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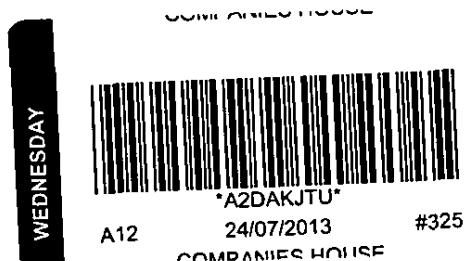
ANTHONY NOLAN

(formerly Anthony Nolan Trust)

REPORT AND ACCOUNTS

For the 18 months ended

31 March 2013



Company registration 02379280

England and Wales

Charity registration number 803716

Scotland Charity registration number

SC038827

Company registration number 02379280

Board of Trustees

Chairman

*Simon Dyson MBE

Trustees

Fran Burke

Lionel Cashin

Professor John Goldman

Peter Harrison

*Ian Krieger

David Noon (appointed 30 September 2012)

*Dr Colin Rickard

Professor K Michael Spyer

*Paul Stanley

Brian Turner CBE

**Audit Committee Members*

Senior Management Team

Chief Executive

Henny Braund

Communications & Marketing Director

Richard Davidson

Finance & Resources Director

Alan How

Fundraising Director

Catherine Miles

IT Director

Anil Majevalia

Operations Director

Ailsa Ogilvie (until September 2012)

Paula Claytonsmith (from November 2012)

Scientific Director

Professor J Alejandro Madrigal

Laboratory Director

Dr Katy Latham

Medical Director

Professor Charles Craddock

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Kent TN1 1ED

Accountants

Baker Tilly Tax and Accounting

Limited

3rd Floor, One London Square Cross Lanes Guildford GU1 1UN

Bankers

Barclays Bank plc
1 Churchill Place
London E14 5HP

Solicitors

Bates, Wells and Braithwaite
2-6 Cannon Street
London EC4M 6YH

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Administrative Address

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Telephone 0303 303 0303

Chairman and Chief Executive's statement

The past 18 months have been the most successful in our recent history

It seems that we always begin our report like this. But then it is always true. Every year we have done more, broken new ground, saved even more lives. And the last year and a half was no exception.

We launched a new cord centre in Birmingham, so we could collect more precious cord blood. Our chief medical officer, Dr Bronwen Shaw, uncovered the hidden role of an additional allele, an alternative form of a gene, which sheds new light on transplant outcomes. And we extended our Graft Identification Advisory Service to advise more transplant centres on donor selection.

It was achievements like these that led *The Charity Times* to name Anthony Nolan as their charity of the year. We were honoured. But our job continues until we save the life of everyone who needs a stem cell transplant.

And we are making headway as, for the first time in our history, we facilitated more than 1,000 stem cell transplants in a single year.

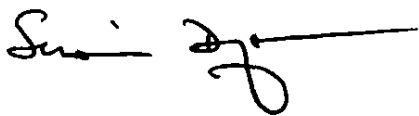
When Shirley Nolan opened the doors to our register's first home – the basement of Westminster Children's Hospital – she could never have imagined such a landmark. But it is testament to the strength of Shirley's vision that we have. In keeping with that vision, we launched our new strategy to achieve an ambitious aim – to save the life of everyone who needs a stem cell transplant. And, as you will discover, we are already making good progress.

We are extremely proud of what we have achieved this year. And we know we could not have done it without our incredible supporters, the doctors, nurses

and scientists we work with in hospitals, our partners in the NHSBT, the patients who have shared their stories and inspired our work, the selfless donors, mothers and, of course, our wonderful staff and volunteers

So here is to the next 1,000 transplants, the next 1,000 chances to live, the next milestones. With their support, we will get there.

Chairman, Simon Dyson, MBE

A handwritten signature in black ink, appearing to read 'Simon Dyson', with a long horizontal stroke extending to the right.

Chief Executive, Henny Braund

A handwritten signature in black ink, appearing to read 'H Braund', with a long horizontal stroke extending to the right.

Why we're here

Anthony Nolan exists to help save the lives of people with blood cancer who need a blood stem cell or bone marrow transplant

Our objectives are to

- provide relief, treatment or cures for people with blood cancer or similar immunological deficiencies, diseases or conditions
- provide information to help people with blood cancer
- carry out research into the causes, diagnosis and treatment of blood cancer
- advance research into improving blood stem cell transplantation and to publish the useful results of such research

How we'll do even more

We always know that we can do more. That is why we launched an ambitious new strategic plan, all under one vision

To save the lives of everyone who needs a stem cell transplant

To make sure we achieve and realise our vision, we set ourselves four strategic aims

- Find a donor for every patient who needs one
- Improve the quality of life of patients who have had a transplant
- Put customers in the transplant community at the heart of what we do
- Provide the right people, environment and funding to maximise our impact

How will we do this? In broad terms, we will

- ensure patients get the best possible match, survive the transplant and have a good quality of life, post-transplant
- serve our customers in the transplant centres and hospitals, making sure we provide them with the right match for the right patient at the right time
- carry out research that helps patients in areas such as matching, tissue typing and post-transplant treatment
- harness the power of our supporters to raise funds and to spread the word about our lifesaving work
- recruit donors and support all those who go through the donation process
- work with partners on policy, research and campaigning to drive innovation and improve the lives of patients

We know these are ambitious aims. But we have already begun to achieve them

The story so far

It has been only a year since we set out the new Anthony Nolan strategy, and the four ways we will realise it. But we are already making good progress.

Aim 1

Find a donor for every patient who needs one

Right now, almost 1,600 people in the UK – 37,000 worldwide – are waiting for that vital match.

Over the past 18 months, we have worked hard to change that statistic.

- We recruited 71,328 new potential donors, anyone of whom could save the life of someone with blood cancer. These signed up in huge numbers online and at each of the 707 events that took place.
- We held our biggest ever recruitment event. An appeal for 14-year-old Bethany Mickleburgh, held at the Leicester Tigers stadium, resulted in 1,621 new potential lifesavers.
- Marrow, our 39-strong network of student groups around the UK, broke records yet again, signing up an astonishing 17,777 potential lifesavers across 414 events.
- We facilitated 1,736 potentially lifesaving transplants¹.
- We know younger people are the most likely to be chosen by transplant centres to donate. So we lowered our joining age from 18–

¹ AN donors & cord (UK and overseas patients)	625
NHSBT donors & cord (UK patients only)	190
Imported donor & cord	921
Total	1736

40 to 16–30, becoming the first register in the world to recruit 16-year-olds. Since then we have seen 1,821 16-year-olds join our register, and 2,798 17-year-olds.

- We also know from those donors chosen as matches by the transplant centres, that young men are more likely to be called upon to save a life. So we launched a hugely successful integrated campaign, featuring radio and online adverts as well as posters and locations across the UK, to make them aware of the incredible difference they could make.
- We collected 8,261 cord blood units, and banked 1,698, ready to be called upon to save a life. By the end of the period, we had shipped 14 units to be used in potentially lifesaving transplants.
- Black, Asian Minority Ethnic (BAME) patients find it particularly hard to find a donor. So, as part of our strategy to save the lives of more people of black, Asian and minority ethnic backgrounds (BAME), in July 2012 we launched a new cord collection centre at Birmingham Women's Hospital. (We chose this area because of its diversity, and the centre brought our total cord collection centres number to five).
- We launched The Six Percent campaign to find more Asian donors. The campaign resulted in 2,025 potential lifesavers joining our register.²
- We continued our project to create a genotype prediction algorithm: an equation to discover whether a potential donor is a good match using only the information gathered through initial testing and we began developing a specific algorithm for BAME donors, starting with Asian Indians.

² The campaign ran from October 2012– June 2013. In this period 1383 Indian donors were recruited. In addition to this 642 other South Asians were recruited.

- Through our pioneering education scheme Register and Be a Lifesaver, we taught 53,014 young people aged 16–18 about the life-changing difference they can make by donating their stem cells

Aim 2

Improve the quality of life of patients who have had a transplant

Currently, 50% of patients die within two years of their transplant, while 40% of those who survive do so with chronic graft-versus-host disease (GvHD)

This needs to change, and we are taking action

- Our Research Institute is fully dedicated to improving the outcome of bone marrow transplants. In the past 18 months we have published over 50 research papers on a range of transplant and patient issues – from the merits of mismatching through to the interaction between natural killer cells and regulatory T cells
- We conducted research into what information patients need. And we set up a 'patient panel' – a group of people who are pre- and post-transplant and willing to give us feedback on our planned work with patients. There are currently 15 people on our panel, which will continue to develop over time
- We formed a new Patient Experience team dedicated to making sure patients and their families have the information and support they need when having a transplant
- We produced *The Next Steps*, a handbook for long-term recovery after stem cell transplant. Written by transplant nurse Michelle Kenyon and consultant Dr Bronwen Shaw, the book will fill a vital gap in the information available for patients after they have received a transplant

- The Policy and Public Affairs team has now turned its attention to influencing government and NHS policy to the benefit of transplant patients. To that end, later this year we intend to launch Anthony Nolan's very first public policy campaign, which will focus on achieving improved provision for post-transplant care.

Aim 3

Put our customers – transplant centres, clinicians – at the heart of what we do

We know that in order to provide the best possible service for hospitals and their patients, we must understand their needs and ensure that they are met

And here is how we have been making sure we provide a first-class service

- We reduced the length of time taken to contact matching donors to provide blood samples so that the match can be confirmed. In 2010 the average time for this process was 22 days, in 2012 it was 12 days – a 45% reduction
- We worked closely with key clinicians, hosting events such as the Customer Forum in October 2012 and the Graft Selection Strategy Workshop in February 2013. We plan to continue being at the centre of the transplant community, working with clinicians to discover how we can save even more lives together
- We continued to develop our Graft Identification Advisory Service (GIAS) to advise transplant centres on donor and cord blood unit selection, and extended it to include another two centres – seven in total. This has made the process of requesting a donor, through to transplanting the cells, much quicker – saving time patients may not have had
- In the past 18 months our HLA typing laboratories began typing for all six major HLA genes, and donors are now being selected for patients using a bioinformatics tool developed within our Research Institute. More recently, research conducted by our scientists Dr Shaw, Professor Marsh and Professor Madrigal has highlighted the importance of the sixth gene, known as HLA-DPB1. A number of

transplant centres in the UK are already using HLA-DPB1 as part of their donor selection strategy

Aim 4

Provide the right people, environment and funding to maximise our impact

We also know that to save as many lives as possible, we must have the best staff, the right environment and the necessary resources

And we have been working hard to make these happen

- We improved our previous rating and achieved 'One to Watch' rating in the best places to work survey³
- Voluntary fundraising income had a successful 2011/13 period Net fundraising income grew to £4.3m
- Our fundraising strategy now focuses on growing and diversifying Anthony Nolan's voluntary funding base. This is to provide increased and sustainable income to deliver our vision of saving the life of everyone who needs a stem cell transplant
- We continued to invest in regular giving from individual supporters, and this income stream saw significant growth. By the end of 2011/13 we had 30,000 regular givers (up from 15,000 at the end of 2010/11), whose committed and generous support enabled us to plan with confidence for the future
- The period also saw strong legacy income performance, with a total of £1.1m compared with £407,000 in 2010/11. Bequests such as these

³ We took part in the Best Companies 2012 survey with a response rate of 86%. Our overall score was 653.5, which was 16.6 points up on the previous year and only six points off 'One Star' status meaning that we achieved One to Watch again.

are vital to enable Anthony Nolan to continue and expand our lifesaving work

- In December 2012 Anthony Nolan was one of six charities chosen by ITV to benefit from Text Santa, their Christmas fundraiser. This exciting partnership raised over £900,000 for our work. It also increased our profile as Anthony Nolan was featured across a range of ITV programmes and on the main Text Santa programme on 21 December. This additional coverage led to our website receiving eight times the normal daily traffic and over 2,800 people joining our register during the Text Santa week. We are hugely grateful to ITV for their support and for helping save lives.
- We continued to receive fantastic support from our event participants. More than 1,400 people ran, cycled, trekked or parachuted for Anthony Nolan in 2011/13, raising over £1.5m.
- We were delighted to be selected as the official charity of the 2014 Virgin Money London Marathon. We expect to have a team of more than 800 runners raising over £1m to fund the recruitment of a further 10,000 young men to our register.
- More than 800 individuals and groups in the community raised over £1m by doing street collections, cake sales at work, holding quiz nights and being sponsored to do the things they love. We worked closely with a number of patients and their families, helping them to raise funds and awareness and recruit stem cell donors. The family and friends of Ayesha Siddiqui, an eight-year-old from Glasgow who needs a stem cell transplant, have raised over £176,000 to date and recruited 478 people to the stem cell register.
- We continued to benefit from the generous support of charitable trusts and foundations. Grants and donations included a three-year grant of

over £600,000 from the Sue Harris Trust to open the Sue Harris Cord Blood Collection Centre at the Royal Free Hospital, London, £135,000 from the Garfield Weston Foundation towards vital new equipment for our tissue typing laboratories, £80,000 from the Jack Petchey Foundation to enable us to recruit more young people in London to our register, and £59,000 from the UK Stem Cell Foundation for clinical trials

- Our work would not be possible without our amazing volunteers, either Over the past 18 months we have worked with more than 700 donor recruitment volunteers Over 130 Register and Be a Lifesaver (R&Be) volunteers helped us speak to 51,153 students Around 600 incredible Marrow volunteers have smashed all records Over 100 dedicated Friends group members and 90 tea court volunteers across the UK have spread the word and raised funds And no transplant could happen without our 39 volunteer stem cell couriers and 11 donor visitors
- Anthony Nolan could not give the chance of life to people with blood cancer without the generosity and commitment of all our supporters We are enormously grateful to them for all their help It costs £100 to add each person to our register With more funds we can save more lives

Where we're going – and how we'll get there

As you can see, we have made good progress to realising our vision of saving the lives of everyone who needs a stem cell transplant. But we know there is still a long way to go. So we have drawn up a plan to make sure we get there.

- We are evaluating the longer term requirements for our laboratory space and the equipment we will need to buy to enhance our capacity to process a larger number of first-time donors.

The aim is to dramatically increase the volume that we can process, which will mean more lives will be saved using donors from the UK. This is particularly important since spending budgets for UK health authorities are being squeezed. By using more UK-sourced donors, we can help reduce costs for the NHS and make sure more transplants take place for the same amount of money.

- We are also increasing the number of hospitals where we collect cord blood. These are expensive to maintain, so Anthony Nolan is bidding for funds that will allow us to expand at a faster rate.
- The success of our fundraising activities in the last 18 months has already generated impressive growth. And being selected to be the official charity for the 2014 Virgin Money London Marathon in our 40th anniversary year will help deliver a higher number of stem cell donors to our register.
- We have enjoyed a strong and successful partnership with NHS Blood and Transplant. And we aim to extend our cooperation with other donor registers in the UK to offer a single point of contact for all UK hospitals.
- Our funding has been helped by the Department of Health, both to process first-time donors and extend the hours that we collect cord

blood in some hospitals. We are entering the third year of a funding relationship to support our cord provision. And we are aiming to continue the level of support for donor processing that was offered in the past.

- As we have increased the scope of our work and the different ways the public can get involved, we have examined the way we communicate with them. This has led us to redesign our website which we hope will lead to an increase in people joining our register and fundraising.
- In May 2014, we will host the World Marrow Donor Association (WMDA) International Donor Registry Conference in London. This will increase our standing within the worldwide stem cell community, and we will continue this with the development of our international strategy.
- In February 2013, our Research division secured funding for their T-Control project, a consortium between Germany, the Netherlands and the UK. Anthony Nolan will receive €1,200,000 of the €6,000,000 allocated to the project. The project will last three years and its aim is to treat transplant patients with a cellular product to fight infection, relapse or GvHD (graft-versus-host disease). In particular it will enable us to translate research to the clinic by being able to perform a clinical trial to modulate GvHD using cord blood regulatory T cells.

The range of activities we are planning for the future is designed to focus on helping more patients secure lifesaving transplants and giving a larger number of people worldwide the chance of life. And to one day realise our vision - to **save the life of everyone who needs a stem cell transplant.**

The financial review

Since the last annual report, the Trustees decided to change the year-end to March from September to align with suppliers and customers. This set of financial statements shows the results of the 18 months to March 2013 and all comparisons are between the 18 months and 12 months periods.

During this 18-month period, Anthony Nolan's income has risen to £58m (from £32m in a 12 month period). The main reason behind this is the increased number of transplants being carried out both worldwide and in the UK as demand for stem cells from unrelated donors has grown. Income from the provision of donors has risen by £22m, representing an annualised growth of 28%. The source of the donors has broadened through this period. Increasingly, donors have been drawn from the largest registers of the world – Germany and USA – but Anthony Nolan now includes the income derived from donors supplied by the National Health Service Blood & Transplant (NHSBT). The agreement between Anthony Nolan and NHSBT started in January 2012 and allowed for NHSBT donors to be accessed via Anthony Nolan. This has helped increase the donor provision income by £1.9m since January 2012.

The fundraising income also grew despite difficult market conditions and against sector trends. Overall net voluntary income grew from £3.22m to £3.75m. We continued to invest in Individual Giving, and there are now over 30,000 supporters providing a steady stream of income from this activity.

The cost base for the organisation has benefited from a series of reviews of supplier costs and with the increase in the number of transplants facilitated this has helped widen the margin on core transplant activity, and seen surplus rise above £3m, and total reserves to £8.6m. The Board of Trustees' plan for future years provided for a higher resolution level of testing to be carried out on newly recruited donors, and this will lead to a significant cost increase to tissue type these donors. However, the benefit for patients from the higher

resolution tissue typing is that we would expect to provide a greater number of UK-sourced donors at a faster rate. This will help us to find a match for patients more quickly than before and we anticipate this will save more lives. The Trustees therefore designated a large part of the surplus to cover the higher costs of donor typing for the next year. This has been excluded from our reserve cover as we expect most of this to be spent in the coming year.

Cash flow is an important component in financial planning for Anthony Nolan. We have worked closely with hospitals and overseas registers to provide more information to them faster and to ensure that the payment process can be as smooth as possible. This has helped our key customers understand the need for prompt payment as the cash balances are required to help finance the growth in Anthony Nolan's activity. During this period, the cash levels have increased from £3.1m to £5.4m. This is largely as a result of the better trading position but also by maintaining a close control over the level of our debtors.

Donor provision costs have increased in line with the higher volume of transplant activity. In addition, our activity relating to the collection of cords has increased arising from the additional funding from the Department of Health as well as investment of Anthony Nolan's own resources. Together these areas have increased the base costs of donor-related work shown in the Statement of Financial Activities. Our other main charitable activities have also increased because we are spending more on education and awareness through support for patients as part of our refreshed strategy. Our research costs have remained more in line with previous year's expenditure, but these are expected to rise in the coming years as we have been funded by the European Union for a three-year project on T cell research.

Our governance costs have increased during the period as we spent time and money on developing our new strategy. Overall our support costs, which help all areas of our work, have fallen from 14% of income to 12% of income, reflecting the cost efficiencies we have made during this period.

Our investment in new equipment includes our plans for improving our core IT systems. We are progressing with major IT developments which will improve access to our register and speed up the time taken to search for potential donors. This has taken longer than expected as we make significant improvements to our key system.

The establishment of the Cell Therapy Centre in Nottingham in 2008 marked the start of the project to provide cords from hospitals in the UK via Anthony Nolan. During the last 18 months, the number of clinical cords increased to over 1,500 and the first cord units were supplied.

Reserves policy

Anthony Nolan's policy with regard to reserves is to make suitable investment in the on-going development of the charity, while maintaining adequate funds to deal with current and medium-term needs and having the necessary provision to deal with unforeseen circumstances. Free reserves at the year-end, excluding fixed assets, designated funds and restricted funds, amounted to £4.1m compared with £3.0m the previous year.

Anthony Nolan has undertaken a review so that our Trustees can determine what should be the current optimal level for such reserves. The Board decided that Anthony Nolan's free reserves should increase to £6m in order to deal with the following risks:

- Requirements for a reasonable level of working capital, taking into account our growth
- Period of time required to downsize the charity operations to respond if necessary to
 - likelihood of a downturn in income streams
 - rise in reduction of demand for donors (not our provision)
 - period of time required to re-establish income streams.

The Trustees have plans in place to deliver surpluses over the coming years to reach the desired level of reserves. The appropriate level of reserves of the charity will be reviewed regularly.

Grant-making policy

Anthony Nolan does not currently give grants as a method of furthering its charitable activities.

Investments policy

Anthony Nolan's free reserves, at a level of approximately one month's income, means that it is currently inappropriate to allocate funds to long-term, non-cash based investments. As a result, reserves are held as cash in interest-bearing deposit accounts. It is Anthony Nolan's policy when gifted shares to convert such holdings to cash as soon as is practical. This policy will be reviewed if it became apparent the funds could prudently be set aside for longer-term strategic investments. During the year, Anthony Nolan's assets generated total investment income of £148k (12 months to 30 September 2011: £86k). In addition, the profit made by the commercial trading operations of Anthony Nolan Trading Limited amounted to £185k (12 months to 30 September 2011: £66k), of which £128k (£66k) was remitted to Anthony Nolan by way of Gift Aid transfer.

How we operate

Organisational structure

Anthony Nolan is a registered charity, and a company limited by guarantee, not having a share capital. Every member undertakes to contribute an amount not exceeding £1 to the assets of the charity in the event of the charity being wound-up during the period of their membership, or within one year thereafter. The members are the Trustees and Directors of the charity.

The overall strategic direction of the charity is determined by the Trustees, who meet formally at least four times each year. The Trustees are responsible for planning and policy-making for Anthony Nolan and, accordingly, all key decisions are referred to and taken by the Board of Trustees.

The day-to-day management of Anthony Nolan is entrusted to the Chief Executive and the senior management team, who have delegated authority from the Board to administer the affairs of the charity. The Chief Executive and senior management team are invited to the Trustees' meetings, and provide them with regular reports on the work of Anthony Nolan.

The Trustees have taken the Charity Commission's general guidance on public benefit (contained within the guidance publication *Charities and Public Benefit*) and specific guidance on public benefit (contained within the guidance publication *Public Benefit and Fee-Charging*) into consideration in preparing their statements on public benefit contained within this Trustees' annual report.

Senior management team

Anthony Nolan's senior management team meets on a regular basis, and departmental meetings are held throughout the year.

Sub-committees

An Audit Committee, chaired by Ian Krieger, is a formal sub-committee of the Board of Trustees. The Chief Executive and the Finance & Resources Director are invited to attend the meetings.

Anthony Nolan Trading Limited

The charity owns 100% of the issued share capital of Anthony Nolan Trading Limited (ANT). This subsidiary plays a crucial role in fundraising on behalf of the charity, and indeed the principal activity of ANT is to carry on the trading operations of the group with a view to raising funds. This is achieved through advertising, selling merchandise, fundraising events, and exploiting intellectual and similar rights held by the parent charity.

Recruitment, appointment, election, induction and training of Trustees

Recruitment and appointment

Appointment to the Board of Trustees is by invitation after the needs of the charity and the range of suitable candidates are considered by the Trustees. The number of Trustees is not subject to a maximum, but must be three or greater.

Election

The Trustees retire from the Board by rotation every three years with the option of re-election. The Trustees aim to ensure that the composition of the Board contains individuals with suitable backgrounds and experience to contribute positively to the governance of Anthony Nolan.

Since the members of Anthony Nolan are the Trustees and Directors, election and re-election is determined by the current Board in all cases.

Induction and training

The work of Anthony Nolan involves continuously advancing scientific and medical processes of stem cell transplants. To keep Trustees aware of the charity's operations on both a national and international level, sessions are arranged to update them on facets of Anthony Nolan's work, either during Trustees' meetings or away days. Presentations by outside advisers relating to specific governance issues are organised as appropriate. The induction of a new Trustee is tailored to the individual concerned. It does, however, always include the provision of key documents and information relating to Anthony Nolan, a guided tour of the charity's operations, an introduction to key staff, and an outline of the duties, responsibilities and obligations of being a trustee and director.

Declaration of interests

Each financial year, all Trustees complete a Declaration of Interests form and new Trustees complete a Fit & Proper Person Declaration, as recommended by HMRC. The Declaration of Interests registers are included in the year end examination by our auditors.

Professional indemnity insurance

The charity has taken out an insurance policy that provides professional indemnity insurance cover for the Trustees. The cost of this insurance for the period was £2,166 (2011: £1,983).

Risk and corporate governance matters

The Trustees have made an assessment of the risks to which Anthony Nolan is exposed, especially those related to business, operations and finance. They have put in place a review and reporting procedure to manage and reduce those identified risks. The two key risks faced by Anthony Nolan are the potential inability to balance fundraising income with charitable needs, and not being able to recruit and make available future candidates for stem cell collection.

Procedures are in place to review risks on a regular basis. The actions that might need to be taken have also been considered and are monitored and formally reassessed by the Trustees annually.

Trustees' and Directors' responsibilities in the preparation of financial statements

The Trustees (who are also the directors of Anthony Nolan for the purposes of company law) are responsible 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).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and the group as at the balance sheet date, and of the incoming resources and application of resources, including the income and expenditure for the charitable group, for that period. In preparing those 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 the applicable UK Accounting Standards have been followed subject to any material departures disclosed and explained in the financial statements, and
- 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, which disclose with reasonable accuracy at any time the financial position of the charitable group, and enable them to ensure that the financial statements comply with the requirements of The Companies Act 2006, The Charities Act

2011, The Charities and Investment (Scotland) Act 2005 and The Charities Accounts (Scotland) Regulations 2006 They are also responsible for safeguarding the assets of the charitable company, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities The Trustees are responsible for the maintenance and integrity of the corporate and financial information 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

Auditor

Baker Tilly UK Audit LLP has indicated its willingness to continue in office

Statement as to disclosure of information to Auditor

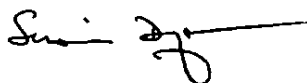
The Trustees who were in office on the date of approval of these financial statements have confirmed as far as they are aware, that there is no relevant audit information of which the auditor is unaware Each of the Trustees have confirmed that they have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor

Funds held as custodian

Although the charity maintains restricted funds to deal with incoming resources that are earmarked for a particular purpose by donors, sponsors, and other funds, Anthony Nolan does not currently hold, and the Trustees do not intend that it will in the future hold, any funds as custodian for any third party

This report was approved by the Trustees and was signed for and on behalf of the Board by

Chairman, Simon Dyson, MBE



4/7/13 Date

Our finances

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF ANTHONY NOLAN

We have audited the group and parent charitable company's financial statements of Anthony Nolan ("the financial statements") for the period ended 31 March 2013 on pages 32 to 49. 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 exclusively to the members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011. Our audit work has been undertaken so that we might state to the members and the charitable company's trustees 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 charitable company, its members as a body, and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Statement of Trustees' responsibilities set out on page 25, 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 auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, section 151 of the Charities Act 2011 and under the Companies Act 2006 and report 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

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 group's and the parent charitable company's affairs as at 31 March 2013, and of the group's and the parent charitable company's incoming resources and application of resources, including their income and expenditure, for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the Companies Act 2006, the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended)

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial period 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 Act 2011 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion

- the parent charitable company has not kept sufficient, proper and adequate accounting records, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent charitable company 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

Baker Tilly UK Audit LLP

Date *23 July 2013*

Nicholas Sladden FCA DChA (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor

Hanover House

18 Mount Ephraim Road

Tunbridge Wells

Kent TN1 1ED

Thank you

We know we can only do what we do because of so many fantastic individuals and organisations. So here's to all you cash givers, Will rememberers, pedal pushers, sky divers, marathon beaters, time spacers, trek conquerors, and all those fantastic fundraisers, charitable companies, generous groups and terrific trusts – without your help, we simply couldn't save lives.

African-Caribbean Leukaemia Trust

Rik Basra Leukaemia Campaign

The Jaskomal Foundation

Marrow student groups

The Fidelity UK Foundation

The Jack Petchey Foundation

The John Ellerman Foundation

Spifox

The Sue Harris Trust

The Albert Hunt Trust

The Bernard Sunley Charitable Foundation

The Eveson Charitable Trust

The Jones 1986 Charitable Trust

The Lady Hind Trust

The Mike Gooley Trailfinders Charity

The Staples Trust

The UK Stem Cell Foundation

The Charlotte Trust

The Sir John Fisher Foundation

The James Tudor Foundation

The Garfield Weston Foundation

The Loke Wan Tho Memorial Foundation

Smile for Life Children's Charity

The Adint Charitable Trust

The Finborough Foundation

The Kidani Memorial Trust

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(Including Consolidated Income and Expenditure Accounts)
for the period ended 31 March 2013

	Notes	Unrestricted Funds 18 months £'000	Restricted Funds 18 months £'000	TOTAL 2013 18 months £'000	TOTAL 2011 12 months £'000
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	1	7,007	2,268	9,275	5,971
Activities for generating funds					
Commercial trading operations	2	766	-	766	803
Investment income	3	148	-	148	86
Incoming resources from charitable activities					
Donor provision	4	46,975	31	47,006	24,573
Research	5	110	318	428	268
Other incoming resources	6	431	-	431	209
TOTAL INCOMING RESOURCES		55,437	2,617	58,054	31,910
RESOURCES EXPENDED					
Costs of generating funds					
Cost of generating voluntary income					
Fundraising costs	7	5,792	-	5,792	3,559
Trading operations					
Cost of goods sold and other costs	2, 7	513	-	513	592
Charitable activities					
Donor provision	7	40,994	2,035	43,029	23,865
Education and awareness	7	2,544	-	2,544	1,218
Research	7	2,279	330	2,609	1,675
Governance costs	7	431	-	431	215
Other resources expended	2	-	-	-	67
TOTAL RESOURCES EXPENDED		52,553	2,365	54,918	31,191
NET INCOMING RESOURCES BEFORE TRANSFERS		2,884	252	3,136	719
TRANSFERS					
Gross transfers between funds	19	205	(205)	-	-
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES		3,089	47	3,136	719
Losses on investments	12	(7)	-	(7)	(4)
NET MOVEMENTS IN FUNDS		3,082	47	3,129	715
RECONCILIATION OF FUNDS					
Fund balances brought forward at 1 October 2011		5,178	285	5,463	4,748
FUND BALANCES CARRIED FORWARD AT 31 MARCH 2013	19-20	8,260	332	8,592	5,463

The above results are derived from the group's continuing activities. No separate statement of total recognised gains and losses has been presented as all such gains and losses are included in the statement of financial activities.

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

PARENT CHARITY ONLY STATEMENT OF FINANCIAL ACTIVITIES
(including Parent Charity Only Income & Expenditure Account)
for the period ended 31 March 2013

	Notes	Unrestricted Funds 18 months £'000	Restricted Funds 18 months £'000	TOTAL 2013 18 months £'000	TOTAL 2011 12 months £'000
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	1	7,007	2,268	9,275	5,971
Investment income	3	274		274	150
Incoming resources from charitable activities					
Donor provision	4	46,975	31	47,006	24,573
Research	5	110	318	428	268
Other incoming resources	6	502	-	502	289
TOTAL INCOMING RESOURCES		54,868	2,617	57,485	31,251
RESOURCES EXPENDED					
Costs of generating funds					
Cost of generating voluntary income	7	5,792	-	5,792	3,559
Charitable activities					
Donor provision	7	40,994	2,035	43,029	23,865
Education and awareness	7	2,544	-	2,544	1,218
Research	7	2,279	330	2,609	1,675
Governance costs	7	431	-	431	215
TOTAL RESOURCES EXPENDED		52,040	2,365	54,405	30,532
NET INCOMING RESOURCES BEFORE TRANSFERS		2,828	252	3,080	719
TRANSFERS					
Gross transfers between funds	19	205	(205)	-	-
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES		3,033	47	3,080	719
Losses on investments	12	(7)	-	(7)	(4)
NET MOVEMENTS IN FUNDS		3,026	47	3,073	715
RECONCILIATION OF FUNDS					
Fund balances brought forward at 1 October 2011		5,174	285	5,459	4,744
FUND BALANCES CARRIED FORWARD AT 31 MARCH 2013	19-20	8,200	332	8,532	5,459

The above results are derived from the charity's continuing activities. No separate statement of total recognised gains and losses has been presented as all such gains and losses are included in the statement of financial activities

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

Company number 2379280

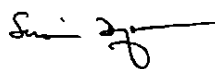
Charity number 803716

Charity number (Scotland) SCO38827

CONSOLIDATED & CHARITY BALANCE SHEETS
as at 31 March 2013

	Notes	Group 2013 £'000	Group 2011 £'000	Charity 2013 £'000	Charity 2011 £'000
FIXED ASSETS					
Tangible assets	11	3,176	2,345	3,176	2,345
Investments	12	6	13	6	13
		<u>3,182</u>	<u>2,358</u>	<u>3,182</u>	<u>2,358</u>
CURRENT ASSETS					
Stocks	13	479	368	479	368
Debtors	14	8,502	5,437	8,496	5,745
Cash at bank and in hand	21,22	5,376	3,069	5,225	2,573
		<u>14,357</u>	<u>8,874</u>	<u>14,200</u>	<u>8,686</u>
LIABILITIES					
Creditors Amounts falling due within one year	15	8,560	5,337	8,463	5,154
		<u>5,797</u>	<u>3,537</u>	<u>5,737</u>	<u>3,532</u>
NET CURRENT ASSETS					
		<u>5,797</u>	<u>3,537</u>	<u>5,737</u>	<u>3,532</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		8,979	5,895	8,919	5,890
Creditors Amounts falling due after more than one year	17	71	136	71	136
Provisions for liabilities and charges	18	316	296	316	295
		<u>8,592</u>	<u>5,463</u>	<u>8,532</u>	<u>5,459</u>
NET ASSETS					
THE FUNDS OF THE GROUP & THE CHARITY					
Restricted income funds	19	332	285	332	285
Unrestricted income funds					
General Fund	19	6,770	5,181	6,710	5,177
Designated funds	19	1,500	-	1,500	-
Investment revaluation reserve		(10)	(3)	(10)	(3)
		<u>8,592</u>	<u>5,463</u>	<u>8,532</u>	<u>5,459</u>
TOTAL GROUP & CHARITY FUNDS	19,20	<u>8,592</u>	<u>5,463</u>	<u>8,532</u>	<u>5,459</u>

The financial statements on pages 32 to 49 were approved by the trustees and authorised for issue on 4/7/13 and are signed on their behalf by



Chairman
S M Dyson, MBE



Trustee
I S Krieger

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

CONSOLIDATED & CHARITY CASH FLOW STATEMENTS
for the period ended 31 March 2013

	Notes	Group 2013 £'000	Group 2011 £'000	Charity 2013 £'000	Charity 2011 £'000
NET CASH INFLOW FROM OPERATING ACTIVITIES					
Net incoming resources & net income for the year, & net movement in funds		3,136	719	3,080	719
Depreciation		673	302	673	302
Investment income receivable		(148)	(86)	(274)	(150)
Taxation		(66)	-	-	-
Increase in quoted investments		-	(17)	-	(17)
Increase in stocks		(111)	(199)	(111)	(199)
Decrease/(increase) in debtors		(3,067)	1,693	(2,752)	1,393
Increase in creditors		3,289	819	3,309	701
		3,706	3,231	3,925	2,749
RETURNS ON INVESTMENT AND SERVICING OF FINANCE					
Investment income received		148	86	274	84
CAPITAL EXPENDITURE					
Payments to acquire tangible fixed assets		(1,504)	(429)	(1,504)	(429)
FINANCING					
Capital element of the finance lease, total payments		(43)	(35)	(43)	(35)
INCREASE IN CASH	21, 22	<u>2,307</u>	<u>2,853</u>	<u>2,652</u>	<u>2,369</u>

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

Financial statements for the 18 months ended 31 March 2013

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared to comply with current statutory requirements (being the Companies Act 2006, the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006) under the historical cost convention, except for investments at market value, and in accordance with United Kingdom Generally Accepted Accounting Practice. The recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice (revised 2005) issued by the Charity Commission in March 2005 have been followed. The accounting policies have been applied consistently in prior years.

BASIS OF CONSOLIDATION

The consolidated statement of financial activities and the balance sheet consolidate the financial statements of Anthony Nolan and its subsidiary undertaking, Anthony Nolan Trading Limited.

GOING CONCERN

The trustees have reviewed the group's and the parent charity's forecasts and projections covering a period that exceeds twelve months from the date of signing these financial statements, and based on the level of existing cash and estimated levels of income and expenditure, the trustees are satisfied that the charity has adequate resources to continue in operation for the foreseeable future. Accordingly, the going concern basis has been used in preparing these financial statements.

INCOMING RESOURCES

All incoming resources are included in the statement of financial activities when the charity is entitled to the income, and the amount can be quantified with reasonable accuracy. Donations are normally brought into account when received, and are stated gross of any attributable tax recoverable. Government and institutional grants are accounted for on a receivable basis. Donations and grants given for specific purposes are treated as restricted income.

Income from legacies is included in incoming resources on an accruals basis when, for a specific bequest, the three criteria of entitlement, certainty, and measurement can be satisfied and supported by third party confirmation. The charity does not account for legacies subject to a life interest held by another party until the life interest has expired.

Income in respect of payments for bone marrow transplants and other similar services derives from the amounts charged in respect of the search for matching tissue types and the arrangement of the bone marrow transplants, and is accounted for when receivable as incoming resources from charitable activities.

Income from fundraising events, and the associated costs, are included in incoming resources and resources expended following completion of the event. Income received and costs incurred prior to the date of an event are treated as deferred income and prepayments respectively.

All other income, including investment income, is accounted for on a receivable basis as and when earned.

GIFTS IN KIND

The value of gifts in kind is recognised as income and as a cost where the value exceeds £1,000 on an individual basis and the value can be assessed with reasonable accuracy. The income is recognised in the SOFA when the gift is sold, which usually takes place at charitable events.

RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis inclusive of any irrecoverable Value Added Tax, and is allocated as direct costs in the statement of financial activities where the costs can be identified as being directly related to generating funds, to a charitable activity, or to governance matters. Where costs cannot be directly attributed, they are allocated to categories on a basis consistent with the budgeted use of the resources concerned and in proportions based upon a suitable ratio applicable to the nature of the cost involved.

GOVERNANCE COSTS

Governance costs consist of an estimate of time spent by senior executives in dealing with governance tasks and any direct costs associated with these tasks, including audit costs and trustee expenses. Compliance with the requirements of the Human Tissue Authority is included in governance.

ANTHONY NOLAN TRUST & SUBSIDIARY UNDERTAKING

Financial statements for the 18 months ended 31 March 2013

ACCOUNTING POLICIES (continued)

FOREIGN CURRENCIES

Transactions denominated in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. All exchange gains or losses are included in the statement of financial activities in the period to which they relate.

RESEARCH AND DEVELOPMENT EXPENDITURE

Expenditure on research and development is written off to the statement of financial activities in the period in which it is incurred.

TANGIBLE FIXED ASSETS

All tangible assets purchased costing more than £1,000 that have a useful economic life that exceeds one year are capitalised and classified as fixed assets, the exception being computer equipment, which is all capitalised, even if the cost is lower than £1,000. Tangible fixed assets are stated at historical cost less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows:

Leasehold buildings	over the life of the lease
Leasehold improvements, fixtures & fittings	over 3 to 4 years
Motor vehicles	over 3 to 4 years
Office equipment	over 3 to 5 years
Laboratory equipment	over 3 to 5 years

INVESTMENTS

Long term investments are classified as fixed assets, which are stated at market value in the Balance Sheet. Provision is made for any impairment in the value of fixed asset investments.

STOCKS

Stocks are valued at the lower of cost and net realisable value. Net realisable value is based upon estimated selling price less further costs expected to be incurred to disposal. Provision is made for obsolete and slow-moving items.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the statement of financial activities in proportion to the remaining balance outstanding.

All other leases are "operating leases" and the annual rentals are charged to the statement of financial activities on a straight line basis over the lease term.

TAXATION

The company is a registered charity and as such its income and gains falling within Sections 471 to 489 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992 are exempt from Corporation tax to the extent that they are applied to its charitable activities.

ANTHONY NOLAN TRUST & SUBSIDIARY UNDERTAKING

Financial statements for the 18 months ended 31 March 2013

ACCOUNTING POLICIES (continued)

PENSION CONTRIBUTIONS

The group and the charity make contributions into defined contribution pension schemes on behalf of certain employees. The assets of the schemes are held separately from those of the group and the charity in independently administered funds. The amount charged to the statement of financial activities in respect of pension costs is the total contributions payable for the year.

FUND ACCOUNTING

The general fund comprises the accumulated surpluses of unrestricted incoming resources over resources expended, which are available for use in furtherance of the general objectives of the charity.

The investment revaluation reserve reflects gains or losses of the revaluation of the quoted investments.

Restricted funds are funds subject to specific conditions imposed by donors. The purpose and use of the restricted funds are set out in the notes to the accounts. Amounts unspent at the period end are carried forward in the balance sheet. Where the specific conditions of the donation are met so the funds are no longer restricted in purpose or use, unspent amounts are transferred to the general fund.

PROVISIONS

Provision is made by the group and the charity for liabilities and charges arising from legal or constructive obligations that exist at the balance sheet date on the basis of the estimated cost to settle the present obligation or transfer it to a third party at that date. Consideration is given to the timing of the cash flows and to future events and uncertainties which may affect the amount required to settle the obligations.

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING**NOTES TO THE FINANCIAL STATEMENTS
for the 18 months ended 31 March 2013**

	Unrestricted Funds 18 months £'000	Restricted Funds 18 months £'000	Total 2013 18 months £'000	Total 2011 12 months £'000
1 VOLUNTARY INCOME				
Group and Charity				
Donations from trusts and other similar institutions	58	1,121	1,179	866
Corporate donations	370	914	1,284	972
Donations from individuals	5,487	-	5,487	3,524
Legacies	893	233	1,126	407
Gifts in kind	199	-	199	202
	<u>7,007</u>	<u>2,268</u>	<u>9,275</u>	<u>5,971</u>

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS for the 18 months ended 31 March 2013

2 TRADING OPERATIONS & INVESTMENTS

The charity owns 100% of the issued share capital of Anthony Nolan Trading Limited ("ANTL"), a company registered in England. The charity acquired all of the 100 ordinary shares of £1 each that were issued in ANTL at par upon incorporation. These shares are carried in the balance sheet at their original cost of £100, which the trustees believe approximately equates to their market value.

The principal activity of ANTL is to carry on the trading operations of the group with a view to raising funds on behalf of the parent charity, which is achieved through the sale of merchandise, advertising, the organisation of fundraising events, and by exploiting intellectual property and other similar rights held by the parent charity. Annual financial statements for this subsidiary company are filed with the Registrar of Companies for England and Wales, and are publicly available.

	2013 18 months £'000	2011 12 months £'000
A summary of the trading results of the subsidiary is set out below		
INCOME		
Turnover	766	803
Investment income	3	2
	<u>769</u>	<u>805</u>
EXPENDITURE		
Cost of sales	453	453
Other operating expenses	131	220
Taxation	-	66
Transfer under Gift Aid to Anthony Nolan	128	66
	<u>712</u>	<u>805</u>
RESULT FOR THE PERIOD	<u>57</u>	<u>-</u>
A summary of the balance sheet of the subsidiary is set out below		
CURRENT ASSETS		
Debtors	133	101
Cash at bank & in hand	151	496
	<u>284</u>	<u>597</u>
LIABILITIES		
Creditors: Amounts falling due within one year	223	593
NET CURRENT ASSETS	<u>61</u>	<u>4</u>
TOTAL ASSETS LESS CURRENT LIABILITIES & NET ASSETS	<u>61</u>	<u>4</u>
CAPITAL AND RESERVES		
Called up share capital	-	-
Profit & loss account	61	4
SHAREHOLDERS' FUNDS	<u>61</u>	<u>4</u>

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS
for the 18 months ended 31 March 2013

	Unrestricted Funds 18 months £'000	Restricted Funds 18 months £'000	Total 2013 18 months £'000	Total 2011 12 months £'000
3 INVESTMENT INCOME				
Group				
Rent receivable under operating leases	112	-	112	75
Bank interest receivable on short term cash deposits	17	-	17	-
Royalty income receivable	14	-	14	11
Return on investments	5	-	5	-
	<u>148</u>	<u>-</u>	<u>148</u>	<u>86</u>
Charity				
Rent receivable under operating leases	112	-	112	75
Bank interest receivable on short term cash deposits	17	-	17	-
Royalty income receivable	12	-	12	9
Return on investments	5	-	5	-
Anthony Nolan Trading Ltd Gift aid payment	128	-	128	66
	<u>274</u>	<u>-</u>	<u>274</u>	<u>150</u>
	Unrestricted Funds 18 months £'000	Restricted Funds 18 months £'000	Total 2013 18 months £'000	Total 2011 12 months £'000
4 DONOR PROVISION INCOME				
Group & Charity				
Fees receivable for the provision of donors	43,832	-	43,832	23,857
Support income in relation to donor processing	3,143	31	3,174	716
	<u>46,975</u>	<u>31</u>	<u>47,006</u>	<u>24,573</u>
5 RESEARCH INCOME				
Group & Charity				
Grant income receivable	110	318	428	268
	<u>110</u>	<u>318</u>	<u>428</u>	<u>268</u>
6 OTHER INCOMING RESOURCES				
Group				
Reclaim of VAT	-	-	-	38
Other income	431	-	431	171
	<u>431</u>	<u>-</u>	<u>431</u>	<u>209</u>
Charity				
Reclaim of VAT	-	-	-	38
Anthony Nolan Trading Ltd management charge	71	-	71	80
Other income	431	-	431	171
	<u>502</u>	<u>-</u>	<u>502</u>	<u>289</u>

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS
for the 18 months ended 31 March 2013

7 TOTAL RESOURCES EXPENDED

Group

	Activities undertaken directly			Support costs (note 8)			Total Costs
	Staff costs	Other costs	Total	Staff costs	Other costs	Total	
	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000
2011/2013 18 months							
Costs of generating funds							
Fundraising costs	1 472	3,585	5 057	330	405	735	5,792
Commercial trading operations cost of goods sold and other costs		513	513		-		513
Charitable activities							
Donor Provision	6,711	31 743	38,454	1,957	2,618	4,575	43,029
Education and awareness	1 123	979	2 102	212	230	442	2,544
Research	1,487	738	2 225	190	194	384	2,609
Governance costs		106	106	203	122	325	431
Total resources expended	10,793	37,664	48,457	2,892	3,569	6,461	54,918
2010/2011 12 months	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000
Costs of generating funds							
Fundraising costs	1 032	1 980	3,012	197	350	547	3,559
Commercial trading operations cost of goods sold and other costs		592	592			-	592
Charitable activities							
Donor Provision	3,506	17 345	20 851	984	2,030	3,014	23,865
Education and awareness	465	546	1,011	77	130	207	1,218
Research	945	470	1,415	102	158	260	1,675
Governance costs	-	2	2	135	78	213	215
Total resources expended	5,948	20,935	26,883	1,495	2,746	4,241	31,124

Charity

	Activities undertaken directly			Support costs (note 8)			Total Costs
	Staff costs	Other costs	Total	Staff costs	Other costs	Total	
	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000
2011/2013 18 months							
Costs of generating funds							
Fundraising costs	1 472	3,585	5,057	330	405	735	5,792
Charitable activities							
Donor Provision	6,711	31,743	38 454	1 957	2 618	4 575	43,029
Education and awareness	1,123	979	2,102	212	230	442	2,544
Research	1 487	738	2,225	190	194	384	2,609
Governance costs	-	106	106	203	122	325	431
Total resources expended	10,793	37,151	47,944	2,892	3,569	6,461	54,405
2010/2011 12 months	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000	£ 000
Costs of generating funds							
Fundraising costs	1 032	1 980	3,012	197	350	547	3,559
Charitable activities							
Donor Provision	3,506	17,345	20 851	984	2 030	3 014	23,865
Education and awareness	465	546	1 011	77	130	207	1,218
Research	945	470	1,415	102	158	260	1,675
Governance costs		2	2	135	78	213	215
Total resources expended	5,948	20,343	26,291	1,495	2,746	4,241	30,532

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2013

8 SUPPORT COSTS BY ACTIVITY

Group and Charity

	Facilities	Finance and management	Support Costs Human Resources	IT	Total
	£ 000	£ 000	£ 000	£ 000	£ 000
2011/2013 18 months					
Costs of generating funds					
Fundraising costs	134	304	112	185	735
Charitable activities					
Donor Provision	684	2 368	571	952	4,575
Education and awareness	102	114	85	141	442
Research	96	74	80	134	384
Governance costs		325			325
Total support costs	1,016	3,185	848	1,412	6,461
2010/2011 12 months	£ 000	£ 000	£ 000	£ 000	£ 000
Costs of generating funds					
Fundraising costs	116	216	81	134	547
Charitable activities					
Donor Provision	446	1,742	310	516	3,014
Education and awareness	48	69	34	56	207
Research	71	58	49	82	260
Governance costs		213		-	213
Total support costs	681	2,298	474	788	4,241

Basis of the allocation of expenditure

Where appropriate, expenditure including depreciation, is allocated directly to the activity to which that expenditure relates

Expenditure which does not relate directly to an activity but are incurred to enable activities to occur are classified as support costs

Support costs are apportioned to the activities they support on a reasonable justifiable and consistent basis. The bases are

Finance and management costs relating to Governance are estimated based on the time and resources incurred on governance activities

Other finance costs are apportioned in proportion to total direct expenditure incurred per activity

All other support costs are apportioned in accordance with the full time equivalent number of staff directly employed in that activity

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS for the 18 months ended 31 March 2013

	2013 18 months	2011 12 months
9 STAFF COSTS	No	No
The average monthly number of persons employed by the group during the period (excluding trustees) was		
Charitable activities		
Donor provision	157	133
Education and awareness	22	14
Research	21	20
Fundraising	30	33
Governance	3	3
	<u>233</u>	<u>203</u>
	£'000	£'000
Staff costs for the above		
Wages and salaries	10,747	6,065
Social security costs	1,083	617
Pension costs	369	160
	<u>12,199</u>	<u>6,842</u>
Staff costs are allocated in the group's financial statements as follows		
Donor provision	8,668	4,490
Education and awareness	1,335	542
Research	1,677	1,047
Fundraising	1,802	1,230
Governance	203	135
	<u>13,685</u>	<u>7,444</u>

Included in the allocated staff costs (note 7), in addition to payroll costs are the costs of funding academic positions of £191k (2011 £97k), staff benefit costs of £101k (2011 £73k), and agency staff and other similar costs of £1,133k (2011 £470k)

	2013 No	2011 No
The number of employees whose emoluments for the period fell within the following ranges was		
£60,001 to £70,000	2	4
£70,001 to £80,000	3	-
£80,001 to £90,000	2	3
£90,001 to £100,000	2	1
£100,001 to £110,000	1	-
£120,001 to £130,000	1	1

The group made contributions to money purchase pension schemes on behalf of all employees whose emoluments exceeded £60,000, and the total contributions payable during the 18 months' period amounted to £83k (12 months 2011 £37k)

During 2011/2013 the charity continued development work on upgrading the donor database system CORAL £324k worth of software developers' staff costs was capitalised (2011 £126k), including £288k wages and salaries (2011 £113k), £33k of social security costs (2011 £12k) and £3k pension costs (2011 £1k)

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS for the 18 months ended 31 March 2013

	2013	2011
	18 months	12 months
	£'000	£'000
10 NET MOVEMENT IN FUNDS		
Net movement in funds is stated after charging/(crediting)		
Depreciation and amounts written off tangible fixed assets	673	302
Charge for the period - owned assets	609	267
Charge for the period - assets under finance lease	64	36
Research and development expenditure	2,225	1,414
Exchange losses on foreign currencies	-	52
Operating lease rentals		
Land and buildings	409	316
Plant and machinery	29	82
Auditor's remuneration		
Statutory Audit fees payable to		
Baker Tilly UK Audit LLP (Charity £24k (2011 £39k))	31	47
Tax Services payable to		
Baker Tilly Tax & Accounting Ltd		
Compliance	1	3
Advisory	-	8
Other Services	49	-

The trustees neither received nor waived any emoluments for their services to the group or the charity, and were not reimbursed for any expenses incurred on behalf of the group or the charity during the current period or previous years

The group and the charity have an insurance policy that provides professional indemnity insurance cover for the trustees. The cost of this insurance for the period was £2k (2011 £2k)

During the 18 months to 31 March 2013, the group made net foreign exchange gains of £587k. In 2010/11, these were shown as gross gains of £171k and exchange losses of £52k

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS
for the 18 months ended 31 March 2013

11 TANGIBLE ASSETS

Group & Charity	Leasehold buildings		Leasehold improvements, fixtures & fittings	Motor vehicles	Office equipment	Laboratory equipment	TOTAL
	Long term £'000	Short term £'000	£'000	£'000	£'000	£'000	
Cost							
01 October 2011	1,842	137	751	23	1,584	1,859	6,196
Additions	-	-	31	-	844	629	1,504
Write offs/Disposals	-	-	(73)	(23)	(493)	(304)	(893)
31 March 2013	1,842	137	709	-	1,935	2,184	6,807
Depreciation							
01 October 2011	479	30	569	23	1,293	1,457	3,851
Charge for the period	24	10	93	-	217	329	673
Write offs/Disposals	-	-	(73)	(23)	(493)	(304)	(893)
31 March 2013	503	40	589	-	1,017	1,482	3,631
Net book value 31 March 2013	1,339	97	120	-	918	702	3,176
30 September 2011	1,363	107	182	-	291	402	2,345

Certain leasehold buildings are used, when surplus to the group's and the charity's requirements, to generate rental income under operating leases

12 INVESTMENTS

Group

Listed investments	£ 000
Valuation at 1 October 2011	13
Additions at cost	-
Unrealised loss on investment At 31 March 2013	(7)
	<u>6</u>

Charity

Listed investments	£ 000
Valuation at 1 October 2011	13
Additions at cost	-
Unrealised loss on investment At 31 March 2013	(7)
	<u>6</u>

Investments in subsidiaries

Investments in subsidiaries at cost As at 1 October 2011 and 30 September 2013	-
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The charity owns 100,000 shares in Eurovestech Plc. These shares were donated as part of the corporate social responsibility of Eurovestech

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS
for the 18 months ended 31 March 2013

	Group 2013 £'000	Group 2011 £'000	Charity 2013 £'000	Charity 2011 £'000
13 STOCKS				
Raw materials and consumables	479	368	479	368
	<u>Group 2013 £'000</u>	<u>Group 2011 £'000</u>	<u>Charity 2013 £'000</u>	<u>Charity 2011 £'000</u>
14 DEBTORS				
Amounts falling due within one year				
Trade debtors	2,751	3,247	2,692	3,191
Amounts due from group undertakings	-	-	-	345
Gift Aid receivable from group undertakings	-	-	128	66
Other debtors	40	35	38	35
Prepayments and accrued income	5,711	2,155	5,638	2,108
	<u>8,502</u>	<u>5,437</u>	<u>8,496</u>	<u>5,745</u>
CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	£'000	£'000	£'000	£'000
Trade creditors	5,444	3,185	5,415	3,145
Amounts due to group undertakings	-	-	85	-
Other creditors	40	-	40	-
Other taxation and social security costs	432	322	431	205
Accruals and deferred income	2,601	1,787	2,449	1,761
Finance lease payable	43	43	43	43
	<u>8,560</u>	<u>5,337</u>	<u>8,463</u>	<u>5,154</u>
Other creditors include outstanding pension contributions of £38k (2011 £nil)				
16 MOVEMENTS IN DEFERRED INCOME	£'000	£'000	£'000	£'000
Deferred income at beginning of period	80	98	63	98
Income recognised in period	(899)	(77)	(881)	(77)
Income deferred in a current period	1,214	59	1,062	42
Deferred income at the period end	<u>395</u>	<u>80</u>	<u>244</u>	<u>63</u>
17 CREDITORS AMOUNT FALLING DUE AFTER ONE YEAR	£'000	£'000	£'000	£'000
Finance lease commitments				
Repayable within 1-2 years	43	43	43	43
Repayable within 2-5 years	28	93	28	93
	<u>71</u>	<u>136</u>	<u>71</u>	<u>136</u>
18 PROVISIONS FOR LIABILITIES & CHARGES				
Provision for dilapidations	<u>316</u>	<u>296</u>	<u>316</u>	<u>296</u>

A provision for dilapidations is being carried in the balance sheets of the group and the charity in respect of the estimated costs of unavoidable reinstatement and refurbishment works relating to certain leasehold properties that are currently occupied by the charity for its own use. This provision was created in 2004, added to in 2009 upon renewal of the lease and is now expected to be utilised at the earliest in the financial year 2013/2014.

NOTES TO THE FINANCIAL STATEMENTS
for the 18 months ended 31 March 2013

19 THE FUNDS OF THE GROUP & THE CHARITY

Group	Balance at 01-Oct 2011 £'000	Incoming resources £'000	Outgoing resources £'000	Gross transfers between Funds £'000	Other gains and losses £'000	Balance at 31-Mar 2013 £'000
Restricted income funds						
<u>Voluntary income</u>						
Donor Campaign and Processing Fund	40	1,412	(1,436)	-	-	16
Donor Provision Fund	-	26	(26)	-	-	-
Cord Blood Collection Centres Fund	125	411	(463)	-	-	73
Scientific Research Funds	-	52	(52)	-	-	-
Laboratory equipment Fund	-	367	(27)	(205)	-	135
	165	2,268	(2,004)	(205)	-	224
Scientific Research Funds	120	349	(361)	-	-	108
	285	2,617	(2,365)	(205)	-	332
Unrestricted income funds						
<u>Designated funds</u>						
Donor recruitment and processing fund	-	-	-	1,450	-	1,450
Clinical trials coordination	-	-	-	50	-	50
	-	-	-	1,500	-	1,500
General Fund	5,181	55,437	(52,553)	(1,295)	-	6,770
Investment revaluation reserve	(3)	-	-	-	(7)	(10)
	5,463	58,054	(54,918)	-	(7)	8,592
Charity						
Restricted income funds						
<u>Voluntary income</u>						
Donor Campaign and Processing Fund	40	1,412	(1,436)	-	-	16
Donor Provision Fund	-	26	(26)	-	-	-
Cord Blood Collection Centres Fund	125	411	(463)	-	-	73
Scientific Research funds	-	52	(52)	-	-	-
Laboratory equipment Fund	-	367	(27)	(205)	-	135
	165	2,268	(2,004)	(205)	-	224
Scientific Research Funds	120	349	(361)	-	-	108
	285	2,617	(2,365)	(205)	-	332
Unrestricted income funds						
<u>Designated funds</u>						
Donor recruitment and processing fund	-	-	-	1,450	-	1,450
Clinical trials coordination	-	-	-	50	-	50
	-	-	-	1,500	-	1,500
General Fund	5,177	54,868	(52,040)	(1,295)	-	6,710
Investment revaluation reserve	(3)	-	-	-	(7)	(10)
	5,459	57,485	(54,405)	-	(7)	8,532

Donor Campaign and Processing fund in 2011/2013 the charity received various grants to recruit and type to high resolution male donors aged between 16 and 30 years. The biggest contributors to this Fund were Text Santa campaign in association with ITV (£913k), legacy from Mr Douglas Vincent Ellison (£233k) and The Jack Petchey Foundation (£230k).

Donor Provision fund during the year various grants were received for the purposes of recruiting donors for the charity's registry.

As part of its commitment to increase the use of cord blood, the Trust has plans to open cord blood collection centres at a number of hospitals. Donations received to support this expansion programme are credited to the Cord Blood Collection Centres Fund. Expenditure incurred in opening the centres is charged to the Fund. The balance of the Fund represents donations received for the expenditure to be incurred in 2013/14 financial year.

The Scientific Research Fund was set up in 2008/2009 to recognise income received annually in the form of a number of different grants awarded for specific research projects in immunogenetics and related fields. The cost of undertaking these research projects is allocated to the fund with unspent monies being carried forward into 2013/2014.

Donations and grants received to fund the purchase of specific items of laboratory equipment for either research or histocompatibility laboratories are credited to the Laboratory equipment Fund. When the specified asset is purchased and there is no on-going restriction over its use, the value of the asset is transferred to General Fund. £205k was transferred from Laboratory equipment Fund to General Fund in 2011/13. The depreciation of the asset is charged to the General Fund over the life of the asset.

Funds are designated for the following purposes:

Donor Recruitment and Processing Fund to allow for increased typing costs for donors recruited in the next 18 months.

Clinical trial coordination to enable the organisation to coordinate a clinical trials group across the UK. To be utilised within the next 24 months.

The investment revaluation reserve represents the difference between the historic cost of investments and their revalued amount at the balance sheet date.

ANTHONY NOLAN & SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS
for the 18 months ended 31 March 2013

20 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Fixed assets £'000	Net current assets £'000	Creditors over 1 year and provisions for liabilities and charges £'000	Total £'000
Restricted income funds		332	-	332
Unrestricted income funds General Fund	3,189	5,465	(387)	8,267
Unrestricted income funds Revaluation Reserve	(7)	-	-	(7)
NET ASSETS	3,182	5,797	(387)	8,592
Charity				
Restricted income funds	-	332	-	332
Unrestricted income funds General Funds	3,189	5,405	(387)	8,207
Unrestricted income funds Revaluation Reserve	(7)	-	-	(7)
NET ASSETS	3,182	5,737	(387)	8,532

21 RECONCILIATION OF NET CASH FLOW TO MOVEMENTS IN FUNDS

	Group 2013 £'000	Group 2011 £'000	Charity 2013 £'000	Charity 2011 £'000
Increase in cash in the period	2,350	2,888	2,695	2,404
Cash outflow to decrease debt lease finance	(43)	(35)	(43)	(35)
CHANGE IN NET FUNDS	2,307	2,853	2,652	2,369
Net funds at 1 October 2011	3,069	216	2,573	204
NET FUNDS AT 31 MARCH 2013	5,376	3,069	5,225	2,573

22 ANALYSIS OF CHANGES IN NET FUNDS

	1 Oct 2011 £'000	Cash flows £'000	Non-cash changes £'000	31 March 2013 £'000
Group				
Cash in hand at bank	3,069	2,307	-	5,376
Finance leases	136	-	71	207
NET FUNDS	3,205	2,307	71	5,583
Charity				
Cash in hand, at bank	2,573	2,652	-	5,225
Finance leases	136	-	71	207
NET FUNDS	2,709	2,652	71	5,432

23 COMMITMENTS UNDER OPERATING LEASES

At 31 March 2013 the group and the charity have annual commitments under non-cancellable operating leases as follows

	Group 2013 £'000	Group 2011 £'000	Charity 2013 £'000	Charity 2011 £'000
Land and buildings				
Expiring in less than one year	-	31	-	31
Expiring between two and five years	6	-	6	-
Expiring after 5 years	196	171	196	171
Plant and machinery				
Expiring in less than one year	-	26	-	26
Expiring between two and five years	7	4	7	4
	209	232	209	232

24 PENSION COMMITMENTS

The group and the charity make contributions into defined contribution pension schemes on behalf of certain employees. The assets of the schemes are held separately from those of the group and the charity in independently administered funds. The amount charged to the statement of financial activities in respect of pension costs (as shown in note 9) is the total contributions payable for the period.

25 RELATED PARTY TRANSACTIONS

The charity has taken advantage of the exemptions provided by Financial Reporting Standard No 8 Related Party Disclosures, and has not disclosed transactions with fellow group undertakings on the basis that 100% of the voting rights are controlled within the group, and that group accounts are publicly available.

There are no other related party transactions to be disclosed.

26 CAPITAL COMMITMENTS

	Group 2013 £'000	Group 2011 £'000	Charity 2013 £'000	Charity 2011 £'000
Capital commitments contracted for, but not provided	47	-	47	-