

Yorkshire Air Ambulance Limited

Consolidated financial statements

Registered number 4053524

Charity number 1084305

Year ended 31 March 2015

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Officers and Professional Advisers

The Board of Trustees

Peter Sunderland
Bruce Burns
Brian Chapman
Kevin Hynes
Vivian Lewis (appointed 30 October 2014)
Sarah Moore
Simon Pearson
Sandra Rhodes
John Samuel
Amarjit Singh
Dr Peter Smith

Company Secretary

Irene Heap

Registered Office

Cayley House
10 South Lane
Elland
HX5 0HQ

Auditor

KPMG LLP
1 The Embankment
Neville Street
Leeds
LS1 4DW

Bankers

Lloyds TSB Bank plc
6 Park Row
Leeds
LS1 1NX

Yorkshire Bank plc
94 Albion Street
Leeds
LS1 6AG

Solicitor

DWF LLP
Bridgewater Place
Water Lane
Leeds
LS11 5DY

Investment Managers

Brewin Dolphin
10 Wellington Place
Leeds
LS1 4AN

Redmayne Bentley
9 Bond Court
Leeds
LS1 2JZ

Chairman's Statement

Overview

At the conclusion of my report last year I stated.

The key to our lifesaving Charity operation is the continuation of funds being donated to enable the operation of our two Helicopters, and we are still totally reliant on financial donations in excess of £10,000 per day to keep both Air Ambulance helicopters operational. Our expenditure against budget will be closely monitored and our budgeted fundraising cost ratio is 18p [together with a total admin cost to operate the Charity of 26p] for every £1.00 donated.

Longer summertime flying hours with our helicopters will be available again this year. During the summer months it has been possible with overlapping hours to ensure that we have had at least one helicopter available for 15 hours per day. I am confident that the support we receive will ensure that sufficient funding is available to continue our current operations and also to strengthen the reserves of YAA Charity to enable future developments and the long-term replacement of our helicopters.

Transparency and openness are the key words in all our relationships, and in all our efforts to ensure good corporate governance. Please do make contact should there be any specific questions, queries, thoughts, suggestions, ideas or specific items that you would like to discuss.

I am confident that with the generosity of all our supporters that we can maintain and enable the two Yorkshire Air Ambulances to be available for their time critical life saving emergency missions 365 days a year.

Yet again I can report that the Charity's overall incoming resources for the year ending March 2015 have increased by nearly 15% against the previous year and in excess of our budgeted expectations for the year.

In the year ending March 2015 we have flown 1,326 missions and patients carried increased from 524 to 596. Our Airdesk ["Easytask"] system software has been updated and continues to give detailed information regarding missions flown, flying hours, mission hours and stand downs etc. We are also now recording patients treated but not carried and the figure for the year was 808.

The Nostell Air Support Unit flew 671 life saving missions and our Northern Air Support Unit at RAF Topcliffe [nr Thirsk] has been fully operational throughout the year and has provided invaluable support flying 655 missions in the Northern Region of Yorkshire.

Yorkshire Air Ambulance helicopters G-SASH and G-CEMS have been fully operational and provided continuous 365 day cover [with extended 15 hours per day overlapping coverage in the summer months]. It has also again been possible to provide finance for an air ambulance loan helicopter for use during the two separate periods when both helicopters were offline for annual service. The older of our two helicopters G-SASH has suffered with very heavy non-scheduled maintenance.

Our website www.yaa.org.uk has been refurbished and again is providing regular sustainable and increasing incomes. During the year ending March 2015, online donations have increased by 43%. The use of the Internet and social media has again proved most valuable and our "Facebook" page now has over 50,000+ supporters [22,500 - 2014] and we are maximizing the use of "Twitter" with 21,300+ followers [16,000 - 2014]. We continue to use all the various social media applications to spread information to our growing numbers of supporters. YAA merchandise has been extended and provides a regular source of income, with Christmas cards being available for purchase on-line, via the YAA Office or from any of our Fundraising team.

The Senior Management Team continue to work directly with the Trustee Board and attend the regular monthly Trustee Board meetings. The same transparent organisational structure will remain in place for the year ending March 2016. The Senior Management Team is Paul Gowland [Director of Fundraising], Tracey Looker [Director of Finance appointed 1 June 2015], Neale Jacobs [Office & Operations Manager], Abby McClymont [Marketing & Communications Manager] and Captain Andrew Lister [Chief Pilot].

Chairman's Statement *(continued)*

Overview *(continued)*

The YAA are not members of the "Air Ambulance Association". The AAA activities are closely monitored and are an agenda item at our monthly Trustee Board meetings. Following discussions between AAA and Her Majesty's Treasury, in July 2015 we received £241k from Her Majesty's Treasury from the Libor funds.

We have during the year revisited, reviewed, updated and tested our Emergency Response Plan.

On behalf of all the Trustees and Charity staff, I would thank most sincerely all our supporters who have provided the vital funding necessary to ensure we are able to continue to offer the best possible life saving service throughout Yorkshire. Surplus income has enabled us to provide designated funds for the future replacement of our ageing helicopters and to develop our Nostell Air Support Unit.

Fundraising

For the year ending March 2015 overall incoming resources [including Legacies and In Memory donations] increased by nearly 15% over the previous year and culminated in a total income of £7.4M. Legacies and In Memory donations were £2.5M. Legacy incomes are an important area of support for the YAA and which continue to provide valuable income. We are still receiving solid support from the people of Yorkshire and this year's overall income has risen from circa £1.30 to £1.48 per head of population.

Our partnership with Huddersfield Town Football Club continues to flourish and brings in valuable income, which is shared equally between their Football Academy and the YAA and has raised over £1m since inception.

The Affinity account with the Yorkshire Building Society at 31st March 2015 stood at £83,520,446 invested in 4,766 accounts. The 1% annual affinity payment generated £944K during the year.

Our "Bag-it-Up Recycling" partnership scheme across the Yorkshire region has seen a downturn due to a global downturn in the price of clothes in the year ending March 2015 but still stands at a very valuable £257k.

The Freemasons in Yorkshire and the Freemasons Grand Charity in London continue to provide valuable support to the Charity with local and national support.

The YAA lottery continued to make valuable contributions. On-line gift aided donations are still increasing – Grants & Trusts income showed continuing valuable income of £226k.

We are also grateful to the following for their support and I would acknowledge the benefits in kind support that we have received, which totalled £65,780 *[For the Statutory Accounts, benefits in kind are treated as income and the same amount deducted in the appropriate actual cost code]*.

Huddersfield Town	£15,780
B Braun	£35,000
CDP web design	£6,500
Vehicles DM Keith Skoda	£3,500
Other	£5,000

I would record our very grateful thanks to The Liz and Terry Bramall Foundation for their valuable past, present and continued support, which is of enormous benefit to the Charity. It has enabled the Charity to commit to capital projects that are now showing valuable cost savings on our revenue account.

Chairman's Statement *(continued)*

Operations - Helicopters

Key statistics for our two Air Ambulances for the year ending March 2015 are as follows:

- 8,104 hours of available cover [when helicopters were scheduled to be operational]
- 1,326 [1,050 - 2014] missions flown 596 [524 – 2014] patients carried, an increase of 14%
- Average Charity cost per mission during the year was £3,370 [£4,295 – 2014]. The average flying hours per patient carried was 70 minutes and the average mission time was just under 71 minutes
- Total fuel used in the year was 199,999 litres and represents a cost of nearly £9k per month and is a reduction of nearly £2k per month over last year's costs. This has been achieved following the installation of our own fuel tanks at both Nostell and Topcliffe Air Support Units
- Average litres per flying hour were 290 per helicopter

Our helicopter maintenance, pilotage and technical support have, as I reported last year, been carried out by Multiflight at Leeds Bradford International Airport. Sadly due to problems with manufacturer's spares and additional maintenance on our helicopter G-SASH the total figures have risen sharply and above our budgeted expectations.

Financials

2015 has been another tremendous year with a comfortable surplus of income over expenditure, and also a strong performance against budget expectations.

The net consolidated assets of the YAA Charity have increased by over 28% and now stand at £13.9M. With prudent management and close budgetary control, we have managed to maintain our administration and fundraising expenditure beneath budget and at 15.2% of income - leaving 84.8p in every £1 donated to be used for charitable activities or building reserves. Trustees have again been prudent in increasing our reserves, and a policy has been adopted to allow for future developments and the replacement of our oldest helicopter. We have built our unrestricted funds to circa £7.8M and this will enable us to sustain operations for a period of 18/24 months. Our reserves policy is to maintain a minimum of 12 months running costs. The current designated reserves stand at £6M and it is anticipated that incomes over the next financial year 2015/2016 will be maintained or increased from current levels.

Our Sage financial software (Sage 200 Accounts) has now been upgraded to the latest 2015 version and CRM [Customer Relationship Module] is again providing great benefit in supporting the Charity's fundraising, administrative and operational functions.

Copies of our Audited accounts and our AGM report are available from our HQ at Cayley House, Elland [01422 237900] – they are available both electronically and in hard copy formats [www.yaa.org.uk].

Chairman's Statement (*continued*)

Yorkshire Ambulance Service [YAS]

My thanks, as always, on behalf of the YAA go to their Executive team, and in particular to Della Cannings; Chair of the Board of Yorkshire Ambulance Service NHS Trust, Rod Barnes; Chief Executive, and Ian Walton; Associate Director of Resilience and Special Services.

I also extend our thanks to Dr Julian Mark, our Medical Director for all his support together with Dr Jez Pinnell our Medical Advisor. Our thanks are also extended to all the Paramedics and Doctors for their work in attending trauma incidents throughout the Yorkshire region and providing critical care.

We have an excellent relationship with the Yorkshire Ambulance Service NHS Trust (YAS), and regular partnership meetings take place with their senior executives and our Vice Chairman and myself.

Highlights of the Year

HRH The Duke of York, KG our Royal Patron visited our Nostell Air Support Units on the 25th March 2015. He spent time on the helipad with the helicopter, Chief Pilot and Paramedics discussing the operational capabilities of our life saving work and the facilities available on the Air Ambulance. The Duke also received a full briefing from the duty dispatcher in the control room and a full tour of all the facilities at the unit. He then officially opened the Air Support Unit and was able to spend time meeting and discussing various aspects of our operations with some of our staff, volunteers, sponsors, trainee paramedics and supporters. In commemoration of his visit I presented His Royal Highness with a framed picture of our two helicopters on the helipad at Nostell.

The "Keep It Up Campaign" with Huddersfield Town Football Club is a joint fundraising venture. 50% of the monies raised benefit the YAA and 50% The Huddersfield Town Football Academy for training young players. The total income produced in its fourth year was £172K.

The Yorkshire Building Society Affinity Account continued to grow throughout the year and was available at all their branches. There is an annual affinity payment of 1% to the Charity, based on the average balance on the account throughout the year, which amounted to a staggering £944k.

Our Recognition Awards Dinner and AGM were held at Aspire – Leeds on the 30th October 2014. The presentation of awards was again extremely well supported by 200 people. Brian Chapman [Trustee] and his team at B Braun Ltd, Sheffield organised the event and I would like to place on record our thanks and appreciation for their hard work and support.

Our AGM in October 2014 was again extremely well attended and I recommended that we adopted a theme for the year based on the word "PRUDENCE". This has formed the basis of our focus and strategy for the year.

Following increases in activity and income levels we were delighted to further strengthen both our fundraising and finance teams during the year. In fundraising we welcomed three new Community-fundraisers Jenny Jones [May 2014], Alex Byers [June 2015] and Victoria Muirhead [June 2015]. In finance, we welcomed Tracey Looker as our new Director of Finance in June 2015.

We were delighted to continue our partnerships with Hull based arco for a further 3 years, B Braun Medical Limited for a further 5 years, SICL for a further 5 years and ASDA have continued into a third year of fundraising. Doncaster Racecourse has also agreed to continue their support for a further year.

In addition we welcomed Shepley Spring Limited and John Moore Security Limited as new corporate partners. This is testament to the hard work and dedication of the fundraising team.

Chairman's Statement *(continued)*

Highlights of the Year *(continued)*

In July 2014 Yorkshire welcomed the Tour de France (TDF). As a result Yorkshire Air Ambulance took the decision to ensure the availability of a third aircraft throughout the event. This proved to be a sound decision, which resulted in a record number of people being treated and carried. In addition to the increased operational activity, over £50,000 was raised through our Yellow Yorkshire campaign which was run in conjunction with the TDF and will become an annual event in our fundraising calendar.

2014/15 saw an increase in missions flown of 26% and record numbers of patients treated and carried to major trauma centres.

The agreement with Specialist Aviation Services to lease one of their MD902 Air Ambulance helicopters to cover our operations when our helicopters were off line for scheduled or unscheduled maintenance is still in operation.

At our AGM KPMG LLP were appointed as the Charity's Auditor and we welcome their valuable advice and support. I would acknowledge the support of our Solicitors DWF Solicitors - Leeds during the year.

Our relationship with the Embrace [Sheffield Children's Hospital NHS neonatal transport organisation] has been expanded, and during the year we transported 13 Consultants to hospitals in the Yorkshire region where it was essential that neonatal patients received time critical care.

During the year Brewin Dolphin – Leeds were appointed as our Investment Managers and Advisors.

Future

In August 2015 I received a letter from the Assistant Private Secretary to Her Royal Highness Duchess of Cornwall with a kind donation to the Charity. HRH asked me to pass on her thanks to all the team at the Yorkshire Air ambulance for their dedicated work.

In August 2015 we were delighted that the Chancellor George Osborne visited our Air Support Unit at Nostell, near Wakefield, with Charity supporter and cricketing legend Geoffrey Boycott who had asked the Government to support us. During his visit, the Chancellor announced a pledge of £1M towards a new state-of-the-art helicopter.

Following the completion of a detailed review of evolving needs for service delivery over the next 25 years, we have now placed an order for a latest generation Airbus H145 helicopter to replace G-SASH, our oldest helicopter. Our Recognition Awards Dinner and Annual General Meeting 2015 will again take place at Aspire - Leeds, which will be on Thursday 22 October 2015. As normal we are holding our AGM in the afternoon and our Recognition Dinner will follow this in the evening.

Our Air Support Unit at RAF Topcliffe continues to be fully established and operational, and I again extend our thanks to Station Commander Group Captain Ian Laing and his team at RAF Linton-on-Ouse for their continued help and support along with Lieutenant Colonel John Catto and his team of the 4th Regiment Royal Artillery Allenbrooke Barracks.

Another strategy day was held on 27th July 2015 with the focus being on revisiting the strategic risks of the Charity and ensuring that mitigating actions are in place.

Chairman's Statement *(continued)*

Thanks

I would again record all our thanks to HRH The Duke of York, KG for his Royal Patronage.

On behalf of all the Trustees and staff, I would also record our special thanks to our Patrons Gaynor Barnes, Jon Mitchell, Martyn Moxon and Charlie Hodgson for their help and support in their ambassadorial role with the YAA and to our Volunteers who play a vital role in supporting the Charity.

My own personal special thanks go to the Trustees for all their help, guidance and support throughout the year and also for their individual overseeing roles and involvement in specific areas of the Charity's operation. Our Vice Chairman Bruce Burns also fulfils the role of Accountable Manager to the Civil Aviation Authority and has responsibility for our operational activities.

My thanks also go to Lynn Walton our HR Consultant for her help, advice and support during the year.

My final thanks go to all the operational personnel – Head of Special Operations [Mike Shanahan], Clinical Operations Manager [Pete Vallance] Yorkshire Ambulance Service NHS Trust Paramedics, our Chief Pilot [Captain Andy Lister], Pilots, Doctors, dispatchers, the dedicated fundraising and management staff, [Office, Marketing, Finance and Administration teams] for their hard work in raising the necessary funds to enable the two Yorkshire Air Ambulances to continue to operate 365 days a year on their vital emergency lifesaving missions.

Conclusion

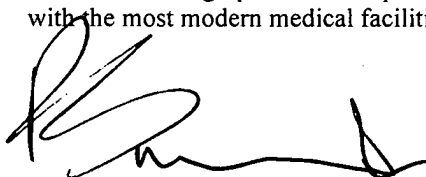
The Trustee Board has approved the strategy and budget for the year 2015/2016. We are already seeing incomes in the first six months of this financial year in excess of last year's and in excess of our budgeted expectations. I am, therefore, confident that we can ensure a satisfactory performance during the year ending March 2016. Our expenditure against budget will, as always, be closely monitored.

Longer summertime flying hours with our helicopters will be continued again this year. During the summer months it has been possible, with overlapping hours, to ensure that we have had at least one helicopter available for up to 15 hours per day and one of our helicopters has the facility to extend these hours further. I am confident that sufficient funding is available to continue our current operations and also to strengthen the reserves of YAA Charity, to enable future developments and the long-term replacement of our helicopters.

The key to our lifesaving Charity operation is the continuation of funds being donated to enable the operation of our two helicopters. These have increased to be in excess of £12,000 per day [we are flying more missions and maintenance costs have risen significantly] to keep both Air Ambulance helicopters operational.

Transparency is important to the good corporate governance of the Charity and for our supporters to be able to fully understand that all donations are being used effectively for charitable purposes.

We are currently preparing our strategy/business plan to ensure that the Charity remains in a position to provide the whole of Yorkshire with a state-of-the-art, world class air ambulance service which will consolidate the continuation of our life-saving operation. We pride ourselves on delivering the highest quality rapid response emergency service, with the most modern medical facilities enabling us to continue to save lives across Yorkshire every single day.



Peter Sunderland DL
Chairman

29 September 2015

Report of the Directors and Trustees

The Directors of Yorkshire Air Ambulance Limited ('YAA' or the 'charity'), who are also Trustees for the purposes of charity law, have pleasure in presenting their report and the audited financial statements of the charitable company and the group for the year ended 31 March 2015.

Reference and Administrative Details

Reference and administrative information set out on page 1 forms part of this report.

Charity number: 1084305

Company number: 4053524

Directors

The Directors who served the company during the year and since the year end were as follows:

Peter Sunderland
Bruce Burns
Brian Chapman
Kevin Hynes
Vivian Lewis (appointed 30 October 2014)
Sarah Moore
Simon Pearson
Sandra-Rhodes
John Samuel
Amarjit Singh
Dr Peter Smith

The Directors guarantee to contribute an amount not exceeding £10 each to the assets of the charitable company in the event of winding up.

Governing Document

The charity is a charitable company limited by guarantee and was incorporated on 16 August 2000. It is governed by a Memorandum and Articles of Association which were last amended and ratified by the Trustees on 24 February 2009.

Organisational Structure

The company's day to day activities are the responsibility of its Board of Directors which meets regularly throughout the year. A Senior Management Team (SMT) is appointed by the Trustees to manage the day to day operations of the charity. The senior management team are:

Paul Gowland – Director of Fundraising

Neale Jacobs – Office and Operations Manager

Andy Lister – Chief Pilot

Tracey Looker – Director of Finance [appointed June 2015]

Abby McClymont – Marketing and Communications Manager

To facilitate effective operations, the SMT has delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance, employment and operational activity. Additional directors may be appointed by the Board at any time but such appointments are subject to ratification by the members in a general meeting. The membership of the company consists of the subscribers to its Memorandum of Association and other individuals or organisations admitted to membership at the discretion of the Board.

Report of the Directors and Trustees *(continued)*

Statement of responsibilities of the Trustees of Yorkshire Air Ambulance Limited in respect of the Trustees' report and the financial statements

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law they have are required to prepare the group and parent company financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

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 charitable company and of the group's excess of income over expenditure for that period. In preparing each of the group and charitable company 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;
- state whether 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 group and the charitable company will continue its activities.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that its financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the group and to prevent and detect fraud and other irregularities.

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

Major Risks

The Board continues to review any major risks arising from or impacting on the activities of the company. The Trustees are satisfied that the major risks identified have been adequately managed where necessary and consider that the financial systems and controls in place are appropriate to the size of the charity and nature of its operations.

Related Parties

The company has two wholly-owned subsidiaries, Yorkshire Air Ambulance (Trading) Limited and Yorkshire Air Ambulance Services Limited, which undertake non-charitable trading activities in order to raise funds for the charity. The charity has taken advantage of the exemption in Financial Reporting Standard 8— Related Party transactions; not to disclose transactions between companies which are 100% owned.

Details of other related party transactions are disclosed in note 10.

Report of the Directors and Trustees *(continued)*

Recruitment, Appointment and training of Trustees

Trustees are recruited either by recommendation or by advertising in the appropriate press or journals to maintain a balance of skills and experience for the governance and strategic development of the charity.

After a prospective Trustee has attended a number of Trustee Meetings a resolution to appoint them as a Trustee will be proposed.

The prospective Trustee will be referred to the Charity Commission website to avail themselves of the duties and responsibilities of being a Trustee. A Trustee induction pack has been developed for Trustees.

Objectives and Activities for the Public Benefit

Its objects, and principal activities, are the relief of sickness and injury and the protection of human life by the support or provision of an air ambulance service in the former administrative county of Yorkshire and surrounding areas.

A description of the main objectives for the year and the charity's strategies for achieving these objectives is given in the Chairman's Statement.

Volunteers

The charity has in excess of 100 registered volunteers that have been active in the year. They are line managed through our Community and Regional Fundraisers. Volunteers give presentations, attend donor presentations on behalf of the charity and administer collection tins in their area.

Expression of Gratitude

The Trustees would wish to place on record their appreciation of the amount of work done by volunteers without which the objectives of the charity would not be achieved.

Achievements and Performance for Public Benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

The ongoing benefit of the YAA Dedicated Air Desk continues and has resulted in a below average stand down rate of 8% of missions. This produces material cost savings and improves the despatching of the helicopters to the most critical emergencies. Since the start of the YAA service 6,006 patients have been carried up to the end of March 2015.

During the year we have seen the following level of activity:-

Incidents attended	1,326
Patients carried	596

Report of the Directors and Trustees *(continued)*

Trading Subsidiaries

Yorkshire Air Ambulance (Trading) Limited runs a weekly lottery for which a winner must match three numbers with the National Lottery to share in the prize fund of 25% of the number of £1 lines played that week to a maximum of £2,500.

Yorkshire Air Ambulance Services Limited engages in marketing activities to provide long term sustainable income for the charity mainly from the corporate sector.

Financial Review

Gross income for the year to 31 March 2015 totalled £7,423,900 (2014 - £6,470,390). After fundraising, governance and publicity costs, the net funds raised for charitable expenditure for the year to 31 March 2015 totalled £6,293,096 (2014 - £5,245,769).

The Trustees aspire to maintain a free cash balance which would be sufficient to sustain operations without any further funding for a minimum of 12 months. The free cash balance is the bank and investments balance net of restricted and designated funds and net of current creditors/current debtors. At 31 March 2015, the free cash balance amounted to £3,497,585 (2014 - £3,257,491) following the transfer of £2,937,600 to designated funds. This represents around 10 months operating costs at the approximate running cost of £12,000 per day.

During the year, the Trustees made the decision to invest a proportion of the free cash balance into a portfolio of investments managed by Brewin Dolphin. As at 31 March 2015, the value of investments stood at £2,195,446.

The principal sources of funding of the charity are donations from the general public, legacies, grants received, becoming the Charity of the Year for companies, groups and Mayors, the Yorkshire Air Ambulance weekly lottery, and corporate donations and support in kind.

Charitable expenditure for the year totalled £3,323,640 (2014 - £3,285,326). This expenditure allowed the YAA helicopter service to be available 365 days of the year apart from maintenance requirements.

Plans for the Future for the Public Benefit

In 2015/16 we will continue to work towards the realisation of our three year plan which will include the following:

- Continuing to build the capacity of the charity's sustainable fundraising so that it can develop the capital and revenue resources to realise these ambitions.
- Making suitable provision for the maintenance, renewal and replacement of the helicopter fleet including enhancing its capability to meet the changing demands of providing the highest quality of emergency response service.
- Developing our new air support unit at Nostell.

Small Company Provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Auditor

With effect from 30 October 2014, Revell Ward Limited resigned as auditor and KPMG LLP was appointed in their place. Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

Signed on behalf of the directors on 29th September 2015 by:

Peter Sunderland
Chairman



KPMG LLP

1 The Embankment
Neville Street
Leeds
LS1 4DW
United Kingdom

Independent Auditor's Report to the Members of Yorkshire Air Ambulance Limited

We have audited the financial statements of Yorkshire Air Ambulance Limited for the year ended 31 March 2015 on pages 14 to 32. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's 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 Trustees' Responsibilities statement set out on page 9, 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.

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 charitable company's affairs as at 31 March 2015 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 UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006.

Independent Auditor's Report to the Members of Yorkshire Air Ambulance Limited

(continued)

Opinion on Other Matters Prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report, which constitutes the Directors' 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 requires us to report to you if, in our opinion:

- the charitable company has not kept adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the 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 take advantage of the small companies exemption from the requirement to prepare a strategic report.

Malcolm Harding (Senior Statutory Auditor)

For and on behalf of KPMG LLP

Statutory Auditor

Chartered Accountants

1 The Embankment

Leeds

West Yorkshire

LS1 4DW

Date: 29 September 2015

Consolidated Statement of Financial Activities including an Income and Expenditure Account
for the year ended 31 March 2015

	<i>Note</i>	Restricted funds	Unrestricted & designated funds	2015	2014
		£	£	£	£
Incoming Resources					
Incoming resources from generated funds					
Voluntary income					
Donations	2	5,918	4,300,403	4,306,321	4,131,949
Legacies		-	2,472,505	2,472,505	1,488,970
Grants receivable	3	40,039	185,952	225,991	413,614
Activities for generating funds					
Non-charitable trading	4	-	291,144	291,144	284,794
Investment income		-	95,500	95,500	91,063
Other incoming resources		-	32,439	32,439	60,000
Total Incoming Resources		45,957	7,377,943	7,423,900	6,470,390
Resources Expended					
Costs of generating voluntary income		-	1,026,992	1,026,992	1,098,819
Costs of non-charitable trading		-	53,103	53,103	59,382
Charitable Expenditure					
Costs in furtherance of charitable objects		50,654	3,272,986	3,323,640	3,285,326
Governance costs		-	50,709	50,709	66,420
Total Resources Expended	5	50,654	4,403,790	4,454,444	4,509,947
Net Income/(Expenditure) for the Year		(4,697)	2,974,153	2,969,456	1,960,443
Other recognised gains and losses					
Unrealised gain on investments		-	95,412	95,412	4,696
Movement in funds before taxation		(4,697)	3,069,565	3,064,868	1,965,139
Taxation	9	-	(6,903)	(6,903)	-
Net Movement in Funds		(4,697)	3,062,662	3,057,965	1,965,139
Total funds brought forward at 1 April		89,713	10,717,245	10,806,958	8,841,819
Total funds carried forward at 31 March		85,016	13,779,907	13,864,923	10,806,958

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

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

Consolidated Balance Sheet

at 31 March 2015

	Note	2015 £	2014 £
Fixed assets			
Tangible assets	11	3,829,096	3,826,465
Investments	12	2,195,446	84,165
		<u>6,024,542</u>	<u>3,910,630</u>
Current assets			
Stocks		433,318	279,589
Debtors	13	1,225,627	365,703
Cash at bank and in hand		6,490,531	6,714,514
		<u>8,149,476</u>	<u>7,359,806</u>
Creditors: amounts falling due within one year	14	<u>(309,095)</u>	<u>(463,478)</u>
Net current assets		<u>7,840,381</u>	<u>6,896,328</u>
Net assets		<u>13,864,923</u>	<u>10,806,958</u>
Funds			
Unrestricted funds	16	7,759,999	7,363,545
Designated funds	16	6,019,908	3,353,700
Restricted funds	16	85,016	89,713
Total funds		<u>13,864,923</u>	<u>10,806,958</u>

The accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the directors and authorised for issue on 29th September 2015 and are signed on their behalf by:



Peter Sunderland
Chairman

Company No. 4053524

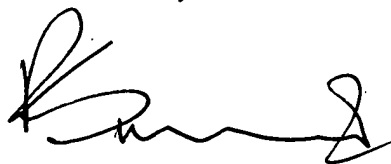
The notes on pages 17 to 32 form an integral part of these financial statements.

Company Balance sheet
at 31 March 2015

	<i>Note</i>	2015 £	2014 £
Fixed assets			
Tangible assets	11	3,829,096	3,826,465
Investments	12	2,250,449	84,168
		<u>6,079,545</u>	<u>3,910,633</u>
Current assets			
Stocks		433,318	279,589
Debtors	13	1,194,794	447,835
Cash at bank and in hand		6,455,427	6,657,241
		<u>8,083,539</u>	<u>7,384,665</u>
Creditors: amounts falling due within one year	14	<u>(243,214)</u>	<u>(401,933)</u>
Net current assets		<u>7,840,325</u>	<u>6,982,732</u>
Net assets		<u>13,919,870</u>	<u>10,893,365</u>
Funds			
Unrestricted funds	16	7,814,946	7,449,952
Designated funds	16	6,019,908	3,353,700
Restricted funds	16	85,016	89,713
Total funds		<u>13,919,870</u>	<u>10,893,365</u>

The accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the directors and authorised for issue on 29th September 2015 and signed on their behalf by:



Peter Sunderland
Chairman

Company No. 4053524

The notes on pages 17 to 32 form an integral part of these financial statements.

Notes

(forming part of the financial statements)

1 Accounting policies

Going concern

The trustees have considered the current position and budgets of the company and the group, and after making appropriate enquiries they have a reasonable expectation that the company and group have adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Accounting convention

The financial statements have been prepared under the historical cost convention, with the exception of investments which are stated at market value, and are in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" 2005 and applicable accounting standards and the Companies Act 2006.

Group financial statements

These financial statements consolidate the results of the company and its wholly-owned subsidiaries, Yorkshire Air Ambulance (Trading) Limited and Yorkshire Air Ambulance Services Limited. A separate Statement of Financial Activities ("SOFA") (incorporating an income and expenditure account) for the company itself is not presented because the company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006 and paragraph 397 of SORP 2005. The surplus of the parent company for the year was £3,026,505 (2014 - £1,964,028).

Company status

The charity is a company limited by guarantee. The members of the company, who are also the directors and trustees, have each guaranteed to contribute no more than £10 in the event of the company being wound up.

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charity is small.

Incoming resources

All incoming resources are included in the SOFA when the group is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Income from donations and grants are recognised when receivable. Donations are stated net of associated fundraising costs where events are operated on the charity's behalf and the charity does not control the related expenditure.

Valuation of donations in kind is done at the charity's best estimate of the amount it would have to pay on the open market for equivalent goods or services.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. Impending distributions are included in the SOFA only if the amounts can be measured reliably and the distribution is virtually certain.

Lottery ticket sales are recognised in line with the National Lottery draws carried out each Saturday. Sponsorship income is recognised in line with the relevant sponsorship agreements.

Notes (continued)

1 Accounting policies (continued)

Donations in kind

Donations in kind are recognised as follows:

- a) assets given for distribution by the charity are included in the SOFA only when distributed;
- b) assets and services given for use by the charity are included in the SOFA as incoming resources when receivable; and
- c) donations in kind for subsequent conversion into cash by the charity are included in the accounting period in which the gift is sold.

Resources expenses and recognition of liabilities

Resources expended are included in the SOFA on the accruals basis, inclusive of any irrecoverable Value Added Tax. Liabilities are recognised when there is a legal or constructive obligation committing the company to the expenditure.

The majority of expenditure is directly attributable to one of the cost headings of costs of generating funds, charitable expenditure and governance costs. Any expenditure which is not directly attributable to a cost centre is apportioned between charitable expenditure, governance and fundraising costs based on a suitable basis such as time spent by staff upon each function.

Costs of generating funds

Costs of generating funds are those costs which relate to the raising of voluntary donations as well as the operation of the society lottery by the charity's trading subsidiary Yorkshire Air Ambulance (Trading) Limited.

Charitable expenditure

Charitable expenditure relates to costs involved in the operation, maintenance and servicing of the charity's two air ambulance helicopters.

Governance costs

Governance costs are those costs incurred by the charity in meeting its statutory obligations and these typically include legal and professional costs, audit fees and costs of trustees' meetings.

Restricted funds

Restricted funds are subjected to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Designated funds

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Unrestricted funds

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Investments

Investments in subsidiary undertakings are included in the financial statements at cost. Listed investments are held for long term income producing purposes and are included at market value at the balance sheet date. The resulting unrealised surplus/deficit is included as a movement of funds in the SOFA.

Notes (continued)

1 Accounting policies (continued)

Fixed assets and depreciation

Fixed assets are initially recorded at cost. Assets with a cost below £250 are not capitalised.

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

Freehold buildings	written off over 10 to 50 years on a straight line basis
Freehold land	Nil depreciation
Leasehold property improvements	written off over 10 to 30 years on a straight line basis
Helicopters and engines	written off over 10 years on a straight line basis
Engine overhaul costs	written off over 5 years on a straight line basis
Computer equipment	written off over 3 to 10 years on a straight line basis
Fixtures and fittings	written off over 3 to 10 years on a straight line basis

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the SOFA.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the SOFA on a straight line basis over the period of the lease.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Pension costs

The charity operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charitable company. The annual contributions payable are charged to the SOFA.

Interest receivable

Interest receivable is accounted for on the accruals basis.

Foreign currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Non-monetary assets denominated in foreign currencies are translated into sterling at the exchange rates ruling at the date of the transaction.

Deferred tax

Deferred tax has been recognised in respect of timing differences which have not reversed at the balance sheet date.

Notes (continued)

2 Donations

	2015 £	2014 £
Donations	4,240,541	3,849,234
Donations in kind		
LBA Landing fees	-	27,000
Marketing/PR		
Huddersfield Town FC	15,780	25,600
Hull FC	-	36,720
B Braun Sheffield	35,000	35,000
Exterior Media	-	120,358
Other	15,000	38,037
	<u>4,306,321</u>	<u>4,131,949</u>

3 Grants receivable

	2015 £	2014 £
Receipts from grant making trusts	225,991	413,614
	<u>225,991</u>	<u>413,614</u>

4 Non-charitable trading

	2015 £	2014 £
Lottery ticket sales	179,556	194,494
Sales of merchandise	18,430	15,484
Charges for use of aircraft	6,906	2,091
Sponsorship and income from sale of logos	86,252	72,725
	<u>291,144</u>	<u>284,794</u>

Notes (continued)

5 Analysis of total resources expended

	Staff costs £	Depreciation £	Other costs £	Total 2015 £	Total 2014 £
Charitable expenditure					
Air support unit costs	-	-	129,790	129,790	274,313
Helicopter running costs	-	-	2,170,768	2,170,768	1,934,989
Depreciation	-	351,889	-	351,889	485,466
Staff costs	462,818	-	-	462,818	393,004
Loss on disposal of fixed assets	-	-	653	653	1,298
Logo costs	-	-	-	-	1,750
Other charitable expenditure	-	-	22,934	22,934	13,748
Allocated support costs (see note 6)	51,867	15,923	116,998	184,788	180,758
	<u>514,685</u>	<u>367,812</u>	<u>2,441,143</u>	<u>3,323,640</u>	<u>3,285,326</u>
Fundraising and publicity costs					
Fundraising staff costs	436,030	-	-	436,030	398,734
Depreciation	-	5,934	-	5,934	1,721
Event costs	-	-	21,400	21,400	20,179
Merchandise costs	-	-	93,406	93,406	93,092
Advertising and promotional items	-	-	162,072	162,072	323,254
Motor, travel and subsistence costs	-	-	74,017	74,017	67,966
Printing, postage & stationery	-	-	5,391	5,391	1,667
Other fundraising costs	-	-	74,390	74,390	48,130
Allocated support costs (see note 6)	117,560	4,407	32,385	154,352	144,076
	<u>553,590</u>	<u>10,341</u>	<u>463,061</u>	<u>1,026,992</u>	<u>1,098,819</u>
Non-charitable trading costs					
Staff costs	3,026	-	-	3,026	2,869
Depreciation	-	-	-	-	1,746
Advertising and promotional items	-	-	1,018	1,018	655
Printing, postage and stationery	-	-	2,694	2,694	2,370
Other trading costs	-	-	46,365	46,365	51,742
	<u>3,026</u>	<u>-</u>	<u>50,077</u>	<u>53,103</u>	<u>59,382</u>
Governance costs					
Trustees meetings	-	-	3,838	3,838	5,150
Auditor's remuneration	-	-	10,180	10,180	23,214
Other fees paid to auditors	-	-	8,581	8,581	-
Legal & professional	-	-	2,658	2,658	21,798
Travel and subsistence	-	-	13,638	13,638	13,387
Other costs	-	-	11,814	11,814	2,871
	<u>-</u>	<u>-</u>	<u>50,709</u>	<u>50,709</u>	<u>66,420</u>
	<u>1,071,301</u>	<u>378,153</u>	<u>3,004,990</u>	<u>4,454,444</u>	<u>4,509,947</u>

Notes (continued)

5 Analysis of total resources expended (continued)

	2015 £	2014 £
<i>The net income for the year is stated after charging:</i>		
Operating lease costs	37,500	33,594
Land and buildings	40,683	20,708
Other	8,500	23,214
Audit fees	1,750	-
Non-audit fees paid to auditors - taxation	8,581	-
Non audit fees paid to auditors - other	653	3,526
Loss on disposal of fixed assets		

6 Support costs

	Staff costs £	Depreciation £	Other Costs £	Total 2015 £	Total 2014 £
Support staff cost	169,427	-	-	169,427	152,440
Depreciation	-	20,330	-	20,330	32,216
Printing, postage and stationery	-	-	20,754	20,754	14,586
Other support costs	-	-	128,629	128,629	125,592
	169,427	20,330	149,383	339,140	324,834
Allocated as follows:					
Charitable activities	51,867	15,923	116,998	184,788	180,758
Fundraising and publicity	117,560	4,407	32,385	154,352	144,076

7 Staff costs

	2015 £	2014 £
Wages and salaries	864,406	775,937
Social security costs	84,947	79,105
Pension costs	47,443	41,876
Other staff related costs	74,505	50,129
	1,071,301	947,047

Notes (continued)

7 Staff costs (continued)

Particulars of employees

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

	2015 £	2014 £
Fundraising	12	13
Operational	6	6
Administrative	6	6
	<u>24</u>	<u>25</u>

The trustees received no remuneration during the year (2014 - £nil). 2 trustees (2014 - 5) received reimbursement for travel and subsistence of £13,638 (2014 - £13,387).

3 (2014 - 3) employees received emoluments in excess of £60,000 during the year in the band £60,001 to £70,000. Contributions to defined contribution schemes totalled £11,904 (2014 - £11,265) for these employees.

8 Taxation

The charitable company is exempt from corporation tax on its charitable activities.

9 Taxation on profit on non-charitable trading subsidiaries' ordinary activities

	2015 £	2014 £
(a) Analysis of charge in the year		
Current tax based on the results for the year	<u>6,903</u>	<u>-</u>

(b) Factors affecting current tax charge

The tax assessed on the non-charitable trading subsidiaries' profit on ordinary activities before taxation for the year is lower than the standard rate of corporation tax in the UK of 20% (2014 - 20%). The difference is explained below:

	2015 £	2014 £
Profit on ordinary activities before tax	<u>38,361</u>	<u>1,111</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK-of 20% (2014: 20%)	7,672	222
Effects of:		
Capital allowances in excess of depreciation	(182)	(222)
Expenses not deductible for tax purposes	243	-
Deferred tax	(830)	-
Current tax charge	<u>6,903</u>	<u>-</u>

Notes (continued)

9 Taxation on profit on non-charitable trading subsidiaries' ordinary activities (continued)

(c) Factors affecting future tax charge

The group has advanced capital allowances of £4,150 (2014 - £5,061) available to carry forward against future trading profits. A deferred tax asset of £830 has been recognised during the year (2014: £1,012 deferred tax assets not recognised).

10 Related party transactions

Openhouse Products Limited is a related party as Bruce Burns (a director of Yorkshire Air Ambulance Limited) has an interest in this company. During the year ended 31 March 2015 the charitable company purchased goods from Openhouse Products Limited at a cost of £719 (2014 - £1,402). At 31 March 2015 Yorkshire Air Ambulance Limited owed nil to Openhouse Products Limited for such goods (2014- £nil).

B Braun Limited is a related party as Brian Chapman (a director of Yorkshire Air Ambulance Limited) has an interest in this company. During the year Yorkshire Air Ambulance Services Limited received sponsorship income of £17,918 (2014 - £15,417) from B Braun Limited and donations in kind totalling £35,000 (2014 - £35,000). No amounts were outstanding at either the current or previous year end.

Power EC Limited is a related party as Amarjit Singh (a director of Yorkshire Air Ambulance Limited) has an interest in this company. During the year the charitable company purchased electrical equipment from Power EC Limited at a cost of £660 (2014 - £1,960). No amounts were outstanding at either the current or previous year end.

John Moore Security Limited is owned by John Moore who is the husband of Sarah Moore (a director of Yorkshire Air Ambulance Limited). During the year ended 31 March 2015 the charitable company purchased services from John Moore Security Limited at a cost of £9,349 (2014 £21,491). No amounts were outstanding at either the current or previous year end. During the year Yorkshire Air Ambulance Services Limited received sponsorship income of £3,819 (2014 - £nil).

Walton Lewis HR Solutions is a related party as Vivian Lewis (a director of Yorkshire Air Ambulance Limited) is the husband of Lynn Walton who is a director of the company. During the year ended 31 March 2015 the charitable company paid for consultancy services from Walton Lewis HR Solutions at a cost of £8,703 (2014 £8,640). No amounts were outstanding at either the current or previous year end.

Renew Holdings plc is a related party as John Samuel (a director of Yorkshire Air Ambulance Limited) has an interest in this company. During the year ended 31 March 2015 the charitable company received donations totalling £5,000 from Renew Holdings plc (2014 £nil). No amounts were outstanding at either the current or previous year end.

The charity has taken advantage of the exemption in Financial Reporting Standard 8 – Related Party Transactions, not to disclose transactions between companies which are 100% owned.

Notes (continued)

11 Tangible fixed assets

Consolidated	Freehold land and buildings £	Leasehold property improvements £	Helicopters & engines £	Computer equipment £	Fixtures and fittings £	Total £
<i>Cost</i>						
At 1 April 2014	386,352	1,253,100	3,775,547	456,166	311,167	6,182,332
Additions	480	6,788	254,296	74,704	44,516	380,784
Disposals	-	-	-	(27,057)	(6,428)	(33,485)
At 31 March 2015	386,832	1,259,888	4,029,843	503,813	349,255	6,529,631
<i>Depreciation</i>						
At 1 April 2014	53,996	45,817	1,841,484	337,441	77,129	2,355,867
Charge for the Year	13,295	46,548	214,408	62,035	41,867	378,153
Disposals	-	-	-	(27,057)	(6,428)	(33,485)
At 31 March 2015	67,291	92,365	2,055,892	372,419	112,568	2,700,535
<i>Net book value</i>						
At 31 March 2015	319,541	1,167,523	1,973,951	131,394	236,687	3,829,096
At 31 March 2014	332,356	1,207,283	1,934,063	118,725	234,038	3,826,465

Notes (continued)

11 Tangible fixed assets (continued)

Company	Freehold land and buildings £	Leasehold property improvements £	Helicopters & engines £	Computer equipment £	Fixtures and fittings £	Total £
<i>Cost</i>						
At 1 April 2014	386,352	1,253,100	3,775,547	429,109	311,167	6,155,275
Additions	480	6,788	254,296	74,704	44,516	380,784
Disposals	-	-	-	-	(6,428)	(6,428)
At 31 March 2015	386,832	1,259,888	4,029,843	503,813	349,255	6,529,631
<i>Depreciation</i>						
At 1 April 2014	53,996	45,817	1,841,484	310,384	77,129	2,328,810
Charge for the Year	13,295	46,548	214,408	62,035	41,867	378,153
Disposals	-	-	-	-	(6,428)	(6,428)
At 31 March 2015	67,291	92,365	2,055,892	372,419	112,568	2,700,535
<i>Net book value</i>						
At 31 March 2015	319,541	1,167,523	1,973,951	131,394	236,687	3,829,096
At 31 March 2014	332,356	1,207,283	1,934,063	118,725	234,038	3,826,465

12 Fixed asset investments

	Total 2015 £	Total 2014 £
Consolidated		
At 1 April	84,165	77,566
Additions at cost	2,063,429	10,888
Disposals at carrying value	(70,866)	(8,985)
Income received during the year	15,564	-
Unrealised gain on investments	95,412	4,696
Change in value of cash held in portfolio	7,742	-
At 31 March	2,195,446	84,165

Notes (continued)

12 Fixed asset investments (continued)

	Total 2015 £	Total 2014 £
Company		
At 1 April 2014	84,168	77,569
Shares issued in subsidiaries	55,000	-
Additions at cost	2,063,429	10,888
Disposals at carrying value	(70,866)	(8,985)
Income received during the year	15,564	-
Unrealised gain on investments	95,412	4,696
Change in value of cash held in portfolio	7,742	-
	<hr/>	<hr/>
At 31 March 2015	2,250,449	84,168
	<hr/>	<hr/>

The breakdown of investments held is:

	Total 2015 £	Total 2014 £
Analysis of investments - consolidated		
UK Bonds	371,552	-
Overseas Bonds	49,815	-
UK equities	915,650	82,236
Overseas equities	630,993	-
Absolute return	64,186	-
Property	139,567	-
Cash	23,683	1,929
	<hr/>	<hr/>
Total	2,195,446	84,165
	<hr/>	<hr/>

	Total 2015 £	Total 2014 £
Analysis of investments – company		
UK subsidiaries	55,003	3
UK Bonds	371,552	-
Overseas bonds	49,815	-
UK equities	915,650	82,236
Overseas Equities	630,993	-
Absolute return	64,186	-
Property	139,567	-
Cash	23,683	1,929
	<hr/>	<hr/>
Total	2,250,449	84,168
	<hr/>	<hr/>

Notes (continued)

12 Fixed asset investments (continued)

The details of the company's non-charitable trading subsidiary undertakings, both of which are registered in England and Wales are as follows:

Subsidiary	Shares held	Percentage holding	Principal activity
Yorkshire Air Ambulance (Trading) Limited	2 Ordinary £1 shares	100%	Promotion of a weekly lottery to generate funds
Yorkshire Air Ambulance Services Limited	1 Ordinary £1 share	100%	Marketing activities to generate funds for charitable parent

On 19th March 2015, 25,000 shares were acquired at par in Yorkshire Air Ambulance (Trading) Limited and 30,000 shares were acquired at par in Yorkshire Air Ambulance Services Limited in part settlement of outstanding debts. Immediately following the share issues, in accordance with S641 of the Companies Act 2006, both subsidiaries reduced their share capital by these amounts.

A summary of the results and balance sheet of both subsidiaries is given below:

	Yorkshire Air Ambulance (Trading) Limited £	Yorkshire Air Ambulance Services Limited £	2015 £	2014 £
Turnover	179,556	86,252	265,808	267,219
Cost of sales	(43,889)	(811)	(44,700)	(51,267)
Gross profit	135,667	85,441	221,108	215,952
Administrative expenses	(106,836)	(75,911)	(182,747)	(214,841)
Profit for the financial year	28,831	9,530	38,361	1,111
Tax on profit	(5,888)	(1,015)	(6,903)	-
Profit for the year	22,943	8,515	31,458	1,111
Assets	20,266	58,882	79,148	85,495
Liabilities	(20,230)	(58,864)	(79,094)	(171,899)
Shareholder's funds/(deficit)	36	18	54	(86,404)

Notes (continued)

13 Debtors

	Consolidated		Company	
	2015	2014	2015	2014
	£	£	£	£
Trade debtors	67,639	97,068	51,770	94,346
Amounts owed by group undertakings	-	-	10,797	110,354
Other debtors	8,830	39,648	8,830	14,148
Prepayments and accrued income	1,149,158	228,987	1,123,397	228,987
	<u>1,225,627</u>	<u>365,703</u>	<u>1,194,794</u>	<u>447,835</u>

14 Creditors: amounts falling due within one year

	Consolidated		Company	
	2015	2014	2015	2014
	£	£	£	£
Trade creditors	120,175	141,373	120,136	133,451
Amounts owed to group undertakings	-	-	2,417	-
Other creditors	23,994	21,480	23,994	18,211
Taxation and social security costs	35,550	33,316	28,085	28,495
Accruals and deferred income	129,376	267,309	68,582	221,776
	<u>309,095</u>	<u>463,478</u>	<u>243,214</u>	<u>401,933</u>

Included within accruals and deferred income above is deferred sponsorship and lottery income as follows:

	Group	Company
	£	£
At 1 April 2014	50,714	-
Released from previous years	(50,714)	-
Deferred in the year	52,362	-
	<u>52,362</u>	<u>-</u>
At 31 March 2015	52,362	-

15 Commitments under operating leases

At 31 March 2015 the group had annual commitments under non-cancellable operating leases as set out below:

	Land and Buildings		Other	
	2015	2014	2015	2014
	£	£	£	£
Operating leases which expire:				
Less than one year	-	-	4,308	744
Within 2 to 5 years	-	-	37,827	18,025
In more than 5 years	37,500	37,501	-	-
	<u>37,500</u>	<u>37,501</u>	<u>42,135</u>	<u>18,769</u>

Notes (continued)

16 Movement in funds

Consolidated	Balance at 1 April 2014	Incoming resources	Resources expended	Gains and losses on investments/ Taxation	Transfers between funds	Balance at 31 March 2015
	£	£	£	£	£	£
Unrestricted funds	7,363,545	7,345,504	(4,099,959)	88,509	(2,937,600)	7,759,999
Helicopter replacement reserve	2,500,000	-	-	-	2,000,000	4,500,000
Helicopter and engine maintenance fund	852,477	32,439	(299,712)	-	714,000	1,299,204
Cayley House maintenance fund	1,223	-	(4,119)	-	3,600	704
Nostell Priory development fund	-	-	-	-	120,000	120,000
RAF Topcliffe development fund	-	-	-	-	100,000	100,000
Designated funds	3,353,700	32,439	(303,831)	-	2,937,600	6,019,908
SY group funds	3	-	(3)	-	-	-
Winching training for paramedics	250	-	-	-	-	250
Winching equipment	160	-	-	-	-	160
Helicopter laptop	800	-	-	-	-	800
Helmets	1,392	5,918	(2,628)	-	-	4,682
Weather station - Malton	1,849	-	(1,212)	-	-	637
Weather stations	3,063	-	(111)	-	-	2,952
Electric Gates	3,435	-	(589)	-	-	2,846
Solar panels	7,194	-	(920)	-	-	6,274
Snow plough - Topcliffe	13,280	-	(1920)	-	-	11,360
Snow plough - Nestell-Priory	10,262	-	(1,771)	-	-	8,491
Helilift - Nostell Priory	22,835	-	(2,797)	-	-	20,038
Nostell Priory development funds	24,236	1,560	(4,845)	-	-	20,951
Alloy platform at Topcliffe	954	-	(210)	-	-	744
CAS bags	-	3,442	(1,576)	-	-	1,866
Topcliffe development funds	-	3,700	(735)	-	-	2,965
Helicopter fuel	-	30,175	(30,175)	-	-	-
Helicopter equipment	-	1,162	(1,162)	-	-	-
Restricted funds	89,713	45,957	(50,654)	-	-	85,016
Total funds	10,806,958	7,423,900	(4,454,444)	88,509	-	13,864,923

Notes (continued)

16 Movements in funds (continued)

Company	Balance at 1 April 2014 £	Incoming resources £	Resources expended £	Gains and losses on investments £	Transfers between funds £	Balance at 31 March 2015 £
Unrestricted funds	7,449,952	7,216,196	(4,009,014)	95,412	(2,937,600)	7,814,946
Designated funds	3,353,700	32,439	(303,831)	-	2,937,600	6,019,908
Restricted funds	89,713	45,957	(50,654)	-	-	85,016
Total funds	10,893,365	7,294,592	(4,363,499)	95,412	-	13,919,870

The income funds of the company include the following designated funds which have been set aside by the trustees for specific purposes:

Helicopter replacement reserve – The Trustees are setting aside funds annually for the eventual replacement of the charity's air ambulances. Due to increasing maintenance costs on the existing helicopters and because of the difficulty in obtaining spare parts for them, the Trustees believe that the programme to replace the helicopters needs to be accelerated and so have increased the reserve by £2m in the year.

Helicopter and engine maintenance fund – The charity's helicopters must be maintained to the highest level to ensure that they are available to respond rapidly and safely in providing our first class response service. The Trustees set aside specific funds to ensure that this objective can be met. This fund is in respect of both the helicopters and their engines.

Cayley House maintenance fund – Funds set aside by the trustees towards the ongoing maintenance and repair costs of the charity's headquarters.

Nostell Priory development fund – Funds set aside by the trustees for the development of air support unit facilities at Nostell Priory.

RAF Topcliffe development fund – Funds set aside by the Trustees for the development of air support unit facilities at RAF Topcliffe.

Restricted funds have arisen because donors have placed restrictions on incoming resources as follows:

SY group funds – Fund raised for provision of equipment for the South Yorkshire Volunteer Group.

Winching training for paramedics – Donation received to start planning for winching training.

Winching equipment – Donation received to build the fund for winching equipment.

Helicopter laptop – Donation received to purchase a laptop.

Helmets – Donation received for replacement helmets for paramedics and pilots.

Weather stations – Malton – Donation received for weather cameras for Malton, North Yorkshire.

Weather stations – Donations received to fund weather cameras at various sites throughout Yorkshire.

Electric Gates – Donation for electric gates at Cayley House.

Notes (continued)

16 Movements in funds (continued)

Solar panels – Grant towards installation of solar panels at Cayley House.

Snow plough – RAF Topcliffe – Donations received for purchase of a snow plough at RAF Topcliffe.

Snow plough – Nostell Priory – Donations received for purchase of a snow plough at Nostell Priory.

Helilift – Nostell Priory – Donations received for purchase of a helilift at Nostell Priory.

Nostell Priory development funds – Various small restricted funds received for the development of the charity's air support unit at Nostell Priory.

Alloy platform at RAF Topcliffe – Funding received towards purchase of alloy platform at RAF Topcliffe.

CAS bags – Donations received for purchase of CAS bags.

RAF Topcliffe development fund – Donations received for developments at airbase at RAF Topcliffe.

Helicopter fuel – Donations received for the purchase of fuel for the charity's air ambulances.

Helicopter equipment – Donations received for purchase of shears and storm shelters.

17 Analysis of net assets (between unrestricted funds, designated funds and restricted funds)

Consolidated

	Tangible fixed assets £	Investments £	Other net assets £	Total £
Unrestricted funds	3,745,290	92,786	3,921,923	7,759,999
Designated funds	-	2,102,660	3,917,248	6,019,908
Restricted funds	83,806	-	1,210	85,016
	<u>3,829,096</u>	<u>2,195,446</u>	<u>7,840,381</u>	<u>13,864,923</u>