FRIENDS OF LUDHIANA

FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31ST DECEMBER 2012

Company Number: 497421

Charity Registered Number: 314148

Jacob Cavenagh & Skeet
Chartered Accountants
5 Robin Hood Lane
Sutton
Surrey SM1 2SW

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FRIENDS OF LUDHIANA

FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31ST DECEMBER 2012

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FRIENDS OF LUDHIANA

REPORT OF THE COUNCIL OF MANAGEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2012

The Council of Management have pleasure in presenting their report and the accounts for the year ended 31st December 2012, which have been prepared in accordance with the Charities Act 2011, and the Statement of Recommended Practice, Accounting & Reporting by Charities

Objects of the charity
The principal activity of the Friends of Ludhiana is to carry on charitable work for the benefit of the Christian Medical College (CMC) in Ludhiana, India, comprising a medical college, dental college, college of nursing, college of physiotherapy, Institute of Allied Health Services and hospital The charity does this through the dissemination of news of the work of the institution, recruiting of volunteers with medical expertise and facilitating student elective placements in various disciplines, as well as raising of funds in support of CMC's activities

Organisation
The charity is a company limited by guarantee and governed by its Memorandum and Articles of Association

The activity of the Friends of Ludhiana is controlled by the Council of Management for policy decisions In addition to the Council of Management, there is a Board of Reference who act entirely in an advisory capacity The Board of Reference are not trustees of the Charity or directors of the Company

During 2012 the Friends of Ludhiana operated essentially out of the home office of the Executive Officer under the direction of the Council of Management Area Representatives (honorary) seek to promote the interest of the charity throughout the United Kingdom

Council of Management
The Council of Management is elected from the membership of the Friends of Ludhiana, proposed by the members of the Company or by the Council of Management in accordance with the provisions of its Memorandum and Articles of Association

The following persons have served as members of the Council of Management

Dr K R Hine	President and Chairman
Mr S W Burton	
Mr P J Clark	Honorary Treasurer
Dr R P Britt	
Mr T Jenns JP	(retired 14th May 2011, re-appointed 28th May 2012)
Dr S S Thomas	Vice Chairman and Vice President (from 28th May 2012)
Miss A R Tootle	
Mr N Watts	Company Secretary

Past members of Council of management

Rev Dr J A Rennie	(Vice President until 28th May 2012, retired 28th May 2012)

Risk
The Trustees undertake ongoing reviews of all areas, but especially of those areas where risk has been identified, and have implemented systems to mitigate these risks

Responsibilities of Council of Management
The Council of Management is responsible for preparing the Report of the Council and the financial statements in accordance with applicable law and regulations Company law requires the Council of Management to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for the period In preparing those financial statements, the Council of Management is required to

- select suitable accounting policies and 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue its operations

The Council of Management is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enable it to ensure that the financial statements comply with the Companies Act 2006 It is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Review of activities
Friends of Ludhiana has continued to support the Christian Medical College (CMC) Ludhiana which is seen as an institution of care and compassion with opportunities to serve people from all walks of life – rich and poor, urban and rural The work of CMC Ludhiana has continued, both in the expansion of existing areas and the inception of new and exciting developments

We were saddened to learn of the death of Miss Eileen Platts MBE in May 2012 She worked as a Nursing Sister at CMC Ludhiana from 1953 to 1988 and, after her retirement in UK, she served on both the Council of Management and Board of Reference sharing her considerable knowledge and experience of CMC gained over her 35 years of service there

During the year we also learnt of the deaths of Mr John Derry, Mr George Franklin, Mrs Marjorie Housden, Dr Beryl Howie and Mrs Noel Norrish, who had made significant contributions to the work of CMC and/or Friends of Ludhiana during their lifetimes

The Friends of Ludhiana Council of Management has met three times during the year and considered not only how to consolidate our support in established ways, but to seek new opportunities to assist in the work and respond to the challenges presented to us The Council continues to seek senior medical staff who have visited Ludhiana to play an active role in the charity's future plans and to recruit and engage younger members with interest in the aims of the charity

The Council was represented at both meetings of the Governing Body at CMC during the year, and these visits have sought to add fresh impetus to the work of Friends of Ludhiana Visits from CMC staff to the UK and by Trustees to the Hospital and College in Ludhiana, have been important ways in which our support is tailored to the needs of CMC

The first few months of 2012 saw great changes in Friends of Ludhiana UK Some of these changes have been difficult, but we do believe that we can now see a more efficient organisation well-geared to continue its support for the Christian Medical College in Ludhiana

For some time, the Council of Friends of Ludhiana have been aware that, in the present economic climate, donations to the charity had decreased and an unacceptable percentage of our income was being expended on our London office In December 2011 the Council negotiated an early release from the lease of the office in London, which has now been closed, with a consequent change of the registered address for the Charity Commission, Companies House and also for general correspondence

We continue to employ an Executive Officer, though on a part-time basis, who will be working from home with appropriate computer facilities We are pleased that we will still be able to utilise her extensive knowledge of CMC and Friends of Ludhiana

Volunteers The recruitment of volunteers (medical, dental, nursing, paramedical and support services) to share in the work at CMC continues to be one of the main contributions made Co-ordination and logistic support is given to visiting medical academics and specialists from the UK As well as responding to enquiries generated from publicity, the Friends of Ludhiana has also advertised the need for specific personnel to the members of Christian medical organisations This year we directly supported five volunteers and two trustees to impart their expert service in India

Electives Trustees, London office and volunteers are involved in processing applications, taking up references, giving advice, putting in place care protocols and debriefing upon the electives' return We have sought to maintain active contact with students upon their return to UK, but as those students qualify and commence their professional careers they have less time to continue their interest in the work at CMC or in our support of the hospital activities During the year there were no students placed at CMC, but it is encouraging that applications began to be processed for five students for 2013, as well as enquiries from students of other disciplines

CMC Ludhiana staff development Friends of Ludhiana has continued to assist members of CMC staff, either through short visits to observe particular hospital departments or to attend courses and conferences, in UK This represents a small part of direct charitable expenditure, and the charity's policy will continue to focus primarily on local development opportunities to allow a wider range of CMC staff to benefit and to improve cost-effectiveness

Equipment The sending of donated medical equipment still plays a part of the work in UK We are grateful to a number of volunteers who, seeing the need at CMC Ludhiana, have been able to donate items of equipment and technical material which will be useful to CMC's work

Fund-raising CMC Ludhiana has a continuing need for the input of both voluntary support and financial resources from Friends of Ludhiana Many projects have focused on providing free or highly subsidised treatment for poor patients and scholarships for student nurses and it is hoped that through its continued UK support base, Friends of Ludhiana will be able to support projects which seek to help the poor, needy and underprivileged people of Ludhiana, as well as CMC's own outreach programmes In addition we will consider support for capital projects identified by the Director and during the year through the generosity of a number of supporters we have enabled CMC to upgrade facilities in the hospital and colleges One of our Trustees works tirelessly to seek financial contribution from Trusts and our publicity material continues to remind members of the benefits of legacies to charities such as Friends of Ludhiana

Practical Support From existing resources the trustees had agreed to support the purchase of an EMG/NCV/EP machine for the Department of Neurology to replace existing 12-year old equipment which could not be repaired This vital piece of equipment was needed urgently for both clinical and teaching purposes More details of this project can be found in Note 11 to the Accounts

The trustees have also agreed to make a contribution towards the purchase of endoscopes to aid the detection and diagnosis of cancer, although at the end of 2012 an order for the equipment had not yet been placed by CMC Ludhiana

We have now altered our focus of giving to CMC We are aware of many negative comments by the public in the UK about supporting India, a country where the GDP continues to increase and which sees fit to support a nuclear arsenal, a space programme and Formula 1! However, India is a country of tremendous contrasts and one third of the world's poor live in India A recent estimate is that there are 456,000,000 people in India who live below the poverty line There are more people classified as poor in India than in the whole of sub-Saharan Africa CMC continues to provide high quality healthcare for all-comers irrespective of their ability to pay and in this way seeks to reflect the love and grace of Jesus

Providing healthcare for the very poor is a considerable drain on the financial resources of CMC and the institution receives no support from the Indian government With this in mind Friends of Ludhiana has established a 'Good Samaritan Fund' [GSF] which will provide financial assistance for those patients who come through the hospital doors requiring treatment, but who are unable to pay for it themselves These patients are carefully assessed by a group of doctors at CMC and financial support is authorised appropriately A considerable contribution was made to CMC in late 2011 to establish this fund and a statement at the end of 2012 showed 108 patients had received assistance in the first 12 months of operation The trustees are greatly encouraged that the fund has been well received and established, and in particular that an average of 17 patients were now being helped each month being referred by a wide range of doctors

Future donations to Friends of Ludhiana which are designated for the 'Good Samaritan Fund' (GSF) will be entirely devoted to aiding these poor patients We believe that this is in keeping with our Christian foundation and truly reflects the heart of Jesus who, when He was on earth, always showed love and care to the poor and disadvantaged As from now, the majority of the financial support of CMC by Friends of Ludhiana will be channelled through the GSF

Supporter base The Council continues to keep its mailing list under review and developing links with supporters through e-mail and our website to keep them informed of events at CMC and the work of Friends of Ludhiana in supporting them Following the last major Open Meeting in Birmingham in 2011, another event is planned for 2013 in the London area In addition Area Representatives run local events in their respective areas as well

Financial Review
The most significant event in 2012 was the decision by the Trustees to close the permanent office in central London and to rely in future on home based office facilities This decision has reduced the level of administrative overheads and enable greater funds to be used for the main Charitable purpose in India

Overall income including legacies amounted to £46,209 as compared to the previous year's total of £132,486

London support and administration totalled £24,799 in this year as compared to £35,559 in the previous year

The Trustees are mindful of the need to ensure effective use of the Charity's resources and are pleased to report that £22,379 has been utilised in support of the activities in India There were restricted funds at the 31st December of £125,774, together with £2,122 of endowment funds

The continued financial support of CMC is entirely dependent on the ongoing support from the members and other contacts and charitable institutions within the UK The Trustees are however confident that the charity has within the meaning of the Charities Act, sufficient support for those current commitments and support projects

Friends of Ludhiana will continue to support projects which seek to help the poor, needy and underprivileged people of Ludhiana and those seen through CMC's outreach programmes

The Council of Management has considered carefully issues surrounding donations of all kinds and agreed a policy which would seek to welcome donations from different sources, although to discourage certain conditions placed on donations wherever possible Alongside this, guidelines established for project funding have sought to address factors particularly pertinent to larger projects

As part of its fund-raising programme the Friends of Ludhiana has continued to seek to identify charitable trusts within the United Kingdom that might be approached to consider making a contribution to essential and worthwhile projects at CMC

The Council of Management would like to thank the members of the Friends of Ludhiana for their prayerful support and interest in 2012 and trust that it may continue

Financial Statements
The Financial Statements, shown on pages 8 to 15, have been prepared to comply with the Statement of Recommended Practice Accounting and Reporting by Charities (SORP 2005) issued by the Charity Commission

Investment policy
The Trustees, having taken knowledge of their commitment and funding position, have researched the market Having considered their findings they have placed monies on short-term deposits at the best rates available

In acknowledging the legacy from Paul Gill the Trustees have agreed that it should be left in the short term until the financial call upon the restricted Paul Gill fund required additional available liquid funds

Reserves policy
It is the policy of the charity to maintain this fund at a level which equates to approximately twelve months unrestricted expenditure This provides sufficient funds to cover management and administration and support costs The fund was maintained at this level throughout the year

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity The trustees will review the level of this reserve to provide sufficient to cover management and support costs and to respond to emergency applications for grants which may arise from time to time

Public Benefit
We have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities In particular the trustees believe that the Charity's financial support of Christian Medical College Ludhiana for any person in need of medical attention and the sponsorship of individual nurses in training meets the criteria of public benefit

Commitments
Apart from the details set out in note 13 to the accounts, the Council has not entered into any legally or morally binding charitable commitments or guarantees which might require separate disclosure

In the view of the council its assets are fully available and adequate to meet its obligations

Professional advisers

Bankers	CAF Bank Limited Kings Hill West Malling Kent ME19 4TA
Reporting Accountants	Jacob Cavenagh & Skeet 5 Robin Hood Lane Sutton Surrey SM1 2SW

Small company
This report is prepared in accordance with Part 15 of the Companies Act 2006 relating to small companies

BY ORDER OF THE COUNCIL

Westerlands
Clayton Road
Ditchling
Sussex
BN6 8UY

23rd April 2013

Dr Keith R Hine

ACCOUNTANTS' REPORT TO THE MEMBERS OF
FRIENDS OF LUDHIANA

I report on the accounts of the company for the year ended 31 December 2012, which are set out on pages 8 to 15

Respective responsibilities of trustees and examiner
The trustees (who are also the directors of the company for the 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 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- examine the accounts under section 145 of the 2011 Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5) of the 2011 Act, and
- to state whether particular matters have come to my attention

Basis of independent examiner's report
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

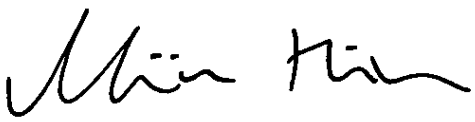
Independent examiner's statement
In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that in any material respect the requirements

- to keep 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 Charities

have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached



Miriam Hickson FCA CTA
Jacob Cavenagh & Skeet
5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

Date 28 May 2013

FRIENDS OF LUDHIANA

STATEMENT OF FINANCIAL ACTIVITIES (Including Income and Expenditure account)
FOR THE YEAR ENDED 31ST DECEMBER 2012

	Note	2012 Unrestricted Funds £	2012 Restricted Funds £	2012 Endowment Funds £	2012 Total Funds £	2011 Total Funds £
Incoming resources						
Incoming resources from generating funds						
Donations		29,596	5,533	-	35,129	40,310
Donated assets		-	2,000	-	2,000	750
Legacies		8,121	-	-	8,121	90,636
Investment income		403	389	4	796	402
Other income		163	-	-	163	388
Total incoming resources		38,283	7,922	4	46,209	132,486
Resources expended						
Costs of generating funds						
Fundraising and publicity		4,708	-	-	4,708	6,915
Charitable activities		40,853	3,033	-	43,886	82,079
Governance costs		3,292	-	-	3,292	3,006
Total resources expended	4	48,853	3,033	-	51,886	92,000
Net incoming/(outgoing) resources before transfers						
Net income/(expenditure) for the year	5	(10,570)	4,889	4	(5,677)	40,486
Other recognised gains						
Gain on revaluation on investments		-	1,908	-	1,908	-
Net incoming/(outgoing) resources for the year		(10,570)	6,797	4	(3,769)	40,486
Total funds brought forward		122,847	118,977	2,118	243,942	203,456
Total funds carried forward		112,277	125,774	2,122	240,173	243,942

All recognised gains and losses are reflected through the Statement of Financial Activities and no separate Statement of Total Recognised Gains or Losses is presented There were no discontinued or acquired activities during the current or preceding year

FRIENDS OF LUDHIANA

BALANCE SHEET
AT 31ST DECEMBER 2012 Company Number 497421

	Note	2012 £	2012 £	2011 £	2011 £
Fixed assets					
Investments	7		26,927		-
Current assets					
Stock	8	153		126	
Debtors	9	1,460		72,586	
Cash at bank		215,189		181,973	
		216,802		254,685	
Creditors Amounts falling due within one year	10	(3,556)		(10,743)	
Net current assets			213,246		243,942
Net assets	11		240,173		243,942
Funds					
Unrestricted	12		112,277		122,847
Restricted	13		125,774		118,977
Endowment	13		2,122		2,118
			240,173		243,942

The financial statements are prepared in accordance with the special provisions of Part 16 of the Companies Act 2006 relating to small companies

Approved by the Council of Management on 23rd April 2013 and signed on its behalf The Council of Management consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 10% or more of the members of the company have not issued a notice requiring an audit The Council of Management acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Companies Act 2006, and for 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 the incoming resources and application of resources, including its income and expenditure for the year in accordance with the requirements of sections 394 and 395, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company

Mr P J Clark)
)
) **Council Members**
)
Dr K R Hine)

1 ACCOUNTING POLICIES

(a) **Accounting convention**
The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice Accounting and Reporting by Charities (SORP 2005), applicable accounting standards and the Companies Act 2006 The principal accounting policies adopted in the preparation of the financial statements are as follows

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement, on the grounds that it is a small company

(b) **Incoming resources**
All incoming resources are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received

Gifts of investments are recognised at market value

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects Gifts donated for resale are included as income when they are sold Donated equipment and journals are included at the value to the charity where this can be quantified and a third party is bearing the cost No amounts are included in the financial statements for services donated by volunteers No incoming resources have been recognised net of expenditure

(c) **Restricted funds**
These are funds which are restricted when given by the donor as to the purpose for which they can be used The Council of Management is obliged to follow the donor's wishes or return the monies to the donor if they are unable to do so

Unrestricted funds
Unrestricted funds are given free of restriction by the donor and are to be used by the Council of Management in accordance with the objects of the charity generally

(d) **Stocks**
Stocks are stated at the lower of cost and net realisable value, cost being the cost incurred in bringing the stock to its present location and condition Net realisable value is based on estimated selling price

(e) **Operating leases**
Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged as incurred

(f) **Charitable activities**
This comprises all direct and support expenditure incurred in undertaking work to meet the charitable objectives

(g) **Governance costs**
This comprises all expenditure relating to compliance with constitutional and statutory requirements and other costs which cannot be treated as charitable expenditure

1 **ACCOUNTING POLICIES** (continued)

(h) **Costs of generating funds**
This comprises all expenditure relating to raising funds for the charity

(i) **Allocation of costs**
Staff costs are allocated on the basis of time spent

(j) **Investment Income**
This, and any associated tax credits, is included in the financial statements when receivable

(k) **Investments**
Those quoted on a recognised stock exchange are at market value and other investments are included at Trustees' best estimate of market value The gain or loss arising is taken to the Statement of Financial Activities

2 **CONSTITUTION OF THE COMPANY AND MEMBERSHIP**

The company is limited by guarantee, and each member is under covenant to contribute a sum not exceeding £1 in certain circumstances as set out in clause 8 of the Memorandum of Association

At 31st December 2012, the Friends of Ludhiana had 172 members (2011 181)

3 **COUNCIL MEMBERS' REMUNERATION**

During the year travel and other expenses of £2,575 (2011 £3,193) were paid for five Council members, including Dr Thomas' and Dr Hine's trips to CMC (2011 two Council members)

4 **TOTAL RESOURCES EXPENDED**

	Unrestricted Funds £	*Restricted Funds* £	*Endowment Funds* £	*Total 2012* £	*Total 2011* £
Costs of generating funds					
Staff costs	3,837	-	-	3,837	5,875
Publicity and promotions	871	-	-	871	1,040
	4,708	-	-	4,708	6,915
Charitable activities					
Support funds to India	17,425	3,000	-	20,425	46,479
Volunteer support, CMC staff travel & equipment	1,954	-	-	1,954	3,047
Staff costs	15,348	-	-	15,348	23,502
Premises costs	1,860	-	-	1,860	6,779
Other costs	4,266	33	-	4,299	2,272
	40,853	3,033	-	43,886	82,079
Governance costs					
Accountancy	2,659	-	-	2,659	2,638
Council expenses	633	-	-	633	368
	3,292	-	-	3,292	3,006
Total resources expended	48,853	3,033	-	51,886	92,000

5	**NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR**	***2012***	***2011***
		£	**£**
	This is stated after charging		
	Reporting accountant's remuneration	2,286	2,220

6	**STAFF COSTS**	***2012***	***2011***
		£	**£**
	Wages and salaries	16,320	24,510
	Social security costs	1,233	2,416
	Pension contributions	1,632	2,451
		19,185	29,377
	The average weekly number of employees during the year was made up as follows	***No***	***No***
	Administration – full time	1	1

No employees received emoluments exceeding £60,000 during the year

7	**INVESTMENTS**	**2012**	**2011**
		£	**£**
	Value at 1st January 2012	-	-
	Additions	25,019	-
	Disposals	-	-
	Net gain/loss on revaluation	1,908	-
	Value at 31st December 2012	26,927	-

8	**STOCK**	***2012***	***2011***
		£	**£**
	Stationery and brochures	153	126

9	**DEBTORS**	***2012***	***2011***
		£	**£**
	Other debtors	1,251	72,296
	Prepayments	209	290
		1,460	72,586

10 **CREDITORS** Amounts falling due within one year

	2012 £	*2011* £
Taxes and other social security costs	-	2,120
Other creditors	1,270	6,403
Accruals	2,286	2,220
	3,556	10,743

11 **NET ASSETS**

The balances carried forward on the various funds are held as follows

	Investments £	*Net current assets* £	*Total 2012* £	*Total 2011* £
Unrestricted funds	-	112,277	112,277	122,847
Restricted funds	26,927	98,847	125,774	118,977
Endowment funds	-	2,122	2,122	2,118
	26,927	213,246	240,173	243,942

12 **UNRESTRICTED FUNDS**

	Balance at 1st Jan 2012 £	*Incoming resources* £	*Resources expended* £	*Allocation* £	*Balance at 31st Dec 2012* £
General	79,847	38,283	(31,428)	(3,000)	83,702
Closure Costs	43,000	-	-	(18,000)	25,000
Neurology Department	-	-	(17,425)	21,000	3,575
	122,847	38,283	(48,853)	-	112,277

As explained in the Trustees' report, CMC has undertaken a complete review of its teaching facilities and apart from funds already committed and transferred to Ludhiana, the Trustees are desirous to continue this support and have allocated potential grants as follows –

Closure Costs – The Trustees have set aside £25,000 to meet on going commitments, redundancy costs in the eventuality of the charity closing its UK activities

Neurology Department – For the purchase of an EMG/NCV/EP machine for the department to replace existing 12-year old equipment which could not be repaired This vital piece of equipment was needed urgently for both clinical and teaching purposes

13 RESTRICTED & ENDOWMENT FUNDS

In all there were in the year 17 funds

The major funds are detailed below –

	Balance at 1 January 2012	Incoming resources & gains	Resources expended	Balance at 31 December 2012
	£	£	£	£
Poor Patients' Funds and related projects	113,793	5,885	(33)	119,645
Student Sponsorship	1,907	538	-	2,445
Dr Betty Cowan Research and Innovation Centre	150	-	-	150
Equipment and related projects	2,977	2,075	(2,000)	3,052
Other Funds	150	1,332	(1,000)	482
Subtotal	118,977	9,830	(3,033)	125,774
Pushpa Bhatti Memorial Fund (endowment)	2,118	4	-	2,122
Total	121,095	9,834	(3,033)	127,896

These funds are maintained for the following purposes

- **Poor Patients' Funds and related projects** – For the benefit of poor and needy patients treated by CMC Ludhiana, either in the hospital itself or through outreach camps and clinics in both the surrounding urban and rural community
- **Student Sponsorship** – For the tuition and other fees of BSc(N) and GNM nursing students at CMC Ludhiana
- **Dr Betty Cowan Research and Innovation Centre** – Towards the establishment, maintenance and ongoing work of this centre at CMC Ludhiana
- **Equipment and related projects** – Towards the purchase of equipment and donation of equipment for upgrade of facilities in CMC's colleges and hospital departments
- **Pushpa Bhatti Fund** – Capital amount held on deposit in the UK, and the interest to be used for the benefit of pupils at St Thomas' School, Ludhiana

14 COMMITMENTS UNDER OPERATING LEASES

At 31st December 2012 the company had no commitments for payments in the following year under non-cancellable operating leases

	2012	*2011*
	£	£
Land and buildings		
Operating leases which expire - in the next year	-	1,642

The lease was cancelled in January 2012 with the payment of an extra two months rent

15 TAXATION

The company is exempt from corporation tax on its charitable activities