

Charity number: 1112905
Company number: 05668473

The Lee Smith Foundation Limited
Trustees' report and financial statements
for the year ended 30 June 2014



The Lee Smith Foundation Limited

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The Lee Smith Foundation Limited

Legal and administrative information

Charity number 1112905

Company registration number 05668473

Business address First Artist House
85A Wembley Hill Road
Wembley
Middlesex
HA9 8BU

Registered office First Artist House
85A Wembley Hill Road
Wembley
Middlesex
HA9 8BU

Trustees J A Smith
H P Ingram
S Bourne

Secretary S Bourne

Accountants Davis Bonley
Northside House
Mount Pleasant
Barnet
Herts
EN4 9EE

The Lee Smith Foundation Limited

Report of the trustees (incorporating the directors' report) for the year ended 30 June 2014

The trustees present their report and the financial statements for the year ended 30 June 2014. The trustees, who are also directors of The Lee Smith Foundation Limited for the purposes of company law and who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

The trustees who served the company during the period were as follows:

Mr J A Smith
Mr H P Ingram
Mr S Bourne

Objectives and activities

The Lee Smith Foundation Limited ("the Foundation") is a charitable company limited by guarantee, incorporated on 6 January 2006 and registered as a charity. On 1 July 2006 the company took over the assets and liabilities of the Lee Smith Research Foundation, a charity registered with the Charity Commission under registration number 285028. Since that time it has taken over the activities of that organisation.

Objectives for the public benefit:-

- The supply, support and promotion of care and medical research for the benefit of sick and disabled persons.
- To cure, treat and prevent cancer and associated conditions and other debilitating diseases and disabilities.
- The procurement and provision of, or assisting in the procurement and provision of, medical equipment, facilities or services for the benefit of sick and disabled persons in particular, but without prejudice to the generality of the foregoing, those suffering from cancer and associated conditions.
- To join with, collaborate with, or support other charitable bodies engaged in similar activities, provided that all useful results of such research are published.

In setting these objectives the Trustees confirm that they have had regard to the guidance contained in the Charity Commission's general guidance on public benefit.

Trustees are appointed by the existing Trustees. The Trustees named on page 1 served throughout the year. The directors of the company are also charity Trustees for the purposes of the charity law.

Reserves and Risk Management

Reserves

The Trustees have examined the level of reserves required to enable them to fund future medical and treatment projects, and to also maintain a minimum level of reserves to enable the charity to continue to meet the working capital requirements of the Foundation. The current level of reserve is not yet reached the level required, and fundraising activities are planned to achieve this. The unrestricted and restricted funds stood at £66,060 and £1,000 respectively at 30 June 2014 (2013 - £92,505 and £1,000 respectively).

The foundation's day to day activities are administered by its Trustees and secretary. Its trustees are responsible for the consideration and authorisation of the charitable donation made.

The Lee Smith Foundation Limited

Report of the trustees (incorporating the directors' report) for the year ended 30 June 2014

Risk Management

All major risks to which the charity is exposed to, as identified by the Trustees, have been reviewed and systems are in place to mitigate those risks.

Achievements and performance

The Foundation made donations of £47,250 (2013 - £32,250) in the year to 30 June 2014. It is the usual policy of the Trustees to make awards from the accumulated unrestricted funds only. Over the next year, the Trustees plan to aid and fund ongoing life-saving medical treatments and medical research projects.

Following the success of the Foundation's Gene Therapy project, a new foundation scientist is now working on a three year project with a natural placental stem cell treatment (organ and tissue repair) together with laser therapy for brain damage in babies and also prostate cancer. This treatment may also be used for leukemia and ovarian cancer. The Foundation's other medical projects include cancer therapies plus support for a child's pioneering brain cancer treatment.

Whilst the charity is just serving its current commitments, it is envisaged that further active fund raising to support new research projects will commence in 2015/16.

Financial review

The statement of financial position on page 6 shows the result of the period. After taking account of expenditure of charitable activities amounting to £60,690 (2013 - £63,023), there was an excess of expended resources over incoming resources of £26,445 (2013 - £41,674).

The balance sheet on page 7 shows the financial position of the Foundation as at 30 June 2014.

Net assets amounted to £67,060 (2013 - £93,505) which are represented by the accumulated balances on both the expendable endowment and unrestricted income funds. The net assets of expendable endowment fund and the unrestricted income fund are held in order to meet the ongoing overheads and administrative expenses, if any, and also to be applied towards the Foundation's charitable objectives.

The foundation has made commitments to fund cancer and organ/tissue repairs treatment for three years, with placental stem cells and laser therapy. During the year, the Foundation funded placental stem cells and laser therapy.

The foundation has also funded a variety of other medical projects for the benefit of patients needing treatment.

The Lee Smith Foundation Limited

Report of the trustees (incorporating the directors' report) for the year ended 30 June 2014

Statement of trustees' responsibilities

The trustees (who are also directors of The Lee Smith Foundation Limited for the purpose of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

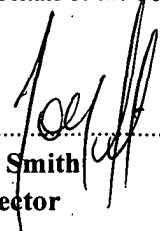
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

On behalf of the board


.....
J A Smith
Director

The Lee Smith Foundation Limited

Independent examiner's report to the trustees on the unaudited financial statements of The Lee Smith Foundation Limited.

I report on the accounts of The Lee Smith Foundation Limited for the year ended 30 June 2014 set out on pages 2 to 12.

Respective responsibilities of trustees and independent examiner

The charity's trustees (who are also the directors of the company for purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the Act), as amended by section 28 of the Charities Act 2006 and that an independent examination is needed. It is my responsibility to examine the accounts under section 43(3)(a) of the Act, as amended; to follow the procedures laid down in the General Directions given by the Charity Commission under section 43(7)(b) of the Act, as amended; and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep proper accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charitieshave not been met; or
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

.....
A S Davis (FCA)
Davis Bonley Limited
Chartered Accountants
Independent examiner

The Lee Smith Foundation Limited

Statement of financial activities (incorporating the income and expenditure account)

For the year ended 30 June 2014

	Notes	Unrestricted funds £	Endowment funds £	2014 Total £	2013 Total £
Incoming resources					
Voluntary income	2	35,120	-	35,120	20,685
Investment income	3	89	-	89	804
Total incoming resources		<u>35,209</u>	<u>-</u>	<u>35,209</u>	<u>21,489</u>
Charitable activities	4	60,690	-	60,690	63,023
Governance costs	6	964	-	964	140
Total resources expended		<u>61,654</u>	<u>-</u>	<u>61,654</u>	<u>63,163</u>
Net incoming/(outgoing) resources for the year / Net income/(expenditure) for the year		(26,445)	-	(26,445)	(41,674)
Total funds brought forward		<u>92,505</u>	<u>1,000</u>	<u>93,505</u>	<u>135,179</u>
Total funds carried forward		<u>66,060</u>	<u>1,000</u>	<u>67,060</u>	<u>93,505</u>

The statement of financial activities includes all gains and losses in the year and therefore a separate statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 9 to 12 form an integral part of these financial statements.

The Lee Smith Foundation Limited

Balance sheet as at 30 June 2014

	Notes	£	2014 £	£	2013 £
Current assets					
Cash at bank and in hand		67,960		93,505	
		<u>67,960</u>		<u>93,505</u>	
Creditors: amounts falling due within one year	10	(900)		-	
Net current assets			67,060		93,505
Net assets			<u>67,060</u>		<u>93,505</u>
Funds	11				
Endowment funds			1,000		1,000
Unrestricted income funds			<u>66,060</u>		<u>92,505</u>
Total funds			<u>67,060</u>		<u>93,505</u>

Registration number 05668473

The Balance Sheet continues on the following page.

The notes on pages 9 to 12 form an integral part of these financial statements.

The Lee Smith Foundation Limited

Balance sheet (continued)

Trustees statements required by the Companies Act 2006 for the year ended 30 June 2014

In approving these financial statements as trustees of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 30 June 2014.

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements 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 board on^{*} 27.12.14^{*}..... and signed on its behalf by

.....
J A Smith
Director

The notes on pages 9 to 12 form an integral part of these financial statements.

The Lee Smith Foundation Limited

Notes to financial statements for the year ended 30 June 2014

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Companies Act 2006.

1.2. Cashflow

The charity has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small charity.

1.3. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Income from investments is included in the year in which it is receivable.

1.4. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

The Lee Smith Foundation Limited

Notes to financial statements for the year ended 30 June 2014

2. Voluntary income

	2014 Total £	2013 Total £
Donations	35,120	20,685
	<u>35,120</u>	<u>20,685</u>

3. Investment income

	2014 Total £	2013 Total £
Bank interest receivable	89	804
	<u>89</u>	<u>804</u>

4. Costs of charitable activities - by fund type

	2014 Total £	2013 Total £
Charitable activities	60,690	63,023
	<u>60,690</u>	<u>63,023</u>

5. Costs of charitable activities - by activity

	Activities undertaken directly £	2014 Total £	2013 Total £
Charitable activities	60,690	60,690	63,023
	<u>60,690</u>	<u>60,690</u>	<u>63,023</u>

The Lee Smith Foundation Limited

Notes to financial statements for the year ended 30 June 2014

6. Governance costs

	2014 Total £	2013 Total £
Professional - Accountancy fees	900	-
Professional - Other	64	140
	<u>964</u>	<u>140</u>

7. Analysis of support costs

	2014 Total £	2013 Total £
Other	-	312
	<u>-</u>	<u>312</u>

8. Employees

Employment costs	2014 £	2013 £
Redundancy pay	<u>13,421</u>	<u>30,255</u>

Number of employees

The average monthly numbers of employees (including the trustees) during the year, calculated on the basis of full time equivalents, was as follows:

2014 Number	2013 Number
<u>-</u>	<u>1</u>

9. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

The Lee Smith Foundation Limited

Notes to financial statements for the year ended 30 June 2014

10. Creditors: amounts falling due within one year

	2014	2013
	£	£
Accruals and deferred income	900	-

11. Analysis of net assets between funds

	Unrestricted funds £	Endowment funds £	Total funds £
Fund balances at 30 June 2014 as represented by:			
Current assets	66,960	1,000	67,960
Current liabilities	(900)	-	(900)
	<u>66,060</u>	<u>1,000</u>	<u>67,060</u>

12. Unrestricted funds

	At 1 July 2013 £	Incoming resources £	Outgoing resources £	At 30 June 2014 £
General funds	<u>92,505</u>	<u>35,209</u>	<u>(61,654)</u>	<u>66,060</u>

13. Endowment funds

	At 1 July 2013 £	At 30 June 2014 £
Endowment Fund	<u>1,000</u>	<u>1,000</u>

There have been no movements on endowment funds during the year ended 30 June 2014.

The charity's endowment fund is attributable to the original amount settled on the charity. Under the terms of the Deed of Trust, the endowment is expendable at the discretion of the Trustees on expenditure which meets the charitable objectives of the Foundation.

The Lee Smith Foundation Limited

Detailed statement of financial activities

For the year ended 30 June 2014

	2014	2013
	£	£
Incoming resources		
Incoming resources from generating funds:		
<i>Voluntary income</i>		
Donations	35,120	20,685
	<u>35,120</u>	<u>20,685</u>
<i>Investment income</i>		
Bank interest receivable	89	804
	<u>89</u>	<u>804</u>
Total incoming resources from generating funds	<u>35,209</u>	<u>21,489</u>
Total incoming resources	<u>35,209</u>	<u>21,489</u>
Resources expended		
Costs of generating funds:		
Fundraising trading:		
cost of goods sold and other costs		

The Lee Smith Foundation Limited

Detailed statement of financial activities

For the year ended 30 June 2014

	2014 £	2013 £
Charitable activities		
Charitable activities		
<i>Activities undertaken directly</i>		
Activity1 - Direct - Donations	47,250	32,250
Activity1 - Direct - Staff - Redundancy pay	13,421	30,255
Activity1 - Direct - Office expenses - Telephone	19	206
	<u>60,690</u>	<u>62,711</u>
<i>Support costs</i>		
Activity1 - Support - Website costs	-	312
	<u>-</u>	<u>312</u>
Charitable activities total expenditure	<u>60,690</u>	<u>63,023</u>
Total charitable activity expenditure	<u>60,690</u>	<u>63,023</u>
Governance costs		
<i>Activities undertaken directly</i>		
Professional - Accountancy fees	900	-
Professional - Other	64	140
	<u>964</u>	<u>140</u>
Total governance costs	<u>964</u>	<u>140</u>
Net incoming/(outgoing) resources for the year	<u>(26,445)</u>	<u>(41,674)</u>