

Registration Number: 2564511

REGISTRARS COPY

Charity Number: 1002176

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED
(A company limited by guarantee and not having a share capital)

ANNUAL REPORT

YEAR ENDED 31 DECEMBER 1997

PANNELL KERR FORSTER

Chartered Accountants



SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED
 (Limited by Guarantee)
ANNUAL REPORT
YEAR ENDED 31 DECEMBER 1997

TRUSTEES AND DIRECTORS

C B Brown
 A M El Nahas
 S MacNeil
 A Donnelly
 H A Cotton
 M E Wilkie
 J Haylor

SECRETARY

A M El Nahas

REGISTERED AND PRINCIPAL OFFICE

Northern General Hospital
 Herries Road
 Sheffield S5 7AU

ACCOUNTANTS

Pannell Kerr Forster
 Sheffield

SOLICITORS

Cotton and Mughol
 Sheffield

FINANCIAL ADVISERS

Featherstone Independent Financial Services
 Sheffield

BANKERS

Lloyds Bank plc
 Sheffield

CONTENTS

	Pages
Trustees and advisers	1
Trustees' report	2 - 3
Accountants' report	4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7 - 10

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED
(Limited by Guarantee)

TRUSTEES' REPORT (INCORPORATING THE DIRECTORS' REPORT)

The trustees present their annual report together with the financial statements for the year ended 31 December 1997.

1. PRINCIPAL ACTIVITIES

The company is engaged in raising money to support the carrying out of research on the kidney, with the emphasis on the prevention and treatment of kidney related diseases, and to this end is involved in fund-raising initiatives.

2. REVIEW OF THE BUSINESS

The results for the year are set out on page 5.

The trustees are pleased to report a continuing increase in the activities of the Foundation. Income generated through the wide range of fund raising activities continues to be satisfactory. This continuing growth in income is allowing the Foundation to keep its funding commitment to the various aspects of clinical and laboratory-based research within the Sheffield Kidney Institute. Therefore, funding support continues for two research staff; a laboratory scientist and a research nurse. In addition, the Foundation is now in a position to support research staff funding on an interim basis in between periods of outside funding. This guarantees the continuity of the research and its further progress. Research is rapidly expanding within the Sheffield Kidney Institute with both clinical and laboratory-based research staff actively and successfully involved.

3. TRUSTEES AND DIRECTORS

The directors who have held office since the beginning of the year are as follows:-

C B Brown
H A Cotton
S MacNeil
A M El Nahas
G Nowell (resigned 30 March 1998)
M E Wilkie
J Haylor (appointed 30 March 1998)
A Donnelly (appointed 30 March 1998)

The current trustees are equivalent to directors for Companies Act purposes.

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED
(Limited by Guarantee)

TRUSTEES' REPORT (INCORPORATING THE DIRECTORS' REPORT)

4. TRUSTEES' RESPONSIBILITIES

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 company and of the surplus or deficit of the company for that period. In preparing those financial statements, the trustees are required to:-

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

5. STATUS

The company is a registered charity under the Charities Act 1992. It is governed by its Memorandum and Articles of Association and is limited by guarantee not having a share capital.

6. ACCOUNTANTS

A resolution to re-appoint the accountants, Pannell Kerr Forster, will be proposed at the annual general meeting.

This trustees' report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board

Sheffield

Trustee
By A. MEL NAHAS

ACCOUNTANTS' REPORT ON THE UNAUDITED FINANCIAL STATEMENTS
TO THE TRUSTEES OF SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 1997, set out on pages 5 to 10, and you consider that the company is exempt from an audit. In accordance with your instructions we have prepared these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Pannell Kerr Forster

PANNELL KERR FORSTER

18 May 1998

Sheffield

Chartered Accountants

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED

(Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES**YEAR ENDED 31 DECEMBER 1997**

	<u>Notes</u>	<u>Unrestricted funds</u> £	<u>Restricted funds</u> £	<u>Total funds 1997</u> £	<u>Total funds 1996</u> £
INCOME AND EXPENDITURE					
INCOMING RESOURCES					
Donations, bequests and similar income		27,500	10,000	37,500	90,992
Income from fund raising activities		29,848	-	29,848	23,320
Investment income		<u>5,249</u>	<u>-</u>	<u>5,249</u>	<u>4,633</u>
TOTAL INCOMING RESOURCES		<u>62,597</u>	<u>10,000</u>	<u>72,597</u>	<u>118,945</u>
RESOURCES EXPENDED					
Direct charitable expenditure	3	36,832	10,000	46,832	51,577
Other expenditure:					
Fundraising and publicity	4	12,344	-	12,344	12,870
Management and administration of the charity	5	<u>16,963</u>	<u>-</u>	<u>16,963</u>	<u>13,510</u>
TOTAL RESOURCES EXPENDED		<u>66,139</u>	<u>10,000</u>	<u>76,139</u>	<u>77,957</u>
NET (OUTGOING) INCOMING RESOURCES FOR THE YEAR		<u>(3,542)</u>	<u>-</u>	<u>(3,542)</u>	<u>40,988</u>
OTHER RECOGNISED GAINS AND LOSSES					
Gains (losses) on investments					
Realised		(278)	-	(278)	86
Unrealised		<u>7,354</u>	<u>-</u>	<u>7,354</u>	<u>3,811</u>
NET MOVEMENT IN FUNDS		<u>3,534</u>	<u>-</u>	<u>3,534</u>	<u>44,885</u>
Fund balances brought forward at 1 January 1997		<u>161,861</u>	<u>-</u>	<u>161,861</u>	<u>116,976</u>
FUND BALANCES CARRIED FORWARD AT 31 DECEMBER 1997		<u>165,395</u>	<u>-</u>	<u>165,395</u>	<u>161,861</u>

The company has no recognised gains or losses other than those shown above.

All amounts relate to continuing operations.

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED

(Limited by Guarantee)

BALANCE SHEET**31 DECEMBER 1997**

	<u>Notes</u>	£ <u>1997</u>	£ <u>1996</u>
		£	£
INVESTMENTS	8	105,755	101,387
CURRENT ASSETS			
Cash at bank and in hand		82,608	79,075
CREDITORS - Amounts falling due within one year	9	22,968	18,601
NET CURRENT ASSETS		59,640	60,474
NET ASSETS		165,395	161,861
FUNDS			
Unrestricted		165,395	161,861
		165,395	161,861

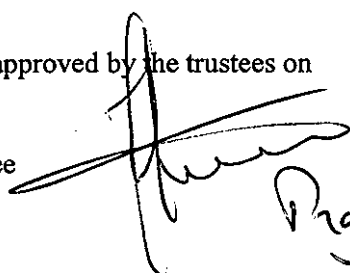
The company is entitled to exemption from audit conferred by Section 249A(1) of the Companies Act 1985. No notice has been deposited under Section 249B(2) of the Act in relation to the Financial Statements for the financial year. The trustees acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- preparing financial statements which give a true and fair view of the state of affairs of the company, as at the end of the financial year, and of its surplus or deficit for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985; and which otherwise comply with the requirements of that Act relating to financial statements so far as applicable to this company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the trustees on

- Trustee



By A. J. E. C. NAHAS
12-5-98

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED

(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 1997

1. COMPANY STATUS

The company is limited by guarantee and each trustee is a guarantor for the sum not exceeding £1.

The company is registered as a charity.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards under the historical cost accounting rules as modified by the revaluation of investments to market value.

Under Financial Reporting Standard No.1 the company is exempt from the requirements to prepare a cashflow statement on the grounds of its size.

Donations are included in full in the Statement of Financial Activities as soon as they are received.

Income from fund raising activities is included in the Statement of Financial Activities as soon as it is received.

Income from investments and related tax refunds are accounted for on a receipts basis.

The charity received a small number of donated goods in the year but no attempt has been made to place a value on such items.

No valuation has been placed on the stock of badges held at the year end the cost having been written off in the financial statements.

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED

(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS**YEAR ENDED 31 DECEMBER 1997**

	Unrestricted funds	Restricted funds	Total funds 1997	Total funds 1996
	£	£	£	£
3. DIRECT CHARITABLE EXPENDITURE				
Research Grants	31,832	10,000	41,832	37,577
Laboratory Costs	5,000	-	5,000	5,000
Equipment	-	-	-	9,000
	36,832	10,000	46,832	51,577
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
4. FUNDRAISING AND PUBLICITY				
Fundraising	9,572	-	9,572	11,691
Publicity	1,258	-	1,258	29
Prizes	1,514	-	1,514	1,150
	12,344	-	12,344	12,870
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
5. MANAGEMENT AND ADMINISTRATION OF THE CHARITY				
Secretarial services	11,775	-	11,775	10,073
Accountancy	1,146	-	1,146	1,000
Telephone	368	-	368	260
Insurance	645	-	645	615
Bank charges and Investment fees	-	-	-	1,301
General expenses	3,029	-	3,029	261
	16,963	-	16,963	13,510
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

SHEFFIELD KIDNEY RESEARCH FOUNDATION LIMITED

(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS**YEAR ENDED 31 DECEMBER 1997****6. TRUSTEES' REMUNERATION AND EXPENSES**

No remuneration or expense payment has been paid to any trustee.

7. TAXATION

The company has obtained charitable status from the Charity Commission and is therefore able to claim exemption from Corporation Tax on investment income and certain other sources of income if applied for charitable purposes.

8. INVESTMENTS

In January 1994 monies were placed with Morgan Grenfell Investment Management Limited who manage a portfolio of investments on behalf of the trustees. At 31 December 1997 the investments were valued by them as follows:

		<u>1997</u>	<u>1996</u>
		£	£
16,599	7 ¹ / ₄ % Treasury Stock 1998	17,415	16,713
12,150	7 ¹ / ₄ % Treasury Stock 2006	13,602	12,332
15,790	8% Treasury Stock 2003	16,989	16,293
-	Henderson Trust Special Sit Account	-	8,470
3,773	M G UK Equity Index Tracker Account	11,383	9,443
7,971	Thornton UK Small Co Account	13,558	13,567
897	M G American Growth	4,995	4,311
1,398	Martin Currie Japan	664	4,619
443	G T European Fund	3,772	3,200
1,443	Gartmore Euro Select Opps	3,788	2,996
4,875	Credit Suisse Orient Fund	2,058	5,540
-	S & P Emerging Markets	-	2,486
1,727	M G Japan Growth	1,164	1,417
12,020	R & M First Growth	13,740	-
663	M G US Tracker	<u>2,627</u>	<u>-</u>
		<u>105,755</u>	<u>101,387</u>
The historic cost of the investments was		<u>101,906</u>	<u>97,394</u>