

**REGISTERED COMPANY NUMBER: 1963975 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 293575**

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 MARCH 2012  
FOR  
AAGBI FOUNDATION**

Hartley Fowler LLP  
Statutory Auditors  
Chartered Accountants  
44 Springfield Road  
Horsham  
West Sussex  
RH12 2PD

**AAGBI FOUNDATION**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2012**

---

	Page
Report of the Trustees	1 to 9
Report of the Independent Auditors	10 to 11
Statement of Financial Activities	12
Balance Sheet	13 to 14
Notes to the Financial Statements	15 to 21

---

## **AAGBI FOUNDATION**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012**

---

The directors, who are also the trustees, present their annual report and the audited Financial statements for the year ended 31 March 2012. This report is prepared in accordance with the Memorandum and Articles of Association (the governing document) and the recommendations of the Statement of Recommended Practice (SORP 2005) - Accounting and Reporting by Charities - and complies with applicable law.

#### **Status**

Company Limited by Guarantee which does not have a share capital, and is a registered charity with the Charity Commissioners for England and Wales and with the Office of the Scottish Charity Regulators.

#### **Charity Number**

Scotland: SCO40697

England and Wales: 293575

#### **Governing document**

Memorandum and Articles of Association.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Company number**

1963975 (England and Wales)

##### **Registered Charity number**

293575

##### **Registered office**

21 Portland Place

London

W1B 1PY

**AAGBI FOUNDATION**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2012**

---

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Trustees**

Registered Office and operational address

21 Portland Place

London

W1B 1PY

**Bankers**

HSBC

60 Queen Victoria Street

London

EC4N 4TR

**Solicitors**

Hempsons

Hempsons House

40 Villiers Street,

London

WC2N 6NJ

**Withers**

16 Old Bailey

London

EC4M 7EG

**Investment Managers**

Williams de Broe

100 Wood Street

London

EC2V 7AN

**Senior Management**

Ms Karin Pappenheim, Executive Director

Ms Gemma Campbell, Head of Support Services & Information Management

Ms Nicola Heard, Head of Education & Membership Services

Mr Adrian Sebastian, Finance Controller

**Directors and Trustees**

The directors who have held office during the whole of the period from 1 April 2011 to the date of this report:

Dr P A Clyburn

Dr K Ferguson

Dr L W Gemmell

Dr R Griffiths

Dr A W Harrop-Griffiths

Dr A J Hartle

Dr I G Johnston

Dr N J Love

Dr A Mallick

Dr B J Nicholls

Dr R G Paul

Dr F S Plaat

Dr M T Popat

Dr N Redfern

Dr S Shinde

Dr E P O'Sullivan

## **AAGBI FOUNDATION**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012**

---

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Trustees**

Dr S Q M Tighe  
Dr I A Walker  
Dr I H Wilson  
Dr T E Woodcock  
Dr S M Yentis

The following director served until 30th June 2011:

Dr R H Broomhead

The following directors served until 22nd September 2011:

Dr R J S Birks  
Dr D G Bogod  
Dr J B Liban  
Prof J R Sneyd

The following directors served from 30th June 2011:

Dr R G Paul

The following directors served from 22nd September 2011:

Dr K Ferguson  
Dr N Redfern  
Dr T E Woodcock

##### **Auditors**

Hartley Fowler LLP  
Statutory Auditors  
Chartered Accountants  
44 Springfield Road  
Horsham  
West Sussex  
RH12 2PD

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The Foundation is a Company Limited by Guarantee and does not have a share capital, and is a Registered Charity with the Charity Commissioners for England and Wales and with the Office of the Scottish Charity Regulator.

##### **Public Benefit Statement**

The Foundation's trustees confirm that they have complied with the duty in section 4 of the Charities Act 2006 to have regard to the Charity Commission's general guidance on public benefit, 'Charities and Public Benefit'. The charitable purposes of the Foundation are set out in its constitution and the objects include 'the advancement of public education in and the promotion of those branches of medical science concerned with anaesthesiology', in relation to research, 'the publication of the useful results of all such study and research' and in relation to the public generally, 'the advancement of and improvement in patient care and safety in the field of anaesthesiology and disciplines allied to anaesthesiology'. The trustees ensure that the objects are achieved through an extensive programme of education and training and the funding of research into aspects of anaesthesiology. Educational events and applications for research awards are openly advertised and the public are able to access the museum and library in London, which the Foundation maintains to preserve the heritage of anaesthesia.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Appointment of Directors and Trustees**

The majority of directors and trustees are appointed for an initial four year period, and comprise those elected by members of the Association of Anaesthetists and currently serving on the Council of that organisation. They may be re-elected for further periods while continuing to serve as elected members of the Council of the Association of Anaesthetists. In addition, up to five other trustees or directors may be appointed. This enables the management and activities of the Foundation to be co-ordinated with those of the Association, ensuring that the resources available to the Foundation are used to maximum effect in fulfilling its objects.

### **Induction and training of new trustees**

Newly elected members are advised on their responsibilities as directors and trustees and receive an induction information pack and briefing session. Training is provided for trustees to enable them to perform their governance duties effectively.

### **Organisation and Management**

The full-time staff of the Foundation is led by the executive director and senior management team, who work closely with appointed Officers and Board members. Professional advisers are used to provide specialist advice in areas of investment, finance, law and property.

The Board meets regularly to direct the affairs of the Foundation and consults members representing other related bodies, for example the Royal College of Anaesthetists. Development and management of specific activities is delegated to sub-committees who report their proceedings to the Board.

### **Risk management**

The trustees have established systems of internal control, comprising annual budgets and financial forecasts, delegated authorities, procedures for operational management and segregation of duties. Regular reviews of financial and investment performance take place through the Finance and Investment Committees..

Risks are documented in a risk register which is subject to ongoing assessment and evaluation by the executive management and directors, with regular reports provided for review by the Board and Finance committee. At least two meetings a year are held to consider financial management and investment performance in detail. In addition, the Honorary Treasurer and finance controller report on financial matters to each Board meeting of the Foundation. These meetings record the formal review and approval of all aspects of finance, internal controls and accounts.

## **OBJECTIVES AND ACTIVITIES**

The principal activities of the Foundation are related to the improvement of patient care and safety in Great Britain and Ireland and internationally. This is achieved through the advancement of public education concerned with anaesthesiology, together with the funding of education and research into anaesthesiology and related sciences.

The core programmes of the Foundation are focused in line with these objects on:

- Education in anaesthesia for the public and medical professionals;
- Heritage through a national archive and anaesthesia history projects;
- International grants and projects to support anaesthesia in lower resource countries;
- Research funding to promote improvements in patient care

The Foundation organises several large scientific meetings and an extensive seminar programme, and is a major grant maker to researchers into aspects of anaesthesia. An extensive library and museum dedicated to anaesthesia is open to the public.

The Foundation's premises at 21 Portland Place, London continue to provide excellent facilities for its seminar programme and other activities, including the library and museum in the specially designed Abbott Forum. The building offers accommodation for the administrative and finance activities shared with the Association and two other organisations related to anaesthesia, the World Federation of Societies of Anaesthesia and Lifebox, a newly formed charity.

## **AAGBI FOUNDATION**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012**

---

#### **OBJECTIVES AND ACTIVITIES**

The Foundation works closely with the Association of Anaesthetists, which provides major funding each year for the Foundation's activities. Committees have been established to oversee education through a programme of scientific meetings and seminars, and for the management of the museum and archive collection, finance and investments.

The Foundation's museum and extensive library is co-ordinated by an archivist and is under the direction of the committee overseeing heritage. The museum and library offers anaesthetists and members of the public the opportunity to view an exceptional collection of equipment and manuscripts related to anaesthesia.

#### **Grant making policy**

Research grants are advertised to attract high quality applications from trainee and consultant anaesthetists. All applications for research are considered by a process of evaluation of proposals through the National Institute for Academic Anaesthesia, which makes awards with the approval of the Board. The progress and outcome of research projects is reviewed and reported to the Board and monitored through a Research Committee. It is customary for the outcome of successful projects to be published in peer reviewed journals.

Applications for grants and funding are invited subject to specified criteria to support international work and are reviewed by an International Relations Committee; follow up reports are routinely required from grant recipients.

## **ACHIEVEMENT AND PERFORMANCE**

### **Programme delivery**

The last financial year has seen continued development of the programmes delivered by the charitable Foundation. Key achievements in the last 12 months are outlined below.

### **Education in anaesthesia for the public and medical professionals**

A step forward in expanding the reach of the Foundation's educational programmes has been the launch of a new website with up to date information, improved navigation and added features and functionality. The site attracts on average 21,000 visits a month with at least 48% of those being new visitors.

This has been linked to development of e-education with a video platform providing access to lectures online. Further investment into e-education is planned in 2012-13 as this offers the potential to reach significantly larger numbers of participants. Also used to communicate the Foundation's activities is @AAGBI, the fortnightly e-newsletter that has been running a full one year with above average opening rates ranging between 32%-39%.

The publication of guidelines is a core activity in promoting patient safety: during the year new publications were produced on 'Ultrasound in Anaesthesia and Intensive Care', 'Day Case and Short Stay Surgery' and 'Malignant Hypothermia'.

Education events were provided for the profession in the form of three national conferences attracting 1605 delegates in total, and 59 seminars on specialist topics, held at the Foundation's centre in London, attracting 1845 delegates in total. A further 14 regional core topics meetings were run attracting 1249 delegates in total. Numbers of participants showed an increase compared to the previous year. Two two-day conferences, nine one-day conferences and five study days for specialist societies were also arranged.

Over 40 other organisations, mostly health-related, were also able to hold educational events and meetings at the Foundation's premises, so maximising the benefit of historic building as a centre of medical education and learning.

### **Heritage**

This year's highlights include an increase in visitor figures to the heritage centre: up from 428 in 2010-11 to over 521 visits in 2011-12 and continued progress on the ongoing oral history project. A new year in the Life pilot project was launched.

Notable donations to the historic archives include Sir Ivan Magill's certificate received when he received the KCVO and Professor Mapleson's manuscript 'Gas Flow in Anaesthetic Systems'. A travelling exhibition was taken to the Annual Congress in Edinburgh and it celebrated the life of Sir James Young Simpson who discovered that chloroform could be used for anaesthesia. A new temporary exhibition 'A Blessing in Disguise, the Misuse of Anaesthesia' created during the year illustrates the history of anaesthetic agents and some of their risks.

A team of dedicated volunteers have continued to give valuable support and to participate in all aspects of work of the Heritage Centre. A new volunteer has been recruited and will start work in the year 2012-13.

### **International grants and projects to support anaesthesia in lower resource countries**

Just over £62k was awarded during the year as travel grants and project funding for anaesthetist from the UK and Ireland to support improvements in care overseas. The Foundation's Overseas Anaesthesia Fund continued to attract donations from over 100 regular givers and support from the OAA and DAS, generating a total of almost £50k which could be spent on donating medical books, training resources and equipment to lower resource countries and the provision of a number of Fellowships in African countries.



## AAGBI FOUNDATION

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012

---

#### ACHIEVEMENT AND PERFORMANCE

##### Programme delivery

##### Research funding to promote improvements in patient care

The Foundation continued to work through the NIAA in awarding grants for research; in total approximately £80k being awarded during the year. This involved three department grants plus three small research project grants (one of which was sponsored by Wiley-Blackwell).

Topics included;

- The impact of Patient Controlled Analgesia (PCA) use in the Emergency Department on the prevalence of chronic pain at six months following trauma;
- Measurement of spontaneous low frequency oscillations of cerebral haemodynamics in the human brain with functional magnetic resonance imaging;
- Protective ventilation during general anaesthesia for open abdominal surgery: a randomised controlled trial

#### FINANCIAL REVIEW

The Foundation is able to report a strong financial position with the charity's main income streams generally performing well and on a par with the previous year. It is primarily financed by both the ongoing support of the Association of Anaesthetists of Great Britain and Ireland which amounted to £1.05m for the year ending 31 March 2012 (2011: £1.05m) and its programme of Scientific Meetings which contributed an overall surplus of £199.8k (2011: £209.5k).

Additionally, donations for the year accounted for £103.6k (2011: £96.7k) and investment income totalled £94.6k (2011: £67.6k), which represents a combined increase of 20.6% when compared with the previous year, a reflection of the continued loyalty of the charity's donors and a successful and active programme of investment in a difficult economic climate.

Total incoming resources of £2.34m (2011: £2.25m) represent an increase of 4% together with resources expended of £2.16m (2011: £2.01m), a corresponding increase of 7.5% when compared with the previous financial year. Thanks to the relative stability of its income streams, the Foundation was able to increase grants to £225k (2011: £203k), an increase of 10.8% when compared with the previous year.

The impact of the above results is that net incoming resources of £176.9k are somewhat lower than in the previous year (2011: £237.7k), a reduction of £60.8k or 25.6% reflecting the trustee board's wish to maintain and increase expenditure where possible on the Foundation's charitable objectives.

The reserves position and balance sheet indicate that the Foundation is well-placed financially to meet the challenges in the new financial year.

##### Reserves policy

The policy on reserves held in unrestricted funds is to increase these when surplus funds are generated to provide additional income to support the Foundation's activities. The intention of this policy is to progressively enable the Foundation to become less dependent on external funding.

Unrestricted funds are held as cash on deposit or readily realisable investments to meet grant funding commitments and approximately three months operating expenditure, excluding scientific meetings that are self-funding.

The level of reserves is regularly reviewed by trustees both as part of the annual budget planning process and in order to decide whether to invest from reserves into particular projects or organisational development.

##### Investment policy and objectives

Under the Memorandum of Association the Foundation has the power to invest without restriction. The Foundation has adopted an ethical investment policy reflecting its position as a medical charity.

---

## **AAGBI FOUNDATION**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012**

---

#### **FINANCIAL REVIEW**

The portfolio comprised investment and unit trusts, Treasury stock and direct holdings in shares, in line with the Foundation's agreed policy. The Foundation has set risk objectives, and adopted guidelines on diversification of the portfolio. The performance of investments and policy is regularly reviewed with the assistance of professional investment advisers. The investment policy is reviewed annually.

#### **ORGANISATIONAL DEVELOPMENT AND FUTURE PLANS**

During the year, the Foundation in collaboration with its parent body, the Association of Anaesthetists of Great Britain and Ireland, undertook a governance review involving both Withers lawyers and Hartley Fowler auditors. The purpose was to review the current legal structure and relationship between the Association and Foundation. Recommendations will lead to a new operating agreement between the two entities whilst maintaining the current structure.

A new replacement accounting system, significantly more appropriate to the charity's current and future needs, has been implemented during the year which, when fully bedded-in during the new financial year, will facilitate the regular production of full management accounts together with ongoing reliable, timely analysis of financial information. Improvements in efficiency and financial planning are expected from the implementation of the system on a hosted IT infrastructure; the first move toward a fully hosted IT infrastructure with increased resilience.

#### **FIXED ASSETS**

Leasehold property is held on a long lease and has a market value which, in the opinion of the directors, is not materially different from the amount of £4,773,120 included in the Balance Sheet. Movements in other Fixed Assets are shown in Note 12.

#### **STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of AAGBI Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

The directors have taken all the steps required to make the auditors aware of any relevant audit information in connection with preparing their report.

**AAGBI FOUNDATION**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2012**

---

**AUDITORS**

Hartley Fowler LLP has expressed their willingness to continue in office. A resolution to re-appoint them has been approved by the directors.

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

**ON BEHALF OF THE BOARD:**



.....  
Dr P A Clyburn - Trustee

Date: 7/9/12.....

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF AAGBI FOUNDATION**

---

We have audited the financial statements of AAGBI Foundation for the year ended 31 March 2012 on pages twelve to twenty one. 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 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 auditors' 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 auditors**

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.

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. We are acting as auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report to you in accordance to those acts.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2012 and of its 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 prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
AAGBI FOUNDATION**

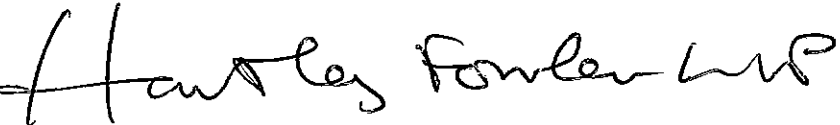
---

**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:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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 Report of the Trustees.

I R Gilchrist (Senior Statutory Auditor)  
for and on behalf of Hartley Fowler LLP  
Statutory Auditors  
Chartered Accountants  
44 Springfield Road  
Horsham  
West Sussex  
RH12 2PD



Date: .....

10 September 2012

**AAGBI FOUNDATION**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 MARCH 2012**

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income	2	1,071,936	81,673	1,153,609	1,146,690
Activities for generating funds	3	51,212	-	51,212	54,664
Investment income	4	94,603	-	94,603	67,574
<b>Incoming resources from charitable activities</b>					
Scientific Meetings	5	1,040,801	-	1,040,801	983,484
<b>Total incoming resources</b>		<b>2,258,552</b>	<b>81,673</b>	<b>2,340,225</b>	<b>2,252,412</b>
<b>RESOURCES EXPENDED</b>					
<b>Costs of generating funds</b>					
Investment management costs	6	20,830	-	20,830	19,229
<b>Charitable activities</b>					
Research Fellowships and Grants	7	80,520	-	80,520	74,413
Scientific Meetings		840,984	-	840,984	773,956
Overseas Grants		62,209	82,306	144,515	128,587
Heritage - Library, Museum and Archives		16,460	-	16,460	24,823
Staff and Administrative Expenses		825,299	-	825,299	763,907
Governance Costs		54,480	-	54,480	54,811
Accommodation Costs		180,243	-	180,243	175,013
<b>Total resources expended</b>		<b>2,081,025</b>	<b>82,306</b>	<b>2,163,331</b>	<b>2,014,739</b>
<b>NET INCOMING/(OUTGOING) RESOURCES</b>					
		177,527	(633)	176,894	237,673
<b>Other recognised gains/losses</b>					
Gains/losses on fixed asset investments		(9,139)	-	(9,139)	179,931
<b>Net movement in funds</b>		<b>168,388</b>	<b>(633)</b>	<b>167,755</b>	<b>417,604</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>6,925,831</b>	<b>1,434,218</b>	<b>8,360,049</b>	<b>7,942,445</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>7,094,219</b>	<b>1,433,585</b>	<b>8,527,804</b>	<b>8,360,049</b>

**CONTINUING OPERATIONS**

All incoming resources and resources expended arise from continuing activities.

The notes form part of these financial statements

**AAGBI FOUNDATION**

**BALANCE SHEET  
AT 31 MARCH 2012**

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	12	3,432,765	1,397,267	4,830,032	4,870,694
Investments	13	3,202,157	-	3,202,157	2,904,981
		<u>6,634,922</u>	<u>1,397,267</u>	<u>8,032,189</u>	<u>7,775,675</u>
<b>CURRENT ASSETS</b>					
Stocks		-	-	-	8,976
Debtors: amounts falling due within one year	14	115,516	-	115,516	94,723
Cash at bank and in hand		954,779	36,318	991,097	1,109,810
		<u>1,070,295</u>	<u>36,318</u>	<u>1,106,613</u>	<u>1,213,509</u>
<b>CREDITORS</b>					
Amounts falling due within one year	15	(610,998)	-	(610,998)	(629,135)
<b>NET CURRENT ASSETS</b>		<u>459,297</u>	<u>36,318</u>	<u>495,615</u>	<u>584,374</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>7,094,219</u>	<u>1,433,585</u>	<u>8,527,804</u>	<u>8,360,049</u>
<b>NET ASSETS</b>		<u>7,094,219</u>	<u>1,433,585</u>	<u>8,527,804</u>	<u>8,360,049</u>
<b>FUNDS</b>					
Unrestricted funds	16			7,094,219	6,925,831
Restricted funds				1,433,585	1,434,218
<b>TOTAL FUNDS</b>				<u>8,527,804</u>	<u>8,360,049</u>

The notes form part of these financial statements

**AAGBI FOUNDATION**

**BALANCE SHEET - CONTINUED  
AT 31 MARCH 2012**

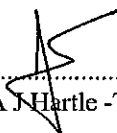
---

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 7<sup>th</sup> September 2012 and were signed on its behalf by:



.....  
Dr P A Clyburn - Trustee



.....  
Dr A J Hartle - Trustee

The notes form part of these financial statements

---



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2012

---

1. ACCOUNTING POLICIES

**Accounting convention**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investment assets and are in accordance with the Statement of Recommended Practice (SORP 2005) - 'Accounting and Reporting by Charities', the Financial Reporting Standard for Smaller Entities (effective April 2008), the Charities Act and the Companies Act 2006.

**Incoming resources**

'Grants', 'Donations' and 'Sponsorships' are accounted for when receivable and include grants for current expenditure. Income received for a particular restricted purpose is included in restricted funds.

'Investment Income' is included when received.

'Services and Other Income' includes rents receivable.

'Scientific Meetings' income includes registration fees and associated income received from meetings and seminars held in the year.

**Resources expended**

All expenditure is accounted for on an accruals basis and includes unrecovered VAT.

'Cost of Generating Funds' are those costs incurred in fund-raising and professional management of investments.

'Research Fellowships and Grants' are accrued as expenditure when the application is approved, except where expenditure relates to grant income receivable in a future accounting period.

'Scientific Meetings' are the direct costs related to meetings and seminars.

'Staff and Administrative Expenses' are those incurred in connection with the operations and administration of the charity and include costs shared with the Association of Anaesthetists.

'Governance Costs' associated with charity management and constitutional and statutory requirements include direct costs related to this activity and an allocation of administration expenditure.

The Foundation operates a defined contribution pension scheme and contributions are included in expenditure as they become payable under the scheme. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Tangible fixed assets**

All individual assets with a cost of more than £100 or forming part of a larger capital project are capitalised and included in the balance sheet at cost.

Amortisation of leasehold buildings is not provided as the amount would not be material. Buildings are maintained to a high standard and major repair costs are expensed as incurred.

Depreciation is provided at the following rate on a straight line basis:

Furnishings 10%

Equipment 33%

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

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

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2012**

**1. ACCOUNTING POLICIES - continued**

**Investments**

Investments are valued at market value. The unrealised gains or losses are taken to the General Fund.

**Fund Accounting**

General funds are unrestricted funds that 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.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of the funds is set out in the notes to the financial statements.

Restricted funds comprise funds that have been donated or raised for a particular purpose. The aim and use of the funds is set out in the notes to the financial statements.

**Going concern**

The charitable company continues to enjoy the support of the Association of Anaesthetists of Great Britain and Ireland. On the basis that this support will continue for the foreseeable future, the Trustees consider it appropriate to prepare the financial statements on a going concern basis.

**2. VOLUNTARY INCOME**

	2012 £	2011 £
Donations	103,609	96,690
Grants	1,050,000	1,050,000
	<u>1,153,609</u>	<u>1,146,690</u>

Grants received, included in the above, are as follows:

	2012 £	2011 £
Association of Anaesthetists	<u>1,050,000</u>	<u>1,050,000</u>

**3. ACTIVITIES FOR GENERATING FUNDS**

	2012 £	2011 £
Services & Other Income	<u>51,212</u>	<u>54,664</u>

**4. INVESTMENT INCOME**

	2012 £	2011 £
Interest on Cash Deposits	3,089	2,202
Fixed Interest Securities	13,710	14,962
Other Investments	77,804	50,410
	<u>94,603</u>	<u>67,574</u>

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2012**

**5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES**

	Activity	2012 £	2011 £
General Meetings	Scientific Meetings	594,556	512,446
Trainee Meetings	Scientific Meetings	56,186	75,624
Seminars/Workshops	Scientific Meetings	390,059	395,414
		<u>1,040,801</u>	<u>983,484</u>

**6. INVESTMENT MANAGEMENT COSTS**

	2012 £	2011 £
Investment Management Fees	<u>20,830</u>	<u>19,229</u>

**7. CHARITABLE ACTIVITIES COSTS**

	Direct costs £	Grant funding of activities (See note 8) £	Totals £
Scientific Meetings	840,984	-	840,984
Overseas Grants	144,515	-	144,515
Heritage - Library, Museum and Archives	16,460	-	16,460
Staff and Administrative Expenses	825,299	-	825,299
Governance Costs	54,480	-	54,480
Accommodation Costs	180,243	-	180,243
Research Fellowships and Grants	-	80,520	80,520
	<u>2,061,981</u>	<u>80,520</u>	<u>2,142,501</u>

Funding was received for staff and administrative costs by an annual grant from the Association of Anaesthetists and these costs are not allocated to activities. Common administration costs were shared with the Association of Anaesthetists and comprised administration and accounting, computing and office equipment, telephone and insurance. Governance costs include a time based allocation of Board and administration expenditure, a share of costs related to constitutional and statutory requirements, legal and professional charges and audit fees.

The Foundation recovers the cost of accommodation services provided to the Association of Anaesthetists of Great Britain and receives rental income under leases with the Association and one other tenant of 21 Portland Place.

**8. GRANTS PAYABLE**

	2012 £	2011 £
Research Fellowships and Grants	80,520	74,413
Staff and Administrative Expenses	-	-
	<u>80,520</u>	<u>74,413</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2012

**8. GRANTS PAYABLE - continued**

The total of grants paid to institutions during the year were £46,740 (2011: £40,868).

The total grants paid to individuals during the year was as follows:

	2012	2011
	£	£
Other grants	<u>33,780</u>	<u>33,545</u>

**9. NET INCOMING/(OUTGOING) RESOURCES**

Net resources are stated after charging/(crediting):

	2012	2011
	£	£
Depreciation - owned assets	<u>41,558</u>	<u>40,586</u>

**10. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2012 nor for the year ended 31 March 2011.

**Trustees' Expenses**

The Trustees received no remuneration during the year (2011: £nil). Expenses for travel totalling £26,575 were paid to 21 trustees (2011: £47,675 to 20 trustees).

**11. STAFF COSTS**

	2012	2011
	£	£
Wages and salaries	<u>452,732</u>	<u>430,729</u>

The foundation employed 16 people during the year (2011: 11). The staff included those involved in the management of the Foundation's property.

No employee received remuneration of more than £60,00 in either year.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 MARCH 2012**

**12. TANGIBLE FIXED ASSETS**

	Long leasehold £	Furniture and Furnishings £	Museum Equipment £	Totals £
<b>COST</b>				
At 1 April 2011	4,773,120	388,186	33,791	5,195,097
Additions	-	896	-	896
At 31 March 2012	<u>4,773,120</u>	<u>389,082</u>	<u>33,791</u>	<u>5,195,993</u>
<b>DEPRECIATION</b>				
At 1 April 2011	-	294,666	29,737	324,403
Charge for year	-	37,769	3,789	41,558
At 31 March 2012	<u>-</u>	<u>332,435</u>	<u>33,526</u>	<u>365,961</u>
<b>NET BOOK VALUE</b>				
At 31 March 2012	<u>4,773,120</u>	<u>56,647</u>	<u>265</u>	<u>4,830,032</u>
At 31 March 2011	<u>4,773,120</u>	<u>93,520</u>	<u>4,054</u>	<u>4,870,694</u>

**13. FIXED ASSET INVESTMENTS**

	Listed investments £
<b>MARKET VALUE</b>	
At 1 April 2011	2,904,981
Additions	763,653
Disposals	(402,833)
Revaluations	(63,644)
At 31 March 2012	<u>3,202,157</u>
<b>NET BOOK VALUE</b>	
At 31 March 2012	<u>3,202,157</u>
At 31 March 2011	<u>2,904,981</u>

There were no investment assets outside the UK.

Investments are held to generate income and provide capital growth to reduce the Foundation's dependence on external funding.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2012

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Trade Debtors	52,332	36,347
Other debtors	300	6,310
Prepayments	62,884	52,066
	<u>115,516</u>	<u>94,723</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Trade creditors	82,669	18,825
Other creditors and accruals	100,182	68,698
Association of Anaesthetists	332,127	445,468
Seminars and meetings	96,020	84,139
Other receipts - rents	-	12,005
	<u>610,998</u>	<u>629,135</u>

16. MOVEMENT IN FUNDS

	At 1/4/11	Net movement in funds	At 31/3/12
	£	£	£
<b>Unrestricted funds</b>			
General fund	6,925,831	168,388	7,094,219
<b>Restricted funds</b>			
Overseas Anaesthesia Fund	33,397	(1,732)	31,665
Pulse Oximetry Project Fund	3,554	(3,760)	(206)
New Premises Fund	1,397,267	-	1,397,267
Safe Obs Anaesthesia Course	-	4,859	4,859
	<u>1,434,218</u>	<u>(633)</u>	<u>1,433,585</u>
<b>TOTAL FUNDS</b>	<u>8,360,049</u>	<u>167,755</u>	<u>8,527,804</u>

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2012**

**16. MOVEMENT IN FUNDS - continued**

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	2,258,552	(2,081,025)	(9,139)	168,388
<b>Restricted funds</b>				
Overseas Anaesthesia Fund	49,580	(51,312)	-	(1,732)
Pulse Oximetry Project Fund	9,434	(13,194)	-	(3,760)
Safe Obs Anaesthesia Course	22,659	(17,800)	-	4,859
	<u>81,673</u>	<u>(82,306)</u>	<u>-</u>	<u>(633)</u>
<b>TOTAL FUNDS</b>	<u>2,340,225</u>	<u>(2,163,331)</u>	<u>(9,139)</u>	<u>167,755</u>

**Restricted Funds**

The Overseas Anaesthesia Fund raises income to enable travel grants, equipment and educational materials to be provided to anaesthetists overseas. The Pulse Oximetry Project Fund has been established to develop a low cost measuring device for use in less developed countries. The balance of these funds is held in cash deposits.

**Unrestricted Funds**

The Foundation is prohibited by its Memorandum of Association from paying a dividend to its members. The Foundation is controlled by a Board of directors and trustees elected by the members of the Association of Anaesthetists of Great Britain and Ireland.

**17. CAPITAL COMMITMENTS**

There were no amounts contracted but not provided for in the accounts.