

Depreciation

During the year the directors have reviewed and revised their depreciation rates. The current rates are as set out below:

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Land	-	Nil
Buildings	-	2% per annum
Fixtures, fittings and equipment	-	20% per annum
Computer equipment	-	25% per annum
Motor vehicles	-	25% per annum

Fixed assets

Individual fixed assets costing £500 or more are capitalised at cost.

Operating lease agreements

Rental applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are reflected in the Statement of Financial Activities as incurred.

Pension costs

The company makes contributions on behalf of employees into various pension schemes. These are included in expenditure when paid.

HOSPICE CARE FOR BURNLEY AND PENDLE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2005

Investments

Fixed asset investments are included in the financial statements at market value. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Incoming resources

Voluntary income and donations are included in incoming resources when they are receivable, except when the donors specify that they must be used in future accounting periods or donors conditions have not been fulfilled, then the income is deferred. The income from fundraising ventures is shown gross, with the associated costs included in fundraising costs.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accrued basis. Irrecoverable VAT is shown as an expense.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Where costs are attributable to more than one activity, they have been apportioned across the cost categories on a basis consistent with the use of these resources.

Costs of generating funds

Costs of generating funds comprises costs incurred in inducing people and organisations to contribute financially to the charity's work. This includes salary costs, costs of running and renting shop premises and the staging of special fundraising events.

Expenditure on management and administration of the charity

Administration expenditure includes all expenditure not directly related to the charitable activity or fundraising ventures. This includes a proportion of administrative salaries, legal and professional fees and audit fees.

Grants received

Grants are credited to the statement of financial activities only to the extent that monies or assets have been received.

Unrestricted funds

Unrestricted funds are income and expenditure relating to the core activities of the charity.

Restricted funds

Restricted funds are income and expenditure for which specific funding has been given in the year.

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

2.	Investment income and interest	2005	2004
		£	£
	Dividends received	14,987	11,948
	Bank and building society interest	35,314	22,220
		<u>50,301</u>	<u>34,168</u>
		=====	=====
3.	Activities in furtherance of the charities objectives		
	Grants received:		
	Burnley, Pendle and Rossendale PCT	262,400	257,032
	Hyndburn and Ribble Valley PCT	205,800	205,826
	Sundry grants	16,986	-
	New Opportunities Fund	9,888	73,832
		<u>495,074</u>	536,690
		=====	=====
4.	Activities to generate funds		
	Charity shop sales	301,702	293,162
	Receipts from fundraising events	91,204	100,388
	Hospice lottery	317,634	296,196
		<u>710,540</u>	689,746
		=====	=====

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

5. Pendleside Hospice – operating expenditure

	2005		2004	
	£	£	£	£
Professional				
Salary costs	758,064		621,222	
Medical officers	16,784		77,109	
		774,848		698,331
Accommodation				
Water	2,518		2,067	
Gas and electricity	10,347		12,280	
Repairs and maintenance	9,952		10,359	
		22,817		24,706
Administration				
Salary costs	121,298		99,921	
Telephone	4,034		6,319	
Insurance	10,978		10,927	
Stationery, postage and sundries	9,474		7,979	
Registration fees	2,200		2,669	
Incidental expenses	8,550		8,711	
Financial services	8,066		10,087	
Maintenance contracts and repairs	20,989		21,421	
Irrecoverable VAT	15,332		8,336	
		200,921		176,370
Human Resources				
Recruitment	7,512		6,544	
Travelling expenses	10,006		9,561	
Training	6,541		4,099	
Uniforms, etc	2,587		4,367	
		26,646		24,571
Medical supplies and consumables		10,135		10,888
Cleaning costs		29,220		24,555
Catering costs		75,636		82,697
Patient transport costs		45,908		38,798
Depreciation				
Freehold buildings	20,763		23,268	
Furniture, furnishings and equipment	18,917		17,438	
Depreciation and costs on reclassification	-		18,226	
		39,680		58,932
		<u>1,225,811</u>		<u>1,139,848</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

	2005 £	2004 £
6. Costs of generating funds		
General fundraising		
Salary costs	54,784	58,821
Publicity, brochures, etc	6,483	4,591
Events expenditure	8,660	18,326
Christmas cards	10,463	11,778
	<u>80,390</u>	<u>93,516</u>
Charity shops		
Operating lease rentals	44,470	43,899
Rates	3,177	2,814
Electricity, water and telephone	8,145	7,621
Repairs and maintenance	4,544	16,608
Insurance	900	900
Incidental expenses etc	4,191	6,678
Motor and travel expenses	1,271	2,069
	<u>66,698</u>	<u>80,589</u>
Hospice lottery		
Salary costs	34,658	38,383
Prize money and commission	84,250	87,492
Other expenses	14,848	19,671
	<u>133,756</u>	<u>145,546</u>
Total	<u>280,844</u>	<u>319,651</u>
7. Administration expenses		
Salary costs	13,478	11,102
Audit	5,200	2,500
Insurance	4,000	4,000
Financial services	8,066	10,087
Office sundries, postage, etc	4,052	3,157
Bank charges	2,278	3,450
Legal and professional fees	4,088	4,403
	<u>41,162</u>	<u>38,699</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

8. Particulars of employees

The average number of staff employed by the company during the financial year amounted to:

	2005 No	2004 No
Number of nursing staff – inpatient and ad hoc	44	42
- day therapy	5	4
- hospice at home	11	12
- chaplain and medical officers	5	5
Number of catering staff	4	2
Number of lottery staff	3	3
Number of administration staff and general managers	6	5
Number of ancillary	7	5
Number of fundraising staff	3	3
	<u>88</u>	<u>81</u>

The aggregate payroll costs of the above were:

	2005 £	2004 £
Wages and salaries	977,581	888,074
Social security costs	71,643	57,416
Other pension costs	48,689	30,810
	<u>1,097,913</u>	<u>976,300</u>

The directors received no expenses during the year (2004 – nil)

No employee received remuneration of more than £50,000.

9. Operating surplus

Operating surplus is stated after charging:

Directors' emoluments	-	-
Depreciation	49,428	60,117
Auditors remuneration	<u>6,000</u>	<u>4,950</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

10. Tangible fixed assets	Freehold land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost				
At 1st April 2004	1,237,642	301,037	68,722	1,607,401
Additions	-	26,484	31,650	58,134
Disposals	-	-	(26,655)	(26,655)
At 31st March 2005	1,237,642	327,521	73,717	1,638,880
Depreciation				
At 1st April 2004	158,162	261,263	55,311	474,736
Charge for the year	20,763	18,917	9,748	49,428
On disposals	-	-	(26,655)	(26,655)
At 31st March 2005	178,925	280,180	38,404	497,509
Net book value				
At 31st March 2005	1,058,717	47,341	35,313	1,141,371
At 31st March 2004	1,079,480	39,774	13,411	1,132,665

The net book value of freehold land and buildings comprises:

	2005 £	2004 £
Land	150,00	150,000
Buildings	908,717	929,480
	1,058,717	1,079,480

Non depreciable assets included in freehold land and buildings amounted to £150,000 (2004 - £150,000).

All tangible fixed assets are held for charitable purposes:

Capital commitments	2005 £	2004 £
Contracted but not provided for in the accounts	-	-

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

11. Fixed asset investments	Bank and building society balances £	Quoted investments £	Total £
Market value			
At 1st April 2004	726,602	491,311	1,217,913
Additions	207,725	270,939	478,664
Disposals	-	(57,952)	(57,952)
Revaluation of investments	-	26,143	26,143
At 31st March 2005	<u>934,327</u>	<u>730,441</u>	<u>1,664,768</u>
Historical cost			
At 31st March 2005	<u>934,327</u>	<u>717,752</u>	<u>1,652,079</u>
At 31st March 2004	<u>726,602</u>	<u>511,020</u>	<u>1,237,622</u>

All quoted investments are listed on the UK Stock Exchange.

Of the £934,327 bank and building society balances, £280,343 relates to amounts invested with Marsden Building Society £10,000 relates to amounts invested with Skipton Building Society and £643,984 relates to amounts invested with Cafcash Limited.

12. Debtors	2005 £	2004 £
VAT recoverable	28,398	20,461
Prepayments and accrued income	29,750	41,618
	<u>58,148</u>	<u>62,079</u>
13. Creditors: amounts falling due within one year		
Accruals and deferred income	<u>276,301</u>	<u>69,221</u>

14. Commitments under operating leases

At 31st March 2005 the company had annual commitments under non-cancellable operating leases as set out below.

	Land & Buildings 2005 £	2004 £
Operating leases which expire:		
Within 1 year	-	-
Within 2 to 5 years	16,000	17,500
After more than 5 years	30,700	15,750
	<u>46,700</u>	<u>33,250</u>

HOSPICE CARE FOR BURNLEY AND PENDLE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

15.	Designated funds	2005 £	2004 £
	Charitable property and fixed assets:		
	Balance brought forward	1,132,665	1,178,817
	Transfer to the Statement of Financial Activities	8,706	(46,152)
		<u>1,141,371</u>	<u>1,132,665</u>
16.	Analysis of net assets between funds		
	Unrestricted funds		
	Investments	1,644,768	1,197,913
	Current assets	336,271	152,844
	Creditors: Amounts falling due within one year	(276,301)	(69,221)
		<u>1,704,738</u>	<u>1,281,536</u>
	Restricted funds		
	Investments	<u>20,000</u>	<u>20,000</u>
	Designated funds		
	Fixed assets	<u>1,141,371</u>	<u>1,132,665</u>

The permanent endowment fund of £20,000 is known as the Frank Houghton Fund. This fund was provided to enable the investment income to be applied towards the general running costs of the charity.

The Charitable Property and Fixed Assets reserve has been set up to assist in identifying those funds that are not free funds and represents the net book value of tangible fixed assets.

17. **Other matters**

The charity has entitlement to residuary legacies from two estates which are subject to third party life interests.