

Tommy's

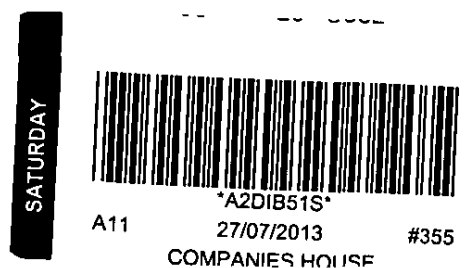
Trustees' Report and Financial statements

For the year ended 31 March 2013

Registered Company number 3266897

Registered Charity number 1060508

Charity Registered in Scotland number SC039280



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Trustees and advisors

Constitution

Registered Company No. 3266897 – Company limited by guarantee

Registered Charity No. 1060508

Charity Registered in Scotland No. SC039280

Trustees

Ron Dennis CBE - Co Chairman

Sally Tennant - Co Chairman

Sir Richard Lapthorne CBE

Dominic Proctor

Stephen Russell - Honorary Treasurer

Anita Charlesworth

Professor Phillip Bennett BSc PhD MD FRCOG

Patrick Stead

Catherine Hicks

John Hampel

Charles Redfield

Rod Christie-Miller

Barry Williams

Hayley Tatum

Resigned 15th March 2013

Resigned 1st May 2012

Appointed 20th November 2012

Appointed 17th July 2012

Appointed 17th July 2012

Chief Executive

Jane Brewin

Principal Address

Nicholas House

3 Laurence Pountney Hill

London

EC4R 0BB

Auditors

BDO LLP

Farringdon Place

20 Farringdon Road

London EC1M 3AP

Solicitors

Harbottle & Lewis LLP

Hanover House

14 Hanover Square

London W1S 1HP

Bankers

National Westminster Bank plc

91 Westminster Bridge Road

London SE1 7ZB

Objectives and Activities

Our goal remains to reduce the incidence of miscarriage, premature birth and stillbirth which together cause so much suffering to more than a quarter of all parents across the UK

- One in four women will have a miscarriage at some point during their life,
- Around 3,500 babies are stillborn in the UK each year, and
- Eight percent of pregnancies result in premature birth.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit. The charity is working to benefit the public in a number of ways:

- Losing a baby, or having a baby which starts life at a disadvantage, has a devastating impact on parents and families,
- Babies born too soon often have increased costs of health and social care throughout their lifetime, and
- Women from disadvantaged groups are more likely to have pregnancy complications, and so the cycle of disadvantage can be passed from one generation to the next through pregnancy

We believe that disseminating evidence based information/community based pregnancy programmes can help parents to minimise the risks inherent in pregnancy. We also believe that funding medical research will increase our understanding of the fundamental causes of pregnancy problems and hence lead to identifying those most at risk and treating them successfully. This approach spanning basic science underpinning potential therapeutic strategies and helping women to reduce their lifestyle risk factors is designed to have most impact on reducing pregnancy problems.

Our main objectives for the year were

- To maintain our funding levels and develop new sources of funding,
- To continue to fund medical research at St Thomas' Hospital, London, St Mary's Hospital, Manchester and The University of Edinburgh/Edinburgh Royal Infirmary, and
- To continue to provide evidence based pregnancy information to mothers-to-be

This year we have made progress on our medical research projects and information programme. Full details are set out in the **Activities and Performance** section on page 4.

In the current year grants were awarded to maternal and fetal research groups based at St Thomas' Hospital, Kings College London, St Mary's Hospital, Manchester University, Edinburgh Infirmary, Edinburgh University. The budgets were presented to the Trustees at their meeting in November and were discussed and formally agreed.

We consolidated our fundraising this year with income reaching £3.8 million. Further details are set out in the **Activities and Performance** section on page 4 and the **Financial Review** on page 9.

Trustees Report (continued)

Structure, Governance and Management

The charity operates in the UK with its headquarters based in central London. The charity and trading subsidiary are governed by memorandum and articles of association which was reviewed by the charity's solicitors and approved by the Trustees this year.

New Trustees are nominated by existing Trustees and selected by majority vote. All new Trustees are inducted, the programme covers:

- A meeting with the Co-Chairmen,
- The role of a Trustee including a copy of the memorandum and articles of association;
- A meeting with the Chief Executive, staff and a visit to Tommy's offices,
- Tommy's goals, strategy and main activities;
- How Tommy's assess and manage risk,
- Financial reporting and current performance of the charity including reserves policy;
- Main areas of fundraising,
- Our pregnancy information programme,
- Our approach to communicating with our supporters and beneficiaries ,
- Our medical research programmes including a visit to one of our maternal and fetal research units; and
- Completion of Companies House documentation

Every year one third of the Trustees resign and can be nominated for re-election. Trustees meet three times a year.

The Trustees have delegated the management of Tommy's to the Chief Executive who, together with the Finance Director, report on the performance against the budget and strategic plan, which are approved annually by the Trustees. Management accounts and the balance sheet are reviewed three times a year at the Trustees meetings. Between Trustees meetings the Chief Executive reports to Sally Tennant, Co-Chairman on a regular basis.

Ten members of staff are engaged in fundraising activity which is detailed in the fundraising section of this report (page 7). Eight staff are employed in our pregnancy information department and PR department. The remaining four are employed in finance, IT support and office management duties.

All the trustees give their time freely and no remuneration or expenses were paid in the year.

Internal Financial Control and Risk Assessment

The Trustees report that the charity's internal financial controls conform to guidelines issued by the Charity Commission.

The systems of financial control are designed to provide all reasonable but not absolute assurance against material misstatement or loss. They include:

- A fundraising plan and annual budget approved by the Trustees,
- Regular consideration by the Trustees of actual financial results compared with budgets and forecasts,
- Authority to spend within defined limits,
- Segregation of duties,
- Consideration of risks by Trustees and line managers, and
- Compliance reviews by expert advisors.

The key risks are identified as:

- Loss of business continuity due to a major incident in the City of London,

Trustees' Report (continued)

- Loss of significant income, and
- Provision of information concerning pregnancy to women

Risks are formally updated each year and reviewed by the Chief Executive, Finance Director and key staff regularly. Actions are documented for follow up.

Activities and Performance

Research

Tommy's is committed to funding high quality medical research into the problems women experience during pregnancy which lead to the death of the baby or the birth of a low birth-weight baby. We aim to reduce the incidence of miscarriage, pre-eclampsia, pre-term birth and stillbirth and help women reduce the risks inherent in pregnancy.

Tommy's research aims to

- Identify those most at risk of having a pregnancy problem,
- Find ways to diagnose problems early on in pregnancy before they become medical emergencies,
- Test treatments and interventions that are safe and effective for women during pregnancy, and
- Provide evidence based information to women to improve their pregnancy outcome

Tommy's has invested £1.2m this year in medical research including

- Maternal and Fetal Research Unit at St Thomas' Hospital, London - £400,000,
- Maternal and Fetal Research Unit at St Mary's Hospital, Manchester - £400,000; and
- Maternal and Fetal Research Unit at the University of Edinburgh at the Royal Infirmary - £400,000

Frequently larger providers of funding participate in growing research projects attracted by Tommy's initial endorsement. This leverage from our relatively small base remains a key objective of our funding strategy.

Results from Tommy's funded studies help the groups to attract funding for further and larger studies, effectively multiplying our contribution to up to ten times over the initial investment.

Maternal and Fetal Research Unit at St Thomas' Hospital, London headed by Professor Lucilla Poston and Professor Andrew Shennan

This centre continues to work on several areas of pregnancy, including pre-term birth and late miscarriage, pre-eclampsia and other pregnancy diseases and mental health in pregnancy.

Professor Andrew Shennan specialises in pre-term birth and has been awarded the top prize at this year's NHS Innovation Challenge Prizes presented by the Secretary of State for Health, Jeremy Hunt and The Chief Executive of the NHS, Sir David Nicholson. Professor Shennan submitted his evaluation of his pre-term surveillance clinic; the summary of the results are

- Pre-term birth rates have decreased in the local high risk area from 9.2% to 7.8%
- A national roll-out of the clinic's model could prevent almost 9,000 pre-term births each year which is a reduction of 15%
- The accurate screening of high risk women could save the NHS over £100 million per year.
- 90% of high risk women seen at the clinic have a healthy baby at full term compared to a national average of 50-70%
- Funding has been provided to help Professor Shennan to roll out this model of care

Trustees' Report (continued)

The clinic has pioneered predictive tests for pre-term birth such as the Fetal Fibronectin test as well as treatments such as cervical stitches

Work is also continuing on a study to assess whether measuring levels of progesterone in saliva would be an effective screening test for pre-term birth – if successful this would be a very simple and low cost screening tool.

Studies continue to try and find treatments which inhibit contractions, laboratory studies are progressing to studies in mice to find out if these treatments are effective

Maternal and Fetal Research Unit at St Mary's Hospital, Manchester headed by Professor Colin Sibley

The centre continues to focus on diseases associated with the development and function of the placenta which includes pre-eclampsia and fetal growth restriction which lead to a baby being born too soon or too small or a baby dying before birth (stillbirth) or shortly after birth.

Professor Sibley organised the first UK stillbirth research meeting in January 2012 – this has led to closer collaboration with other research groups around the world and some new ideas to investigate.

Much of the work funded in this centre has helped us to understand how the placenta works in both pregnancies that are healthy and those that go wrong. Basic scientific studies continue to increase our understanding about how the blood vessels and cells develop and function in the placenta and how nutrients/waste products and oxygen/carbon dioxide are transferred between mother and baby. It is hoped that as our understanding increases, it will lead to ideas about how treatments can be developed.

The Manchester Placenta Clinic has continued to develop a screening test for fetal growth restriction allowing treatment to be targeted to those most at risk. Studies using MRI scanning are helping to differentiate causes of fetal growth restriction, facilitating better treatment. Dr Heazell is establishing a stillbirth clinic which will help to improve care for the local population and develop care pathways to improve care nationwide.

A clinical trial is underway to assess whether drugs that improve the flow of blood in vessels in the placenta can improve the growth and subsequent health of babies in pregnancies compromised by fetal growth restriction.

Maternal and Fetal Research Unit at The Royal Infirmary/University of Edinburgh, headed by Professor Jane Norman

This centre is focussing on a number of pregnancy problems including the impact of obesity in pregnancy and preventing pre-term birth.

In the UK it is estimated that 1 in 5 pregnant women are clinically obese and up to half of all women are overweight. Obesity leads to many additional complications in pregnancy and is associated with poor outcomes for the baby. Increased risks of pre-eclampsia, gestational diabetes, fetal growth restriction and many other conditions lead to increased risks of miscarriage, premature birth and stillbirth.

The research programme is looking at obesity from several different angles, improving our understanding of the basic science of how the body behaves in pregnancy in obese mothers and improving antenatal care.

Attendees to the metabolic clinic have been assessed to see if the care they receive has improved their outcomes compared to obese women who have not received this specialised care. Women who attend the clinic are more likely to be diagnosed with gestational diabetes which means that appropriate treatment can be given leading to improved health for their babies. Women who do

Trustees' Report (continued)

not attend the clinic are also much more likely to suffer from pulmonary emboli and deep vein thrombosis which are life threatening conditions. We have also shown that obese women have many more problems in pregnancy than mothers of more optimal weight.

Several studies have improved our understanding of how the mother's body adapts to pregnancy in severely obese women which often leads to babies becoming too large – this has enabled us to start to treat obese women to help improve the health of their babies. For instance we have shown that a liver function test is a good predictor for those women who will develop gestational diabetes and can be used to target early treatment to prevent the onset of the condition. One of the treatments being trialled is whether metformin, a drug routinely used by diabetics, helps to reduce the excessive birth weight of babies born to some obese mothers.

We are investigating whether chlamydia infection causes miscarriage. This infection can be treated using antibiotics and so finding a link could potentially help many women.

The centre is also beginning several projects looking at the causes and prevention of stillbirth; including testing the hypothesis that rates of stillbirth will be reduced by increasing women's awareness of the need for prompt reporting of decreased fetal movements, followed by identification of placental insufficiency and timely delivery in confirmed cases.

Full details of individual research projects are available on our website www.tommys.org

Research performance indicators

The research centres are required to complete a research performance report each year; a summary is published on the Tommy's website. One of the key measures we monitor is the significant contributions to improvements in mothers and babies health and this year they include

- Pre-term birth surveillance clinic at St Thomas' Hospital has proved to both reduce pre-term births and save healthcare costs; this model of care is being rolled out nationwide
- The Edinburgh centre has shown elective induction of labour reduces perinatal mortality by 60-70% and if initiated on or after 39 weeks, does not increase caesarean sections
- Testing treatments for pre-term labour are underway in both the London and Edinburgh centres.
- The Edinburgh centre has shown that maternal obesity is associated with the premature death of the children – this highlights how important it is to tackle obesity in mothers
- Markers for detecting whether the placenta is working properly have been measured using scanning equipment such as MRI, paving the way for developing a non-invasive test to prevent stillbirth and target treatment.
- Further evidence has been developed to suggest that in pregnancies affected by fetal growth restriction and pre-eclampsia, Viagra can improve blood flow to the baby and improve growth
- A clinical test has been developed for women reporting with reduced fetal movements to assess their risk of stillbirth and poor pregnancy outcome

Education and Information

We provide evidence based interventions to help pregnant women to mitigate the known risk factors in pregnancy. By improving the availability of targeted pregnancy information and devising and evaluating community programmes, we aim to help women to improve their chances of having a healthy pregnancy and birth.

Pregnancy information is distributed in the following ways: website www.tommys.org, pregnancy information line, publications and community programmes.

Developments this year included:

Trustees' Report (continued)

- We have continued to develop our *5 Point Pregnancy Plan* designed to increase awareness of lifestyle risk factors that negatively impact on pregnancy outcome and provide practical resources for women and health professionals. Covering smoking, obesity, nutrition, exercise and mental health, we have begun to develop effective programmes to help mums to mitigate these risks in pregnancy and are planning the launch of new projects in 2013. In addition, we are continuing to promote awareness of these issues amongst individuals, health professionals, the royal colleges and other relevant bodies, charities, the Government and our corporate partners.
- We have launched a nutrition project with Sheffield Hallam University looking at improving the diet and vitamin supplementation of pregnant teenagers. We will be recruiting young women from London, Sheffield and Manchester.
- We have continued to develop our smoking cessation work and the online tool "Baby Be Smoke Free". This is designed to help pregnant teenagers to quit smoking and is now available via our web-site for free. The tool is also still available through the Family Nurse Partnership who support mums from disadvantaged groups who often have the worse pregnancy outcomes.
- We have developed our mental health awareness campaign – Making Maternal Mental Health Matter and are part of the newly formed Maternal Mental Health Alliance.
- Having completed the pilot community based intervention for obese mums-to-be in two areas of greater Manchester, Bolton and Oldham, the study has now been published with further publication targets for 2013. The results have been briefed to the Department of Health.
- The team in Edinburgh has piloted an exercise plan for obese pregnant women as funded by the Scottish Executive and we are awaiting evaluation of this project.
- Our guide *Managing your Weight in Pregnancy* is now the recommended weight management guide in the antenatal care service for Northern Ireland. We continue to disseminate this popular publication widely to pregnant women and health professionals.
- Our guide to help parents of premature babies has reached nearly 40,000 families in its first year and won the 2012 British Medical Association Patient Information Resource of the Year Award, Runner Up. Thanks to the Asda Foundation whose support helped us to develop the book and offer it free of charge.
- We have continued to improve the information on our website covering our medical research activities, specialist clinics and community based programmes.
- With the continued help of the Asda Foundation our pregnancy line is free to call and we are receiving many more enquiries from women who need urgent help. We have helped more than 3,000 parents over the last year who have contacted our pregnancy information line and email service. We have seen a large increase in queries relating to mental health, nutrition and weight management which has been a major focus of our campaigning initiatives this last year.
- We have continued to offer specialist help to women who have suffered pregnancy loss and those affected by specific issues such as Toxoplasmosis where we remain the only resource in the UK to help women affected by this devastating infection. We also supply information targeted to specific high risk groups such as teenagers.
- We reached over half of all pregnant women through our website, pregnancy guides and specialist pregnancy information and other health promotion materials.
- We have continued to meet the requirements of *The Information Standard*; the Department of Health's certification scheme for health information. To maintain this standard, Tommy's had to demonstrate that the consumer/patient information that we produce is clear, accurate, impartial, appropriately researched, accessible and up to date.

Fundraising

This has been another challenging year for some areas of fundraising and we thank our committed partners and our new partners for believing in our cause and sharing our commitment to make a difference.

Trustees' Report (continued)

Trusts and Foundations have continued to support our work and our thanks go to, Asda Foundation, James Tudor Foundation, John Coates Charitable Trust, Newman's Own Foundation, The President's Club Charitable Trust, PF Charitable Trust, RS MacDonald Charitable Trust, Taylor Foundation, Vitol Foundation and Zochonis Charitable Trust for their support

Our community fundraising continues to go from strength to strength and our supporters once again have excelled themselves with their participation in various events around the country and the amount of money they have raised for us. Our thanks also go to the organisations that have made this possible, The Royal Parks Foundation for believing in us and once again choosing Tommy's to be one of their four charity partners, Buggy Fit for helping us to grow our Baby Races from 3 to 10 events taking place across the UK, Tumble Tots and Busy Bees. We are always amazed and humbled by the efforts that so many people make to help us raise money – we salute them all.

Once more we have been grateful for the support of long standing partners, Asda, Build-a Bear Workshop, Danone, EBP, E1's Peppa Pig, Hologic, Johnson & Johnson and Simplyhealth who have helped us to achieve so many of our goals this year.

Our strategic partnership with Bounty has continued to help us raise awareness of the *5 Point Pregnancy Plan* with practical advice on how to mitigate pregnancy risks. Equally important, has been their role in helping us to expand our Annual Awards event which has helped us to reach more mums and increase the number sponsor partners involved in the event. We thank them for sharing our ambitions and goals.

Communication

Tommy's has continued to increase its media profile over the last year, with almost 1,000 pieces of coverage, a total circulation reached of almost 62 million and £2 million+ worth of PR coverage achieved.

The last year has seen Tommy's gain further high-profile media exposure thanks to our continued efforts on the strengthening of all contacts across the different media sectors, which has resulted in an increase in placements especially in national newspapers and broadcast outlets, particularly to do with Tommy's work around premature birth.

January 2011 saw the launch of Tommy's new guide, 'Having a premature baby', which resulted in coverage in the Evening Standard, The Independent and ITV's Lorraine programme. In November, to tie in with World Prematurity Day, Tommy's secured coverage in both the Daily Mail and the Daily Telegraph with news of its new predictive test for premature birth. And in February 2013, the news that Tommy's Pre-term Surveillance Clinic at St Thomas' had won a top NHS prize for reducing premature birth in its local area, was widely reported in the Evening Standard, The Times, BBC Radio 4, BBC London TV News and various regional BBC radio stations.

World Prematurity Day also saw Tommy's joining a worldwide network of organisations dedicated to care and prevention of premature birth, and its participation in an international social media awareness campaign to raise awareness of premature birth in the lead up to World Prematurity Day itself. Tommy's own social media activity was very well received and resulted in an increased reach from an average of 6,000 – 7,000 people a week to 35,000. World Prematurity Day also saw Tommy's use other media platforms to get its key messages across, such as the Independent Blog section and The Huffington Post.

We have launched a new media partnership with Immediate Media, publishers of the popular parenting and pregnancy titles such as Prima Baby, Practical Parenting, and www.madeformums.com. There is an exciting series of articles planned across all three outlets, talking about Tommy's PregnancyLine and stories of women who have been helped by Tommy's research.

Trustees' Report (continued)

We have also formed a new partnership with our existing corporate partner Bounty, with our Baby-friendly Awards. A change in voting and nominating methods has extended the time we have to maximise publicity around the Awards and the winners, meaning that we had already doubled our PR results from the previous year even before we reached this year's ceremony.

Celebrity support continues to be an essential part of our PR activity, and we would like to thank each for their commitment and support. This year Nancy Sorrell, Patsy Kensit and Sophie Ellis Bextor all took part in various television game shows for us, raising £95,000 between them.

Financial Review

Income this year stands at £3,801,432 which is £323,920 lower than previous year's results but is eleven percent higher than our target. Continued economic uncertainty has led to a number of changes in funding.

- New Statutory funding continues to decline following the General Election and the Public Sector reduction in funding
- Corporate donors continue to manage their charitable contributions with caution
- Recruitment of committed donors through supported care activities remains challenging

Therefore, despite these difficult conditions, we are pleased that the charity managed to raise fundraising income of £3,723,368 a decrease of five percent on last year's results. This has been achieved despite the lack of the biannual Splashathon event, which has been compensated for by an overwhelming level of support in running events such as the 2012 London Marathon, and the Royal Parks Half Marathon.

A significant part of the charitable activities that Tommy's fund is outsourced to university based research centres, rather than being performed in-house. The charity acts as a fundraising vehicle in order to create the funding for these grants. A consequence of this structure is that a higher proportion of support costs are attributed to fundraising rather than charitable activities, inflating the cost/income ratio compared to other charities. Tommy's fundraising structure is unusual because we invest in recruiting individual donors with high associated cost/income ratios, and receive very little income from statutory funding or legacies which have a low cost/income ratio. We are constantly trying to improve this ratio and over the last four years have seen the ratio fall from thirty seven percent in 2009 to thirty three percent this year.

Tommy's continues to invest in attracting and retaining regular donations which will provide the charity with a much needed source of regular income.

Of our charitable spend of £2,259,654, £1,286,187 was invested in research grants and £973,467 was invested in our information programme.

Tommy's trading subsidiary made profits of £418,682 which were transferred to the charity.

Reserves policy

The reserves policy is that a minimum of twelve months anticipated unrestricted fund expenditure should be maintained to cover charitable expenditure, staff salaries, overheads and a proportion of fundraising costs. At the year end unrestricted funds stood at £2,159,760 which shows a steady increase towards our target reserves level.

Trustees' Report (continued)

Key Performance Indicators

KPI	Target	Result
Income	£ 3,410,700	Over budget (by £390,732)
Expenditure: Cost of generating funds	£ 1,093,700	Over budget (by £148,134)
Charitable	£ 1,459,000	Over budget (by £800,654)
Cost/income ratio	32 %	33 %
Research performance	➤ Satisfactory annual reports completed for MFRU's and current project grants	Completed
Information performance	➤ Publications distributed on target ➤ Phone enquires answered on target	Completed Completed
Communication	➤ Coverage maximised in all available media	Completed
Planning & Administration	➤ Satisfactory audit report ➤ Annual budget and plan completed ➤ Risk assessments completed	Completed Completed Completed

Plans for future periods

The charity's future plans are a continuation of the current strategy

- To grow our income on a sustainable basis year by year to fund our activities
- To increase our reserves to ensure the charity can continue to fully meet its commitments during periods of economic uncertainty.
- To continue to fund medical research at St Thomas' Hospital, London and St Mary's Hospital, Manchester and the Royal Infirmary/University of Edinburgh
- To continue to reach more mothers-to-be with our pregnancy information service and evidence based community support programmes

Statement of Trustees' Responsibilities

The trustees 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 and charity law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and parent charity and of the incoming resources and application of resources, including its income and expenditure, of the group and parent charity for the year. 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 judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

Trustees' Report (continued)

The trustees are responsible for keeping adequate and proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the group and parent charity and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended), the Charities Act 2011 and regulations made thereunder and with the requirements of the Companies Act 2006. They are also responsible for safeguarding the assets of the group and parent charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the trustees has confirmed that so far as they are aware, there is no relevant audit information of which the charitable company's auditors are unaware, and that he has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information

Auditors

PKF (UK) LLP have merged their business into BDO LLP and accordingly have signed their auditor's report in the name of the merged firm. A resolution to appoint BDO LLP as auditors of the charitable company will be proposed at the Annual Meeting for the ensuing year.

Trustees' Report (continued)

Chairmen's Statement

"We are pleased to report that the charity's income has exceeded budget this year, enabling us to maintain grant levels and increase our reserves modestly, in line with our policy to provide greater cover during this period of economic uncertainty. We want to acknowledge and thank all those supporters whose fundraising efforts have enabled our achievements this year. We also want to thank our staff, who join with us, in our unfailing commitment to make pregnancy and birth safer for all."

Signed on behalf of the Trustees of Tommy's

A stylized, handwritten signature in black ink, likely belonging to Ron Dennis CBE.

Ron Dennis CBE
Co-Chairman
27th June 2013

A handwritten signature in black ink, likely belonging to Sally Tennant.

Sally Tennant
Co-Chairman

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF TOMMY'S

We have audited the financial statements of Tommy's for the year ended 31 March 2013 which comprise the Group and Parent Statement of Financial Activities (incorporating an Income and Expenditure Account), the Group and Parent Charitable Company Balance Sheets, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees and members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, the Charities Act 2011 and the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees and members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees and members 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, 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 auditor under the Companies Act 2006, section 151 of the Charities Act 2011 and under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with 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 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 Financial Reporting Council's website at "www.frc.org.uk/auditscopeukprivate".

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 incoming resources and application of resources, including its income and expenditure, for the year then ended, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006, 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).

Independent Auditor's Report (continued)

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year 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 adequate, sufficient and proper 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, or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the directors' report

BDO LLP

Ian Mathieson, Senior Statutory Auditor

for and on behalf of BDO LLP, Statutory Auditor

London
United Kingdom

10th July 2013

BDO LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

Consolidated statement of financial activities (incorporating an income and expenditure account)

For the year ended 31 March 2013

	Notes	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Incoming resources					
<i>Incoming resources from generated funds:</i>					
-Voluntary income	2	2,396,382	416,045	2,812,427	2,570,708
-Corporate sponsorship, promotions and events	3	704,078	-	704,078	1,147,498
-Regional fundraising		206,863	-	206,863	216,467
-Investment income and interest	4	77,061	1,003	78,064	53,846
<i>Incoming resources from charitable activities:</i>					
-Dept of Health – Obesity lifestyle programme		-	-	-	109,333
-Scottish Government Grant		-	-	-	24,000
-Grant towards Information Standard		-	-	-	3,500
Total incoming resources		3,384,384	417,048	3,801,432	4,125,352
Resources expended					
<i>Cost of generating funds:</i>					
- costs of generating voluntary income		713,085	-	713,085	686,888
- costs of corporate sponsorship, promotions & events		384,739	-	384,739	334,211
- costs of regional fundraising		144,010	-	144,010	192,791
		1,241,834	-	1,241,834	1,213,890
<i>Charitable expenditure:</i>					
Medical research costs	5	1,056,763	229,424	1,286,187	1,217,784
Education and information projects	6	790,392	183,075	973,467	1,042,874
		1,847,155	412,499	2,259,654	2,260,658
Governance	7	12,840	-	12,840	12,840
Total resources expended	7,8,10	3,101,829	412,499	3,514,328	3,487,388
Net movement in funds		282,555	4,549	287,104	637,964
Fund balances brought forward		1,877,205	49,792	1,926,997	1,289,033
Fund balances carried forward	17	2,159,760	54,341	2,214,101	1,926,997

All results have been derived from continuing activities. The group has no other recognised gains or losses other than those stated above.

Charity Statement of financial activities (incorporating an income and expenditure account)

For the year ended 31 March 2013

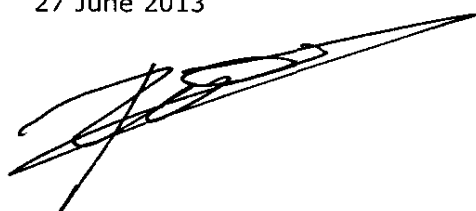
	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Incoming resources				
<i>Incoming resources from generated funds:</i>				
-Voluntary income	2,364,312	416,045	2,780,357	2,570,708
-Corporate sponsorship, promotions and events	115,326	-	115,326	505,307
-Regional fundraising	206,863	-	206,863	216,467
-Investment income and interest	69,463	1,003	70,466	50,268
<i>Incoming resources from charitable activities:</i>				
-Dept of Health - Obesity lifestyle programme	-	-	-	109,333
- Scottish Government Grant	-	-	-	24,000
- Grant towards Information Standard	-	-	-	3,500
<i>Other incoming resources:</i>	592,878	-	592,878	586,620
Total incoming resources	<u>3,348,842</u>	<u>417,048</u>	<u>3,765,890</u>	<u>4,066,203</u>
Resources expended				
<i>Cost of generating funds:</i>				
- costs of generating voluntary income	713,732	-	713,732	688,992
- costs of corporate sponsorship, promotions & events	352,581	-	352,581	283,398
- costs of regional fundraising	144,595	-	144,595	195,588
	<u>1,210,908</u>	<u>-</u>	<u>1,210,908</u>	<u>1,167,978</u>
<i>Charitable expenditure:</i>				
Medical research costs	1,056,870	229,424	1,286,294	1,218,198
Education and information projects	787,799	183,075	970,874	1,031,159
	<u>1,844,669</u>	<u>412,499</u>	<u>2,257,168</u>	<u>2,249,357</u>
Governance	<u>10,710</u>	<u>-</u>	<u>10,710</u>	<u>10,904</u>
Total resources expended	<u>3,066,287</u>	<u>412,499</u>	<u>3,478,786</u>	<u>3,428,239</u>
Net movement in funds	282,555	4,549	287,104	637,964
Fund balances brought forward	<u>1,877,205</u>	<u>49,792</u>	<u>1,926,997</u>	<u>1,289,033</u>
Fund balances carried forward	<u>2,159,760</u>	<u>54,341</u>	<u>2,214,101</u>	<u>1,926,997</u>

Other incoming resources include a management charge of £174,196 between Tommy's and its subsidiary the Baby Fund Trading Limited. Voluntary income includes the payment under gift aid of £418,682 from the Baby Fund Trading Limited.

Consolidated balance sheet
At 31 March 2013
Registered Company number 3266897

	Notes	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Fixed assets					
Tangible assets	13	3,810	-	3,810	86,339
Current assets					
Debtors	15	277,712	-	277,712	395,378
Short term deposits		3,704,730	54,341	3,759,071	3,185,068
Cash at bank and in hand		277,996	-	277,996	147,651
		4,260,438	54,341	4,314,779	3,728,097
Creditors: amounts falling due within one year	16	(2,104,488)	-	(2,104,488)	(1,887,439)
Net current assets		2,155,950	54,341	2,210,291	1,840,658
Total assets less current liabilities		2,159,760	54,341	2,214,101	1,926,997
Total Net Assets		2,159,760	54,341	2,214,101	1,926,997
Represented by					
Funds	17	2,159,760	54,341	2,214,101	1,926,997

The financial statements on pages 15 to 29 were approved and authorised for issue by the Trustees on 27 June 2013



Ron Dennis CBE
Trustee



Sally Tennant
Trustee

The accompanying notes form an integral part of the financial statements

Charity Balance sheet

At 31 March 2013

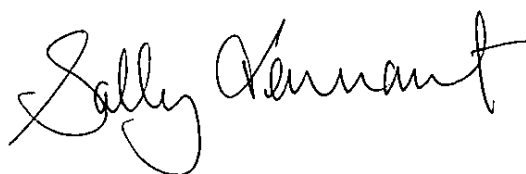
Registered Company number 3266897

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2013 £	Total 2012 £
Fixed assets					
Tangible assets	13	3,810	-	3,810	86,339
Investments	14	2	-	2	2
		<u>3,812</u>	<u>-</u>	<u>3,812</u>	<u>86,341</u>
Current assets					
Debtors	15	991,694	-	991,694	747,855
Short term deposits		3,048,211	54,341	3,102,552	2,788,343
Cash		174,658	-	174,658	72,058
		<u>4,214,563</u>	<u>54,341</u>	<u>4,268,904</u>	<u>3,608,256</u>
Creditors: amounts falling due within one year	16	(2,058,615)	-	(2,058,615)	(1,767,600)
		<u>2,155,948</u>	<u>54,341</u>	<u>2,210,289</u>	<u>1,840,656</u>
Net current assets					
		<u>2,159,760</u>	<u>54,341</u>	<u>2,214,101</u>	<u>1,926,997</u>
Total assets less current liabilities					
		<u>2,159,760</u>	<u>54,341</u>	<u>2,214,101</u>	<u>1,926,997</u>
Net Assets					
		<u>2,159,760</u>	<u>54,341</u>	<u>2,214,101</u>	<u>1,926,997</u>
Represented by					
Funds	17	<u>2,159,760</u>	<u>54,341</u>	<u>2,214,101</u>	<u>1,926,977</u>

The financial statements on pages 15 to 29 were approved and authorised for issue by the Trustees on 27 June 2013



Ron Dennis CBE
Trustee



Sally Tennant
Trustee

The accompanying notes form an integral part of the financial statements

Notes to the financial statements

For the year ended 31 March 2013

1 Accounting policies

a) Basis of accounting

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with applicable accounting standards and "Accounting and Reporting by Charities" (SORP 2005).

b) Basis of consolidation

The group financial statements include the results for the year ended 31 March 2013 of Tommy's and its subsidiary company The Baby Fund Trading Limited. The results of the subsidiary are included on a line by line basis and its own profit and loss account and balance sheet are shown in note 18.

c) Funds accounting

Unrestricted General funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity. Restricted funds are funds subject to restrictions imposed by donors or the nature of the appeal. The purpose and use of the restricted funds is set out in note 17.

d) Incoming resources

All incoming resources becoming available to the group during the year are included when there is certainty of receipt. The incoming resources are shown gross except for small events organised by volunteers, where expenses are netted off against income. For legacies, entitlement is the earlier of the charity being notified of an impending distribution and of the legacy being received.

e) Deferred Income

Deferred income comprises of amounts received in respect of fundraising events to be held in the following financial year, or amounts awarded from a funding body to be spent in the following financial year.

f) Gifts in kind

Gifts in kind are assets donated to the charity for its own use or for distribution to beneficiaries. They are included at valuation and recognised as income only when they are used or distributed.

g) Medical research grants

Each year, the Maternal and Fetal Research Units present their proposed research and budgets for the following year in order to gain authorisation for the funding from the trustees. Once authorised, the costs are recognised by the charity as expenditure in the current financial year.

Notes to the financial statements

For the year ended 31 March 2013

Accounting policies (continued)

h) Allocation of expenditure

Expenditure is classified under the principal headings of direct charitable and cost of generating funds rather than the type of expense in order to provide more useful information to the users of these accounts. Where costs cannot be directly attributed they have been allocated to activities on an utilisation basis, assessed by staff time on each activity.

Governance costs comprise of cost relating to governance infrastructure of the charity such as audit fees and apportioned costs of senior management time. In accordance with SORP 2005, support costs which include the central functions such as Information Technology, Human Resources and Office operating costs have been allocated to activities on an utilisation basis, assessed by staff time on each activity.

i) Operating Leases

Operating lease rental are charged to the Statement of Financial Activities on a straight line basis over the lease term.

j) Capitalisation and Depreciation of tangible fixed assets

Assets costing more than £1,000 are capitalised and depreciated. Furniture and equipment is depreciated over two years, whilst new systems expenditure is depreciated between two years and six years to reflect their estimated useful economic lives to the charity.

Website development costs are capitalised in line with UITF 29, where there are reasonable grounds for supposing that the economic benefits from future donations will be in excess of website development costs incurred.

k) Current Asset Investments

Tommy's does, from time to time, receive donated shares which are listed on the AIM market and which are subject to certain time restrictions. Until these restrictions are met the shares cannot be actively traded on the market. Tommy's policy, due to the volatility of these shares is to dispose of them as soon as the time restriction has passed and the shares can be actively traded and sold.

Where such shares are donated and can be valued they are included in the financial statements as current asset investments until such time as they can be sold. Shares held by Tommy's which cannot be valued owing to the absence of an active market in which to sell them are disclosed separately.

l) Taxation

To the extent that it does not exceed the accounting profit for the period, any taxable profit of the subsidiary, The Baby Fund Trading Limited, is eliminated by gift aid payment in favour of the charity. The activities of the charity fall within the exemptions granted in sections 478-488 of the Corporation Taxes Act 2010.

Notes to the financial statements

For the year ended 31 March 2013

m) Pension Policy

Tommy's the baby charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered scheme. The pension cost charge represents the amounts payable by Tommy's amounting to £26,692 (2012: £33,399).

2 Voluntary Income

	2013 £	2012 £
Public donations	1,834,003	1,644,777
Legacies	-	8,364
Corporate	656,849	614,981
Trusts	321,575	302,586
	<u>2,812,427</u>	<u>2,570,708</u>

3 Corporate sponsorship, promotions and events

	2013 £	2012 £
Corporate sponsorship and promotions	576,251	606,763
Events	127,827	540,735
	<u>704,078</u>	<u>1,147,498</u>

4 Investment income and interest

	2013 £	2012 £
Interest	<u>78,064</u>	<u>53,846</u>

Notes to the financial statements

For the year ended 31 March 2013

5 Grants for medical research

	2013 £	2012 £
The charge for the year for research consists of the following		
Grants awarded during the year		
- Maternal and Fetal Health Team, St Thomas' Hospital, London	400,000	400,000
- Maternal and Fetal Health Team, St Mary's Hospital, Manchester	400,000	400,000
- Maternal and Fetal Health Team, The Royal Infirmary, Edinburgh	400,000	400,000
- Exercise Pilot Programme, University of Edinburgh	24,000	-
- Supplementation in Teenage Pregnancies, Sheffield Hallam University	20,000	-
- Previous years grants exceeded/not fully taken up	929	(18,640)
	<u>1,244,929</u>	<u>1,181,360</u>
Other research costs	41,258	36,424
	<u>1,286,187</u>	<u>1,217,784</u>
Outstanding grants at 1st April 2012	1,303,579	929,395
Grants awarded during the year	1,244,929	1,181,360
Paid during the year	(1,065,420)	(807,176)
Outstanding grants at 31st March 2013 falling due within one year	<u>1,483,088</u>	<u>1,303,579</u>

Details of grants awarded in the previous year are available on written request to the principle address detailed on page 1

Notes to the financial statements

For the year ended 31 March 2013

6 Education and information projects

	2013 £	2012 £
Parent Friendly Awards	38,051	77,631
Pregnancy Health Month & Stop Premature Births Campaigns	11,690	9,892
Pregnancy Accreditation	34,082	38,465
Information Provision	203,177	108,781
Midwife Pregnancy Helpline	118,801	110,931
Publications production and distribution	82,340	168,788
Public Relations	246,731	208,147
Health Campaigns Projects	96,585	213,526
Website	91,954	68,635
Supporter Newsletter	34,077	29,400
Advertising	15,979	8,678
	<u>973,467</u>	<u>1,042,874</u>

7 Analysis of resources expended

	Staff costs £	Direct costs £	Allocated Support Costs £	Total 2013 £	Total 2012 £
Cost of generating funds					
Donations and Legacies	101,790	557,537	53,758	713,085	686,888
Corporate sponsorship, promotions and events	202,192	81,568	100,979	384,739	334,211
Regional Fundraising	69,571	25,738	48,701	144,010	192,791
	<u>373,553</u>	<u>664,843</u>	<u>203,438</u>	<u>1,241,834</u>	<u>1,213,890</u>
Charitable expenditure					
Medical research	32,325	1,244,930	8,932	1,286,187	1,217,784
Education and Information projects	494,006	271,965	207,496	973,467	1,042,874
	<u>526,331</u>	<u>1,516,895</u>	<u>216,428</u>	<u>2,259,654</u>	<u>2,260,658</u>
Governance	-	12,840	-	12,840	12,840
Total	<u>899,884</u>	<u>2,194,578</u>	<u>419,866</u>	<u>3,514,328</u>	<u>3,487,388</u>

Details of allocated support costs are set out in note 8

Governance costs include fees paid to our auditors in respect to the audit for the group of £10,700 (2012 £10,700) A further £4,000 was paid to our auditors for other services (2012 £Nil)

Notes to the financial statements

For the year ended 31 March 2013

8 Analysis of allocated support costs

	Information Technology	Human Resources	Office Operating Costs	Total 2013	Total 2012
	£	£	£	£	£
Cost of generating funds					
Donations and Legacies	8,177	4,151	41,430	53,758	46,831
Corporate sponsorship, promotions and events	15,359	7,797	77,823	100,979	82,024
Regional Fundraising	7,408	3,761	37,532	48,701	62,243
	<u>30,944</u>	<u>15,709</u>	<u>156,785</u>	<u>203,438</u>	<u>191,098</u>
Charitable expenditure					
Research	1,359	690	6,883	8,932	9,232
Education and Information projects	31,561	16,023	159,912	207,496	207,279
	<u>32,920</u>	<u>16,713</u>	<u>166,795</u>	<u>216,428</u>	<u>216,511</u>
Governance	-	-	-	-	-
Total	<u>63,864</u>	<u>32,422</u>	<u>323,580</u>	<u>419,866</u>	<u>407,609</u>

Included in the office operating costs are the office rent, service charges, rates and associated equipment running costs. The costs are allocated based on time allocated by the staff to the associated activities.

9 Net Incoming Resources

Net incoming resources is stated after charging	2013 £	2012 £
Auditor's remuneration		
- audit fees	10,700	10,700
- other	4,000	-
Depreciation	85,390	97,505
Operating lease rentals	<u>74,400</u>	<u>59,000</u>

Notes to the financial statements

For the year ended 31 March 2013

10 Staff costs

	2013 £	2012 £
Salaries and wages	744,324	667,540
Social security costs	72,404	65,234
Pension costs	26,692	33,399
Temporary Staff & Volunteer costs	56,464	15,712
	<u>899,884</u>	<u>781,885</u>

The emoluments for the year of one member of staff including benefits in kind are within the range of £110,000 to £119,999 (2012 - 1 member within the range of £100,000 to £109,999) Contributions amounting to £11,226 (2012 - £18,393) were also made to the personal pension scheme of the employee in the above band

The average weekly number of persons employed during the year by department was

	2013 Number	2012 Number
Charitable activities	9	8
Cost of generating funds	8	10
Management and administration of the charity	3	4
	<u>20</u>	<u>22</u>

11 Trustees

The Trustees received no remuneration or reimbursed expenses during the year (2012 - £Nil)

12 Other Commitments

At 31 March 2013 the Charity had annual commitments under operating leases for land and buildings as follows

Expiring within	2013 £	2012 £
Within two years	-	59,000
Two and five years	<u>74,400</u>	<u>-</u>

Notes to the financial statements
For the year ended 31 March 2013

13 Tangible fixed assets

	Group £	Charity £
Office equipment		
Cost		
1 April 2012	672,663	672,663
Additions	2,861	2,861
Disposals	-	-
31 March 2013	675,524	675,524
Depreciation		
1 April 2012	586,324	586,324
Charge for the year	85,390	85,390
Disposals	-	-
31 March 2013	671,714	671,714
Net book value		
1 April 2012	86,339	86,339
31 March 2013	3,810	3,810

14 Fixed asset investments

The charity owns the whole of the issued share capital of £2 in The Baby Fund Trading Limited, a company incorporated in the UK. This company was formed to carry on the trading activities of the charity and profits are covenanted to the charity. The results of the trading subsidiary are shown in note 17.

Notes to the financial statements
For the year ended 31 March 2013

15 Debtors

	Group		Charity	
	2013	2012	2013	2012
	£	£	£	£
Trade debtors	123,769	283,772	36,027	5,609
Taxation recoverable	12,746	11,255	12,746	11,255
Amounts owed by subsidiary company	-	-	802,474	631,108
Prepayments and accrued income	141,197	100,351	140,447	99,883
	<u>277,712</u>	<u>395,378</u>	<u>991,694</u>	<u>747,855</u>

16 Creditors: amounts falling due within one year

	Group		Charity	
	2013	2012	2013	2012
	£	£	£	£
Trade creditors	33,712	55,563	33,712	55,563
VAT payable	60,942	56,082	65,096	56,082
Medical grants outstanding	1,483,088	1,303,579	1,483,088	1,303,579
Accruals, deferred income and other creditors	526,746	472,215	476,719	352,376
	<u>2,104,488</u>	<u>1,887,439</u>	<u>2,058,615</u>	<u>1,767,600</u>

Notes to the financial statements
For the year ended 31 March 2013

17 Statement of funds

	Balance 1 April 2012 £	Income £	Expenditure £	Balance 31 March 2013 £
<u>Unrestricted funds</u>				
General funds	<u>1,877,205</u>	<u>3,384,384</u>	<u>3,101,829</u>	<u>2,159,760</u>
<u>Restricted funds</u>				
Maternal and Fetal Health Team, Manchester	25,404	44,534	68,967	971
Maternal and Fetal Health Team, Edinburgh	-	89,569	89,569	-
Maternal and Fetal Health Team, St Mary's Hospital, London	-	82,094	46,888	35,206
Scottish Government Grant Under Section 16B of the NHS Act 1978	24,388	7	24,000	395
Teenage Pregnancy Project	-	9,510	-	9,510
Pregnancy Help Line	-	62,276	57,146	5,130
Information Services	-	89,058	85,929	3,129
Reaching Community Supporters	-	40,000	40,000	-
Total restricted funds	<u>49,792</u>	<u>417,048</u>	<u>412,499</u>	<u>54,341</u>
Total funds	<u>1,926,997</u>	<u>3,801,432</u>	<u>3,514,328</u>	<u>2,214,101</u>

Restricted Funds

These are donations for specific projects as requested by the donors. The restrictions are as detailed above.

Notes to the financial statements

For the year ended 31 March 2013

18 Subsidiary company

The statement of financial activities and the consolidated balance sheet include the results, assets and liabilities of the charity's subsidiary, The Baby Fund Trading Limited, which undertakes fundraising activities on behalf of Tommy's. The results of the subsidiary, which are consolidated on a line by line basis, are

Profit and loss account

	Corporate 2013 £	Events 2013 £	Total 2013 £	Total 2012 £
Turnover	566,127	54,695	620,822	642,191
Cost of Sales	<u>(100,550)</u>	<u>(11,688)</u>	<u>(112,238)</u>	<u>(143,594)</u>
Gross Profit			508,584	498,597
Interest Receivable			7,599	3,578
Administration costs			(97,501)	(72,170)
Gift aid profits			<u>(418,682)</u>	<u>(430,005)</u>
Net profit			<u>-</u>	<u>-</u>

Balance sheet

Current assets	852,502	750,949
Current liabilities	<u>(852,500)</u>	<u>(750,947)</u>
Net Assets	<u>2</u>	<u>2</u>

19 Related party transactions

In the year Tommy's incurred rental costs of £61,250 for land and buildings payable to a foundation of which Mr Ron Dennis is a Trustee. The current rental agreement commenced on 24th June 2012 and extends until 23rd June 2017, at a rate of £62,000 per annum.

Also in the year, Environmental Business Products Ltd (EBP Ltd) provided sponsorship of a scheme to donate mobile phones and printer cartridges to benefit Tommy's amounting to £84,600 (exclusive of VAT). Mr Patrick Stead, a trustee, is a Director of EBP Ltd.

20 Commitments

There are no financial commitments other than those shown in the accounts and accompanying notes.