

REGISTERED COMPANY NUMBER: 04460611 (England and Wales)
REGISTERED CHARITY NUMBER: 1093691

Report of the Trustees and
Financial Statements For The Year Ended 31 December 2011
for

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A
The Merlin Project

WARD RANDALL LIMITED
Statutory Auditors
The Parade
Liskeard
Cornwall
PL14 6AF

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

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for the Year Ended 31 December 2011

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The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

Report of the Trustees
for the Year Ended 31 December 2011

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2011. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
04460611 (England and Wales)

Registered Charity number
1093691

Registered office
The Cornwall MS Therapy Centre
Bradbury House
Hewas Water
Cornwall
PL26 7JF

Trustees
Mr D V K Blewett
Mrs S J Coode
Mr P W Davies MBE
Mrs L G Hanbury-Tenison
Ms S A Key-Stone
Mr S B B Lawrence
Mrs N A Minear
Dr. D M G Murphy MBE
Mrs E M Murphy
Mr D Perks
Mr S P Sherrard
Mr A R H Welford

Company Secretary
Mr A R H Welford

Auditors
WARD RANDALL LIMITED
Statutory Auditors
The Parade
Liskeard
Cornwall
PL14 6AF

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

Report of the Trustees
for the Year Ended 31 December 2011

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers:

Barclays Bank plc
Truro Group
55A Bank Street
Newquay
Cornwall
TR7 1JE

HSBC Bank plc
45 Commercial Street
Camborne
Cornwall
TR14 8AX

COMMENCEMENT OF ACTIVITIES

The company was incorporated on 13th June 2002 and commenced its fundraising activities on 1st October 2002.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is incorporated as a company limited by guarantee under the provisions of the Companies Act 2006. Its governing constitutional documents are its memorandum and articles of association which are publicly available from the Registrar of Companies via its web-site.

Members of the charitable company guarantee to contribute an amount not exceeding £10 to the assets of the company in the event of a winding up.

Recruitment and appointment of new trustees

As Trustees retire by rotation the charity continues to seek additional trustees with the relevant knowledge and experience to assist in the achievement of the charity's objects.

Induction and training of new trustees

All new trustees are required to familiarise themselves with the charity and its aims and responsibilities, are given guidance and support by existing trustees and are encouraged to learn about the responsibilities of trusteeship through the Charities Commission website.

Organisational structure

The centre is run on a day-to-day basis by a manager appointed by the trustees. The manager reports to the trustees who continue to have responsibility for policy decisions.

The activities of the charity are also dependant on a large number of volunteers, coordinated by the manager, who are essential in the raising of funds and the operational success of the centre. Information is disseminated to volunteers and other supporters through regular newsletters and open meetings.

Wider network

The charity has informal links with local branches of The Multiple Sclerosis Society and is a member of Multiple Sclerosis National Therapy Centres Ltd.

The trustees have identified a number of other conditions, which will benefit from the hyperbaric oxygen therapy available in the centre, and are developing links with potential beneficiaries of this treatment.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Related parties

The only related parties are the trustees and full disclosure has been made in the notes to the accounts in respect to any related party transactions.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees have assessed the risks, in particular those related to the operations and finances of the Trust, and are satisfied that there are adequate systems and controls in place to mitigate the exposure to any major risks.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's primary tasks are the management of the centre, delivering a wide range of therapy services, and raising funds not only to keep the facility operational but also to provide financial assistance to those with Multiple Sclerosis who might otherwise be unable to benefit from the therapies.

The objective of the centre is to offer a range of treatments, orthodox and complementary, known to benefit people suffering from Multiple Sclerosis and practised by properly qualified therapists. A secondary objective is to provide these therapies to individuals with other conditions who can benefit from them. Such conditions would include sports injuries, ME, Parkinson's disease and other neurological complaints.

An additional objective is to raise the awareness in Cornwall of the needs of those suffering from Multiple Sclerosis, the profile of the disease and the requirements of the carers of those afflicted with it.

The trustees have complied with the duty in section 4 of the 2006 Charities Act to have due regard to guidance published by the Charity Commission with respect to the public benefit requirement.

Significant activities

The principal work of the charity during the year was to ensure that the centre was appropriately staffed and successfully managed and to promote fundraising events. In addition numerous applications were made to grant giving organisations and charitable trusts in furtherance of the charity's objectives.

The Physiotherapy department was able to set up a splinting clinic and to provide FES (Functional Electronic Stimulation) clinics to its centre users providing a much needed resource in the county.

The new conference room has opened up new partnerships with Cornwall Council and the PCT and local GP Commissioning bodies.

As the complexities of the charity's activities have evolved particular attention has been paid by the trustees to ensure that the administration and management processes were fit for purpose.

Volunteers

Many of the charity's supporters, who either suffer from MS or care for people with the disease, have contributed considerable time and effort in fundraising. A number of volunteers have helped maintain an excellent level of service and maintained the grounds to a high standard.

The trustees are keen to expand the number of volunteers, particularly amongst those members of the population affected by conditions other than MS who can benefit from the centre's therapies.

ACHIEVEMENT AND PERFORMANCE

During the year the charity was successful in raising sufficient funds to cover the annual running costs of the centre.

ACHIEVEMENT AND PERFORMANCE

During the year the centre provided hyperbaric oxygen therapy to 206 individuals with Multiple Sclerosis and 161 individuals with other conditions. Other therapies such as physiotherapy were provided to 425 individuals with Multiple Sclerosis and 75 individuals with other conditions. The charity subsidised the therapies of those with Multiple Sclerosis to the amount of £95,000 during the year.

FINANCIAL REVIEW

Reserves policy

The current value of freehold property is ring fenced within the financial statements as restricted reserves. During the year the charity spent £18,167 on the freehold property, and so the equivalent amount has been transferred to restricted funds.

The level of unrestricted reserves at year end was £97,026. It is the charity policy to ring fence the equivalent of six months running costs to help ensure the charity's financial position is not unduly compromised.

Principal funding sources

Funding sources range from individual donations (usually between £10 and £100), group activities initiated by volunteers (£200 to £2000), to donations or events run by businesses, clubs, churches etc (£1000 to £25,000). Importantly £9,084 was raised through regular giving by The Friends of The Merlin Project. In addition £210,000 was received by way of legacies and £31,717 from grants from charitable and other organisations. £52,647 was received in respect of services provided by the centre.

FUTURE DEVELOPMENTS

The main objective is to maintain the operational success of the Centre while at the same time initiate fundraising activities to ensure that the charity remains financially sound.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Cornwall Multiple Sclerosis Therapy Centre Limited 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.

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

Report of the Trustees
for the Year Ended 31 December 2011

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

AUDITORS

The auditors, WARD RANDALL LIMITED, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

.....
Mr D Perks - Trustee

Date:

Report of the Independent Auditors to the Members of
The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

We have audited the financial statements of The Cornwall Multiple Sclerosis Therapy Centre Limited for the year ended 31 December 2011 on pages eight to fifteen. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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.

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 December 2011 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
The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

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.

Gary Randall (Senior Statutory Auditor)
for and on behalf of WARD RANDALL LIMITED
Statutory Auditors
The Parade
Liskeard
Cornwall
PL14 6AF

Date:

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2011

	Notes	Unrestricted funds £	Restricted funds £	31.12.11 Total funds £	31.12.10 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	179,141	124,967	304,108	143,084
Activities for generating funds	3	107,218	-	107,218	96,056
Investment income	4	-	-	-	45
Other incoming resources		<u>-</u>	<u>-</u>	<u>-</u>	<u>75</u>
Total incoming resources		286,359	124,967	411,326	239,260
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	5	38,176	767	38,943	59,846
Fundraising trading: cost of goods sold and other costs	6	4,047	-	4,047	3,258
Charitable activities	7				
Alleviation of suffering to M.S. patients		215,387	11,108	226,495	157,909
Governance costs	8	<u>24,515</u>	<u>-</u>	<u>24,515</u>	<u>24,255</u>
Total resources expended		282,125	11,875	294,000	245,268
NET INCOME/(EXPENDITURE) FOR THE YEAR before transfers □ □					
		4,234	113,092	117,326	(6,008)
Gross transfers between funds	15	<u>(18,167)</u>	<u>18,167</u>	<u>-</u>	<u>-</u>
Net income/(expenditure) for the year		(13,933)	131,259	117,326	(6,008)
RECONCILIATION OF FUNDS					
Total funds brought forward		110,959	1,676,094	1,787,053	1,793,061
TOTAL FUNDS CARRIED FORWARD		<u>97,026</u>	<u>1,807,353</u>	<u>1,904,379</u>	<u>1,787,053</u>

The notes form part of these financial statements

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

Balance Sheet
At 31 December 2011

	Notes	Unrestricted funds £	Restricted funds £	31.12.11 Total funds £	31.12.10 Total funds £
FIXED ASSETS					
Tangible assets	12	41,574	1,683,153	1,724,727	1,727,257
CURRENT ASSETS					
Stocks		2,387	-	2,387	845
Debtors: amounts falling due within one year	13	1,738	-	1,738	17,342
Cash at bank and in hand		<u>75,989</u>	<u>124,200</u>	<u>200,189</u>	<u>54,619</u>
		80,114	124,200	204,314	72,806
CREDITORS					
Amounts falling due within one year	14	(24,662)	-	(24,662)	(13,010)
NET CURRENT ASSETS		<u>55,452</u>	<u>124,200</u>	<u>179,652</u>	<u>59,796</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>97,026</u>	<u>1,807,353</u>	<u>1,904,379</u>	<u>1,787,053</u>
NET ASSETS		<u>97,026</u>	<u>1,807,353</u>	<u>1,904,379</u>	<u>1,787,053</u>
FUNDS					
Unrestricted funds	15			97,026	110,959
Restricted funds				<u>1,807,353</u>	<u>1,676,094</u>
TOTAL FUNDS				<u>1,904,379</u>	<u>1,787,053</u>

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 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Trustees on and were signed on its behalf by:

.....
Mr D Perks - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 33% on reducing balance

Land & Buildings

After considering the residual value and economic life of the property, the Trustees have decided that it is representative to continue depreciating one third of the cost of the property over 50 years. This is to reflect consumption of the specific design and construction costs relating to the needs of the charity.

The remaining two thirds is not depreciated on the basis that it will hold its value. This assumption will be regularly reviewed by professional surveyors to ensure this is a reliable basis on which to prepare the accounts.

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.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2011

2. VOLUNTARY INCOME

	31.12.11	31.12.10
	£	£
Donations	54,121	61,891
Gift aid	7,870	3,875
Legacies	210,400	38,568
Grants	<u>31,717</u>	<u>38,750</u>
	<u>304,108</u>	<u>143,084</u>

The charity received a legacy of £210,400 in the year. The solicitor releasing the funds has yet to finalise the estate and so details of restrictions are still to be confirmed. In the interim, the charity has restricted £100,000 of the legacy to help ensure there are enough reserves to met the charity's operational costs for the forthcoming year. The remaining balance is left unrestricted.

3. ACTIVITIES FOR GENERATING FUNDS

	31.12.11	31.12.10
	£	£
Fundraising events	<u>107,218</u>	<u>96,056</u>

4. INVESTMENT INCOME

	31.12.11	31.12.10
	£	£
Deposit account interest	<u>-</u>	<u>45</u>

5. COSTS OF GENERATING VOLUNTARY INCOME

	31.12.11	31.12.10
	£	£
Insurance	293	361
Telephone	400	208
Postage and stationery	12,553	14,113
Marketing and publicity	4,910	8,133
General fundraising expenses	<u>20,787</u>	<u>37,031</u>
	<u>38,943</u>	<u>59,846</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2011

6. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	31.12.11	31.12.10
	£	£
Opening stock	845	533
Purchases	5,589	3,570
Closing stock	<u>(2,387)</u>	<u>(845)</u>
	<u>4,047</u>	<u>3,258</u>

7. CHARITABLE ACTIVITIES COSTS

	31.12.11	31.12.10
	£	£
Alleviation of suffering to M.S. patients	<u>226,495</u>	<u>157,909</u>

8. GOVERNANCE COSTS

	31.12.11	31.12.10
	£	£
Staff costs	16,575	16,554
Accountancy	1,584	1,882
Post & stationery	697	784
Professional fees	2,192	896
Auditors' remuneration	2,100	2,709
Rent & rates	822	1,069
Insurance	293	361
Bank charges	<u>252</u>	<u>-</u>
	<u>24,515</u>	<u>24,255</u>

9. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	31.12.11	31.12.10
	£	£
Auditors' remuneration	2,100	2,709
Depreciation - owned assets	<u>22,738</u>	<u>5,216</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2011 nor for the year ended 31 December 2010.

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31 December 2011 nor for the year ended 31 December 2010.

11. STAFF COSTS

	31.12.11	31.12.10
	£	£
Wages and salaries	98,883	91,670
Social security costs	8,276	7,919
Other pension costs	<u>3,729</u>	<u>3,129</u>
	<u>110,888</u>	<u>102,718</u>

The average monthly number of employees during the year was as follows:

	31.12.11	31.12.10
Governance & Administration	<u><u>7</u></u>	<u><u>6</u></u>

There were no employees with emoluments above £60,000.

12. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 January 2011	1,698,095	43,458	29,436	15,649	1,786,638
Additions	<u>18,167</u>	<u>1,201</u>	<u>-</u>	<u>840</u>	<u>20,208</u>
At 31 December 2011	<u>1,716,262</u>	<u>44,659</u>	<u>29,436</u>	<u>16,489</u>	<u>1,806,846</u>
DEPRECIATION					
At 1 January 2011	22,000	19,429	9,078	8,874	59,381
Charge for year	<u>11,108</u>	<u>5,046</u>	<u>4,072</u>	<u>2,512</u>	<u>22,738</u>
At 31 December 2011	<u>33,108</u>	<u>24,475</u>	<u>13,150</u>	<u>11,386</u>	<u>82,119</u>
NET BOOK VALUE					
At 31 December 2011	<u>1,683,154</u>	<u>20,184</u>	<u>16,286</u>	<u>5,103</u>	<u>1,724,727</u>
At 31 December 2010	<u>1,676,095</u>	<u>24,029</u>	<u>20,358</u>	<u>6,775</u>	<u>1,727,257</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.11	31.12.10
	£	£
Trade debtors	608	1,230
Other debtors	-	15,462
Prepayments and accrued income	<u>1,130</u>	<u>650</u>
	<u>1,738</u>	<u>17,342</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.11	31.12.10
	£	£
Trade creditors	7,643	5,483
Social security and other taxes	2,480	1,607
Accrued expenses	<u>14,539</u>	<u>5,920</u>
	<u>24,662</u>	<u>13,010</u>

15. MOVEMENT IN FUNDS

	At 1.1.11	Net movement in funds	Transfers between funds	At 31.12.11
	£	£	£	£
Unrestricted funds				
General fund	110,959	4,234	(18,167)	97,026
Restricted funds				
Restricted	1,676,094	113,092	18,167	1,807,353
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>1,787,053</u>	<u>117,326</u>	<u>-</u>	<u>1,904,379</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	286,359	(282,125)	4,234
Restricted funds			
Restricted	124,967	(11,875)	113,092
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>411,326</u>	<u>(294,000)</u>	<u>117,326</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2011

15. MOVEMENT IN FUNDS - continued

Purpose of Restricted Funds :

Building cost of the centre	£1,683,153
Paths around the centre	£2,200
Grocers Dinner	£5,000
Core fitness programme + splint clinic	£17,000
Operational cost provision	£100,000
Total	£1,807,353

16. CONTINGENT LIABILITIES

In March 2008 the charity received a loan of £120,000 on the basis that the lender intended to convert this into a grant should the charity still be in operation to the lender's satisfaction in March 2013.

The trustees have assessed that there are no material uncertainties which cast significant doubt about the company's ability to continue until that date, and as a result the loan was recognised as income in the year of receipt. No provision has been made for the potential amount repayable on the grounds that it is improbable that any repayment will ever be made. The accounts as prepared applying the Going Concern basis of accounting.

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

Detailed Statement of Financial Activities
for the Year Ended 31 December 2011

	31.12.11 £	31.12.10 £
INCOMING RESOURCES		
Voluntary income		
Donations	54,121	61,891
Gift aid	7,870	3,875
Legacies	210,400	38,568
Grants	<u>31,717</u>	<u>38,750</u>
	304,108	143,084
Activities for generating funds		
Fundraising events	107,218	96,056
Investment income		
Deposit account interest	-	45
Other incoming resources		
Online filing incentive	<u>-</u>	<u>75</u>
Total incoming resources	411,326	239,260
RESOURCES EXPENDED		
Costs of generating voluntary income		
Insurance	293	361
Telephone	400	208
Postage and stationery	12,553	14,113
Marketing and publicity	4,910	8,133
General fundraising expenses	<u>20,787</u>	<u>37,031</u>
	38,943	59,846
Fundraising trading: cost of goods sold and other costs		
Opening stock	845	533
Purchases	5,589	3,570
Closing stock	<u>(2,387)</u>	<u>(845)</u>
	4,047	3,258
Charitable activities		
Wages	83,883	76,670
Social security	6,701	6,365
Pensions	3,729	3,129
Carried forward	94,313	86,164

This page does not form part of the statutory financial statements

The Cornwall Multiple Sclerosis
Therapy Centre Limited
T/A The Merlin Project

Detailed Statement of Financial Activities
for the Year Ended 31 December 2011

	31.12.11	31.12.10
	£	£
Charitable activities		
Brought forward	94,313	86,164
Insurance	5,278	6,490
Light and heat	5,206	5,866
Telephone	3,601	1,873
Postage and stationery	697	784
Repairs and renewals	1,600	1,790
Subscriptions	596	1,041
Therapy costs	76,292	34,967
Travelling	3,435	3,248
Cleaning	12,739	10,470
Freehold property depreciation	11,108	(9,219)
Plant & machinery depreciation	5,046	6,008
Fixt. & fittings depreciation	4,072	5,089
Computer equip. depreciation	<u>2,512</u>	<u>3,338</u>
	226,495	157,909
Governance costs		
Wages	15,000	15,000
Social security	1,575	1,554
Accountancy	1,584	1,882
Post & stationery	697	784
Professional fees	2,192	896
Auditors' remuneration	2,100	2,709
Rent & rates	822	1,069
Insurance	293	361
Bank charges	<u>252</u>	<u>-</u>
	<u>24,515</u>	<u>24,255</u>
Total resources expended	294,000	245,268
	<hr/>	<hr/>
Net income/(expenditure)	<u>117,326</u>	<u>(6,008)</u>

This page does not form part of the statutory financial statements