

Arthritis Care

A company limited by guarantee



ARTHRITIS CARE

*Empowering
people with arthritis.*

Report and Financial Statements

Year ended: 31 December 2004

Charity No. 206563

Company No. 529321



RID	MR12GT003*	250
COMPANIES HOUSE		5110105
A16	A7J62998	0780
COMPANIES HOUSE		05/10/05
A16	MAVOK0650*	0365
COMPANIES HOUSE		15/06/05

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Legal and administrative information

Report of the trustees

for the year ended 31 December 2004

Trustees, officers and professional advisors

Patron:	Duke of Westminster
President:	Jane Asher
Chair:	Terry Oliver
Vice chair:	Patricia Field
Vice chair:	Rosemary Blair
Treasurer:	Roy Whithear
Trustees:	Adrian Adams (from 3 July 2004) Marj Burden (until 30 September 2004) Anne Chittock (from 3 July 2004) Mary Cowern David Doyle Pat Field Rubina Hassanali (until 3 July 2004) Anne Heaton (from 20 October 2004) Richard Hull Norma MacDonald Stephen Maguire Kathleen Peat (from 20 October 2004) Marianne Scobie Lesley Ann Scott (until 30 September 2004) Norman Shakesby (until 30 September 2004) Val Wilson (until 3 July 2004)
Chief executive:	William Butler (until 31 December 2004) Neil Betteridge (from 1 January 2005)
Company secretary and director of resources:	Elizabeth Lendering
Auditors:	Sayer Vincent 8 Angel Gate, City Road London EC1V 2SJ
Bankers:	National Westminster Bank (Royal Bank of Scotland Group) Corporate Banking London 9th Floor, 280 Bishops Gate London EC2M 4RB
Solicitors:	Pothecary and Barratt White Horse Court North Street, Bishops Stortford CM23 2LD Russell-Cooke Solicitors 2 Putney Hill London SW15 6AB
Investment advisers:	Gerrard Ltd Old Mutual Place, 2 Lambeth Hill London EC4V 4GG

The trustees, who are also the directors of the charity for the purposes of the Companies Act, submit their report and audited financial statements for the year ended 31 December 2004.

Arthritis Care is a charitable company limited by guarantee and was set up in 1947. It is governed by a memorandum and articles of association, which were last amended on 12 July 2003. The charity's objectives are to carry out activities with the overall aim of working with and for all people with arthritis to promote their health, quality of life and independence through services, support, self-help, information and influence.

Arthritis Care's vision is of a society where people with arthritis have equality of opportunity and full social inclusion. To achieve this aim the charity has identified five strategic priorities.

■ **Representation** – through our policy and campaigning work, we aim to represent all people with arthritis lobbying to improve access to treatment and services, and to make arthritis a priority with decision makers across the UK and Europe.

■ **Information and support** – through the provision of clear, accurate and appropriate information, which enables people to make informed decisions about how they manage their arthritis and their life. Providing support through a confidential helpline service, a network of local volunteers and branches, and four accessible hotels.

■ **Training** – providing people with arthritis with adequate skills and knowledge to enable them to make beneficial changes to their lives. This is achieved through the provision of a portfolio of self-management courses, including a course dedicated for young people with arthritis.

■ **Inclusion** – to ensure that everyone with arthritis is represented and has access to the information and support they need in an appropriate way.

■ **Success** – to ensure there are clear and measurable aims and outputs for service delivery and to access voluntary and statutory income to deliver the above aims, thereby having a positive impact on the lives of people with arthritis.

Arthritis Care is the UK's largest voluntary organisation working with and for all people with arthritis. People with arthritis are at the centre of what Arthritis Care does and play a leading role in the organisation as volunteers, trustees and staff. Our work is informed by people with arthritis throughout the UK every step of the way.

Review of activities and future developments

The Statement of Financial Activities for the year is set out on page 8 and 9 of the financial statements. A summary of the financial results and comments on particular aspects of the work of the charity are set out below.

Highlights of the 2004 financial statements

During 2004, income and expenditure on charitable activities

Report of the trustees

for the year ended 31 December 2004

increased by £0.8m and £0.6m respectively. The year ended with net resources expended of £0.8 million, made up of a surplus of £0.3 million on unrestricted funds and a deficit of £1.1 million on restricted funds. In line with the reserves policy the trustees had set a deficit budget and expected to end the year in deficit. However, an unusually high value of legacies (including one single legacy of £500,000) was received since December 2004 which related back to the 2004 year. Arthritis Care is exceedingly grateful for all legacies big and small we receive each year which allow us to continue to empower people with arthritis.

We raised £2.2 million and spent £3.4 million on specific projects and services delivered by local committees and branches. We have had an active year, raising £0.8 million and spending £1.1 million on projects delivered centrally, nationally and regionally.

The local committee branches and group raised £1.5 million and spent £2.3 million. This increased costs by £0.3 million and reduced income by £0.3 million on previous years. The reduction in income is as a result of having fewer branches. The increase in expenditure is consistent with the strategy whereby branches have been reducing reserves in line with the policy. There were 57 closures in the branch financial year from October to November. On 1 November there were 497 branches and groups in operation.

Pension scheme deficit

From December 2005 it becomes a requirement to include the surplus or deficit on defined benefit pension schemes (often referred to as 'final salary schemes') on an organisation's balance sheet. Arthritis Care has decided to adopt this requirement a year earlier than strictly necessary and the value of the deficit has been brought in to these accounts.

The deficit in the scheme at 31 December 2004 was £0.6 million and this now shows as a separate item on the designated funds note 15. The movement year on year is also shown as a separate line at the foot of the statement of financial activities. This year this shows as a gain of £0.7 million as the scheme's deficit reduced from £1.1 million at 31 December 2003.

Results, looking back over 2004

The following will show examples of our achievements in the year and the impact these achievements have made to people with arthritis. These are explained more fully in our Annual Review for 2004.

● Representation

Arthritis Care campaigns on matters of importance to people with arthritis on a local, regional, national and international level.

Local

The development of a well-informed, effective, vibrant network of campaigners across the whole of the UK was a key campaigning priority for 2004. Although this network is at an

early stage of development, local activists and branches have already much to be proud of by looking at their achievements in 2004.

For example, World Arthritis Day 2004 activities saw MPs spending a day with constituents with arthritis to explore the issues facing them and others with the condition. One MP in Romsey went shopping and took part in a hydrotherapy session. In the south west, one MP was told of the impact of the recent closure of some accessible public toilets and promptly wrote to the appropriate district council who re-opened them.

National

Much of our policy activity in 2004 has been concerned with the development and implementation of strategies for the delivery of co-ordinated and user-centred services across the UK. We have ensured that the voice of people with arthritis was heard in all the UK's parliaments and assemblies.

Arthritis Care has scored a major success in Northern Ireland. An important new government review of health policy has for the first time recognised arthritis as a growing problem. It proposes that a chronic condition management programme for arthritis should be established by 2008.

In Wales, Arthritis Care provided significant input into the development of the Welsh Assembly Government's *All Wales Arthritis and Musculoskeletal Health and Well Being Action Plan*. Meanwhile, in England, the Department of Health has been developing a strategic framework for service provision and, again, Arthritis Care has been extensively involved. We have also been working with the Scottish Executive to encourage a strategic approach. In all these areas, we have succeeded in putting the service user much closer to the centre of service development.

Arthritis Care carried out a major research project into the impact that osteoarthritis has on peoples' day to day lives. The results were published in the OA Nation report in March 2004 and achieved coverage on primetime television and radio, as well as in the press UK-wide. The total audience reach was over 35 million and calls to our helpline increased by 22 per cent.

International

In March, Arthritis Care took part in a new initiative launched by the European League Against Rheumatism (EULAR) called the Alliance Against Arthritis. This brought over 30 people with arthritis from all over Europe to Brussels. The alliance aims to raise the political profile of arthritis within the European Union, in particular with regards to disability legislation, research and access to treatments.

● Information and support

Arthritis Care provides up-to-date and accurate information and support through publications, the helpline, the information line, an accessible website, local information points, hotels and branch and postal membership.

Report of the trustees

for the year ended 31 December 2004

Arthritis Care staff and volunteers work together to provide information to people with arthritis and, in 2004, distributed over 400,000 publications. Branch members and 111 information volunteers played their part in England, Scotland, Northern Ireland and Wales, working on hospital information points and distributing publications at events and shows, co-ordinated by Arthritis Care staff and volunteers.

In 2004, Arthritis Care's printed information included six issues of the award-winning *Arthritis News*, three issues of *No Limits* (a magazine for young people with arthritis), a range of 13 information booklets, two booklets aimed at parents of children with arthritis and one aimed at teachers.

The comprehensive information that Arthritis Care provides in its publications is augmented by the library and resources of Arthritis Care's information department.

Arthritis Care handled over 350,000 enquiries from the public in 2004, including calls to the information line and visits to the website. Of these, 11,500 involved confidential one-to-one contact and support for people with arthritis from the Arthritis Care helpline – over the phone, by email and letter. In October and December, the helplines opening times were briefly extended in response to extra demand. The withdrawal and warnings about certain drugs for arthritis were making headline news. Staff were able to give good, balanced information and support to people concerned about their medication.

People with arthritis also demonstrated their desire for obtaining information in different ways. Arthritis Care's website was visited by 290,000 people in 2004 – an increase of over 50,000 on the number of people who logged on in 2003.

The Arthritis Care branch network offers peer support to people with arthritis. Branch members benefit from sharing their experiences, finding out information and meeting up in a social context. In 2004, 554 branches and self-help groups ran activities in their local areas, organised by committees which are entirely run by volunteers. Many branches supply volunteers who support the local delivery of services.

In 2004, Arthritis Care's four hotels, based in Largs, Poole, Nairn and Blackpool, provided holidays for over 6,900 people. The number of first-time guests is growing all the time, there were approximately 1,900 in 2004. Guests enjoyed a range of outings and activities and staff regularly received positive feedback.

● Training

Arthritis Care delivers empowerment training courses to enable people with arthritis to live a better quality of life.

There is now a portfolio of seven different self-management and personal development courses that we deliver to people with arthritis, in addition to a general Arthritis Awareness course aimed at the wider community. The six-week Challenging Arthritis course is validated by Stanford University where the course was first developed, and has been a model

used by the Department of Health in setting up the Expert Patients programme. Other courses, such as the one day You Can Beat the Pain Cycle course, focus on specific aspects of self-management and are suitable for rural and other areas where transport or time commitments can be problematic for participants.

Our aim for 2004 was to consolidate and maintain service delivery while also undertaking a review of our training services. In 2004, we delivered 227 courses which were attended by 2,941 people. The courses were delivered by 218 of our active training volunteers.

In England, the implementation of self-management training by the Department of Health has had some impact in the level of service delivery. Many of the staff and volunteers we have trained as pioneers of self-management have gone on to deliver training for the department of health through its Expert Patient Programme.

Our commitment to self-management training remains undiminished. We are working closely with statutory and voluntary training providers to make sure people with arthritis receive the service they want. We remain active in recruiting and training volunteers with arthritis to deliver our training, as feedback from our users' leave us in no doubt that they are the people best placed to deliver.

● Inclusion

Arthritis Care is committed to offering services to all people with arthritis, regardless of background, age, gender, race or religion.

There are nine million people in the UK – one in five of the adult population – with arthritis. We are actively working to ensure that all our services are accessible to everyone.

The success of our well-established Young Persons and Families programme in Northern Ireland has led to the development of a new programme in the south west of England. This aims to support children, adolescents and young people with arthritis from diagnosis onwards, commencing with a clinically supported pilot programme.

Arthritis Care in Scotland has undertaken a number of new developments that have broadened the outreach of our training services. Firstly, a highly successful Living with Arthritis course was run in Edinburgh and interpreted in British Sign Language (BSL). The positive response from participants on this course has encouraged the piloting of a six-week Chronic Disease course with BSL interpretation in 2005.

2004 also saw the first course delivered via videoconferencing, when two training volunteers in Kirkwall, Orkney were linked up with 10 participants on a Living with Arthritis course on the small island of Westray (also in the Orkney Islands). Further video-linked courses are planned for 2005 in Orkney, and linking Perth with Stornoway on the island of Lewis.

The information service in Scotland has been working with

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other organisations to develop an illustrated leaflet about arthritis, which will be suitable for people with poor literacy skills.

We continue to reach rural communities through rural shows. Local volunteers and staff are being supported to attend these events to raise awareness of our services and distribute information. These events are attended by over 30,000 people offering prime marketing opportunities.

User involvement

User involvement is key to the success of Arthritis Care's published information. In 2004 we canvassed and consulted with over 200 people with arthritis about our plans to redevelop our range of information booklets. As a result, our booklets have been redesigned to be more accessible to our customers, to conform to Clear Print specifications and to include images which are far more inclusive of age, ethnicity and gender.

Arthritis Care users deliver many of our services. Our training volunteers have to have experience of arthritis, and have normally benefited themselves from participating in one of our many training courses.

Approximately three quarters of our members participate in our network of voluntary run branches and groups. Many of these groups are reaching into the local community through information training and campaigning. Eight of the 18 seats on the trustee board are recruited and appointed through this network.

Branch network

During 2004, a process with the aim of changing the internal structure of branches and consolidating the provision of services delivered via our local network was commenced. However, these proposals were rejected by the membership at a meeting called by the members. A new committee has been set up by the trustees and includes branch representatives. This is now the developmental, advisory and consultative body for procedural and operational matters concerning branches and local groups.

In 2004, our local voluntary-run branches raised £1.5 million in income and spent £2.3 million on local activities and services, thus reducing the reserves held by branches by £0.8 million. Fuller details of income and expenditure in our voluntary run branches can be found in note 4 on page 15.

Looking forward

There are nine million people with arthritis in the UK, and with our ageing population, this figure is set to increase. It is, therefore, essential that Arthritis Care maximises the following opportunities.

- Arthritis is fast moving up the priorities of all the UK agendas. Devolved UK structures of government will have greater influence on health services and voluntary sector work and more grassroots decision-making in matters of health policy and delivery.

- Having worked with the Arthritis and Musculoskeletal Alliance to produce the *Standards of Care* for musculoskeletal conditions (launched in November 2004), there is now an agreed benchmark of healthcare provision. Arthritis Care needs to work to ensure the standards percolate through to the medical profession and the public and produce visible change.

- The Department of Health targets for delivering self-management courses will require external input from organisations such as Arthritis Care if they are to be met.

- The new contract for pharmacists coming into force in early 2005 is set to give pharmacists greater involvement in primary care. Arthritis Care needs to establish positive links with these professionals in future.

- In October 2004, the final parts of the Disability Discrimination Act of 1995 came into force. A further disability discrimination bill was announced in November. Arthritis Care needs to keep up the pressure on service providers and employers to ensure their facilities are accessible and their policies are appropriate towards people with arthritis.

The European Community and European legislation is having a growing influence on arthritis. Arthritis Care needs to maintain and develop its European links to ensure people with arthritis in the UK are represented.

Arthritis Care is aiming to be:

- the leading voice of all people with arthritis
- the leading provider of information and support at every stage of the journey with arthritis
- the 'prescription' for people with arthritis, offering support that is needed and deserved
- there for people with arthritis at every stage of their lives
- offering services and activities to
young people and their families
adults through their active and working years
older people – helping them to achieve a fulfilling and active retirement, and offering social support.

Financially, we aim to work to a balanced budget, with planned investment strategies in new service delivery. We aim to have a flexible infrastructure, which can react to and maximise any given external factors.

The trustees have set a deficit budget for 2005 in line with the reserves policy. The trustees aim to match outgoing resources with income streams by 2006.

Investment policy and returns

Investment decisions for the centrally administered investments are taken by the investment managers within the investment mandate set by the trustees, as permitted by an Order of the Charity Commission under section 26 of the Charities Act 1993.

Report of the trustees

for the year ended 31 December 2004

Reports are received on a quarterly basis from the investment managers.

The overriding aim is to maintain the real value of the capital through long-term investment. The investment managers, with the approval of the trustees, have moved into collective funds and away from single equity investments. The small number of branches with large investment portfolios must comply with the charity's investment policy, as set by the board of trustees. For smaller investments, most branches use high interest deposit accounts or other risk free investments – most usually National Savings income bonds and accounts.

Arthritis Care (Trading) Ltd

The charity's wholly owned trading subsidiary gifted a total of £27,585 to the charity. This was earned from merchandising. The trustees continue to review the future role of the trading subsidiary with a view to ensuring that the charity has the most effective arrangements in place for maximising tax relief and for complying with legal requirements.

Reserves policy

In support of the strategic objective of achieving financial security for the organisation, the trustees review the reserves policy of the charity, including the branches, every year. In setting the level of reserve, the trustees take a risk based approach. The review is to ensure that the policy addresses:

- the number of unpredictable income streams
- changes in legislation that present new commitments (for example, pensions legislation)
- support for the strategic plan
- financial stability
- setting aside funds for planned expenditure and other commitments.

The above was quantified and resulted in a minimum reserve requirement of £2.9m. This includes £0.6 million, the amount needed to fully fund the deficit on the pension fund. A pension fund reserve currently in deficit of £0.6 million offsets this contingency reserve. Unrestricted reserves, including specific designations, are £3.4m (see note 15).

In respect of restricted funds held by local branches and groups, it is the trustees' recommended policy that reserves equivalent to two years' running costs should be aimed for. Regular meetings are continuing with representatives of the branches with the greatest reserves. The aim is to see how funds in excess of two years' running costs can best be used locally for people with arthritis within a business planning approach. This year saw a utilisation of these locally held reserves supporting the ongoing work of the charity (see note 4 and Appendix C).

Changes in fixed assets

The movements in tangible fixed assets during the year are set out in Note 8 page 19 of the financial statements. There have

been no significant changes in tangible fixed assets.

The charity is in the process of considering the transfer of Patterson Lodge, administered by the Arthritis Care Abbeyfield Devon Society, to the registered Abbeyfield charity. Details are contained in Note 20 page 26 of the financial statements.

Governance and internal control

Within the requirement of Company Law that the membership in general meeting appoints the directors, the composition of the board of trustees reflects the user-involvement ethos and devolved structure that underpins the work of the charity. Each of the seven national/regional committees elects one of their number (two in the case of Scotland) to serve as a trustee for three years. In addition, five trustees are directly elected by the membership to serve for three years.

On a three-yearly basis, the board elects from its membership a trustee to serve as chair of the charity (ex-officio) and a vice-chair. The honorary officer position of joint treasurer is filled by a recommendation of the board to the membership at the annual general meeting and serves for three years. The board also has the power to co-opt two others to serve as trustees for three years. There are presently no co-opted trustees. A majority of the current board are people with personal experience of arthritis.

The board meets in full session on at least four occasions during the year and delegates a number of its governance functions to committees, including an operations and resources committee, a public affairs committee and an audit committee. Advisory groups made up of trustees and other individuals such as rheumatologists, orthopaedic surgeons and other professionals who advise on pensions, medicines, and young persons and families further support these committees. All supporting committees have their decisions ratified by the board. The audit committee covers the governance overview of the effectiveness and efficiency of the charity's corporate and organisational practices.

Risk management

A three-year programme of risk based internal audit has been produced by our internal auditors Pritchard Wood. The internal audit programme prioritises areas of risk identified on the risk register that was reviewed and updated in 2004. Work on strategic systems, covering corporate planning, risk management, financial regulations and corporate governance and core financial systems covering budgetary control started in December 2004.

Health and safety awareness has been considerably extended over the last four years through the development of policies, staff training and the appointment of health and safety staff representatives and a trustee to represent health and safety at board level. All policies are regularly monitored and reviewed. Items that are being given particular attention during 2005 are stress and bullying, the management of occupational road risk, fire procedures, work at height regulations. We are preparing a three-year health and safety plan and training programme

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for our branches and groups, and our volunteers.

Volunteers

The charity is grateful for the unstinting efforts of its appointed and elected volunteers who are involved in service provision, campaigning and fundraising. Last year, there were nearly 300 volunteers actively involved in delivering information and training, over 700 volunteers involved in the campaigners' network and over 1,500 elected volunteers running our network of local branches. This year, we are beginning the process of achieving the Investors in Volunteers award in Scotland, with the aim of achieving the award in the other three nations of the UK.

Employee involvement and employment of disabled people

Employees have been consulted on issues of concern to them by means of regular staff meetings and kept informed directly by management on specific matters. The charity has a recognition agreement with AMICUS and meets regularly with staff representatives through a Joint Negotiating Committee.

A system of regular supervision and annual appraisal provides further opportunities for staff to raise any concerns. We have more recently introduced a suggestion box for staff who prefer to make their views known anonymously. The charity has implemented (and is developing further) policies in relation to all aspects of personnel matters. These include equal opportunities, volunteering and health and safety policies. Last year, in conjunction with AMICUS, we undertook an organisation-wide survey to assess staff views on work-related stress and bullying. An analysis has been done which will inform staff and health and safety policy development in this area.

In accordance with Arthritis Care's equal opportunities policy, the charity has well-established fair employment practices in the recruitment, selection, retention and training of disabled staff. In line with recommended good practice, Arthritis Care has removed its compulsory retirement age. As an employer of disabled people in 2004, we introduced a policy on disability leave in conjunction with AMICUS and staff.

The trustees thank the staff for their commitment and hard work over a difficult period.

The trustees

Statement of responsibilities

Company and charity 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 charity, and of the surplus or deficit of the charity for that period. In preparing these financial statements, the trustees have:

- selected suitable accounting policies and then applied them consistently
- made judgements and estimates that are reasonable and prudent

- stated whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements

- prepared the financial statements on the going concern basis.

Trustees have overall responsibility for ensuring that the charity has appropriate systems of control, financial and otherwise. They are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charity including taking all reasonable steps for the prevention and detection of fraud and other irregularities and to provide reasonable assurance that:

- the charity is operating efficiently and effectively
- its assets are safeguarded against unauthorised use and disposition
- proper records are maintained and financial information used within the charity or for publication is reliable
- the charity complies with relevant laws and regulations.

Arthritis Care's systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss, and include:

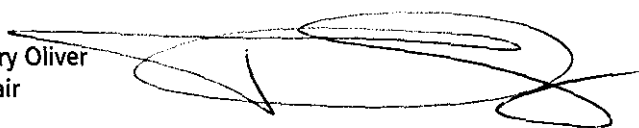
- a strategic plan, business plans and an annual budget approved by trustees
- regular consideration by the trustees of financial results, variance from budgets and non-financial performance indicators
- delegation of authority and segregation of duties
- identification and management of risks.

Appointment of Auditors

A resolution to appoint Sayer Vincent as auditors was proposed and accepted by the members at the annual general meeting.

The board approved this report on 17 May 2005.

Terry Oliver
Chair



Independent Auditors' report to the members of Arthritis Care

We have audited the financial statements of Arthritis Care for the year ended 31 December 2004 which comprise the consolidated statement of financial activities, balance sheets and related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the trustees and auditors

The responsibilities of the trustees (who are also directors of Arthritis Care for the purposes of company law) for preparing the report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the statement of responsibilities of the trustees. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the report of the trustees is not consistent with the financial statements, if the group and charitable company have not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding the trustees' remuneration and transactions with the group and charitable company is not disclosed.

We read other information contained in the report of the trustees and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

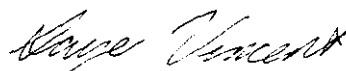
Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of financial statements, and of whether the accounting policies are appropriate to the group and charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the group and charitable company's state of affairs as at 31 December 2004 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



SAYER VINCENT

Chartered accountants & registered auditors
London

18 May 2005

ARTHRITIS CARE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

(incorporating an Income and Expenditure Account) for the year ended 31 December 2004

		2004			2003 Restated		
		Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	Notes	£'000	£'000	£'000	£'000	£'000	£'000
Incoming resources							
Membership subscriptions		299	46	345	236	80	316
Donations	2	1,053	0	1,053	1,068	0	1,068
Legacies	3	3,182	173	3,355	1,787	90	1,877
<i>Activities in furtherance of the charity's objects</i>							
Training and service development		0	233	233	141	282	423
Regional services and projects		585	52	637	203	272	475
Branches	4	0	1,129	1,129	0	1,471	1,471
Hotels		1,580	33	1,613	1,524	175	1,699
Public policy and information		0	442	442	0	583	583
Publications		161	0	161	159	0	159
<i>Activities for generating funds</i>							
Investment income		32	104	136	41	136	177
Income of trading subsidiary	6	56		56	74		74
Total incoming resources		6,948	2,212	9,160	5,233	3,089	8,322
Resources expended							
<i>Costs of generating funds</i>							
Fundraising costs	7	745	0	745	811	0	811
Expenditure of trading subsidiary	6 & 7	28	0	28	71	0	71
		773	0	773	882	0	882
Charitable expenditure							
<i>Costs of activities in furtherance of the charity's objects</i>							
Training and service development	7	101	359	460	153	228	381
Regional services and projects	7	2,156	110	2,266	2,031	331	2,362
Branches	4 & 7	0	2,304	2,304	0	2,006	2,006
Hotels	7	1,815	91	1,906	1,744	89	1,833
Public policy and information	7	366	497	863	370	309	679
Publications	7	579	0	579	555	0	555
Support costs	7	571	0	571	399	0	443
Management and administration	7	283	0	283	148	0	148
		5,871	3,361	9,232	5,400	2,963	8,407
Total resources expended		6,644	3,361	10,005	6,282	2,963	9,289
Net (resources expended)/incoming resources before transfers		304	(1,149)	(845)	(1,049)	126	(967)
Transfers between funds	14 & 15	(8)	8	0	65	(65)	0
Net (resources expended)/incoming resources before gains and losses		296	(1,141)	(845)	(984)	61	(967)

ARTHRITIS CARE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES continued

(incorporating an Income and Expenditure Account) for the year ended 31 December 2004

	Notes	2004			2003 Restated		
		Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
		£'000	£'000	£'000	£'000	£'000	£'000
Net realised gains/(losses) on investment assets	9	-8	29	21	13	(3)	10
Net (outgoing)/incoming resources plus realised gains/losses on investments		288	(1,112)	(824)	(971)	58	(957)
Net unrealised gains/(losses) on investment assets	9 & 17	80	75	155	65	88	153
Actuarial gains/(losses) on defined benefit schemes	18	682	0	682	(573)	0	(529)
Net movement in funds		1,050	(1,037)	13	(1,479)	146	(1,333)
Fund balances brought forward at 1 January 2004							
As previously stated		2,388	6,260	8,648	4,431	6,114	10,545
Prior period adjustment		0	0	0	(564)		(564)
As restated	16	2,388	6,260	8,648	3,867	6,114	9,981
Fund balances carried forward at 31 December 2004		3,438	5,223	8,661	2,388	6,260	8,648

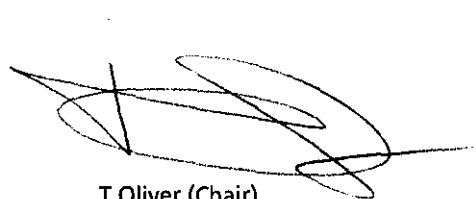
All of the above results are derived from continuing activities. All gains and losses recognised in the year are included above.

The loss for the year for Companies Act purposes, comprising the net outgoing resources for the year plus realised gains/(losses) on investments, was £824K (2003: £913K).

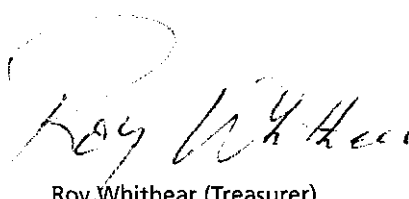
ARTHRITIS CARE
CONSOLIDATED BALANCE SHEET
for the year ended 31 December 2004

		2004		2003 Restated	
	Notes	Group Total £'000	Charity Total £'000	Group Total £'000	Charity Total £'000
Fixed assets					
Tangible	8	3,984	3,984	4,035	4,035
Investments	9	2,520	2,520	2,423	2,423
		<u>6,504</u>	<u>6,504</u>	<u>6,458</u>	<u>6,458</u>
Current assets					
Stocks		30	22	22	18
Debtors	10	1,437	1,444	633	661
Cash at bank and in hand:	11	2,201	2,192	3,614	3,581
		<u>3,668</u>	<u>3,658</u>	<u>4,269</u>	<u>4,260</u>
Creditors: amounts falling due within one year	12	(644)	(639)	(645)	(641)
Net current assets		<u>3,024</u>	<u>3,019</u>	<u>3,624</u>	<u>3,619</u>
Total assets less current liabilities		9,528	9,523	10,082	10,077
Creditors: amounts falling due after more than one year	13	(253)	(253)	(297)	(297)
Net assets excluding pension liability		<u>9,275</u>	<u>9,270</u>	<u>9,785</u>	<u>9,780</u>
Pension liability	18	(614)	(614)	(1,137)	(1,137)
Net assets including pension liability	17	<u>8,661</u>	<u>8,656</u>	<u>8,648</u>	<u>8,643</u>
Funds					
Restricted funds	14	5,223	5,223	6,260	6,260
Unrestricted funds:			0		
Designated funds	15	2,706	2,706	1,988	1,988
General funds	15	732	727	400	395
Total funds		<u>8,661</u>	<u>8,656</u>	<u>8,648</u>	<u>8,643</u>

The financial statements on pages 8 to 27 were approved by the trustees on 17 May 2005 and signed on their behalf by:



T Oliver (Chair)



Roy Whithear (Treasurer)

ARTHRITIS CARE
CONSOLIDATED CASHFLOW STATEMENT
for the year ended 31 December 2004

	Notes	2004			2003		
		Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
		£'000	£'000	£'000	£'000	£'000	£'000
Net cash outflow from operating activities	A	(272)	(1,187)	(1,459)	(1,074)	9	(1,065)
Returns on investments and servicing of finance	B	13	104	117	20	136	156
Capital expenditure and investing activities	C	(37)	15	(22)	(88)	(120)	(208)
Financing	D	(49)	0	(49)	(51)	0	(51)
Decrease in cash	E & F	(345)	(1,068)	(1,413)	(1,193)	25	(1,168)

NOTES TO CONSOLIDATED CASH FLOW STATEMENT

Notes	2004			2003		
	£'000	£'000	£'000	£'000	£'000	£'000
A. Reconciliation of operating losses to net cash outflow from operating activities						
Net (outgoing)/incoming resources	296	(1,141)	(845)	(1,028)	61	(967)
Net investment income	(13)	(104)	(117)	(20)	(136)	(156)
Changes in resources before revaluation	283	(1,245)	(962)	(1,048)	(75)	(1,123)
Less contributions to defined benefit pension scheme	(218)	0	(218)	(284)	0	(284)
Add back net pension service cost net of finance costs	377	0	377	328	0	328
Depreciation	94	58	152	92	40	132
(Increase) in stocks	(8)	0	(8)	12	0	12
Decrease/(increase) in debtors	(804)	0	(804)	(40)	44	4
(decrease)/increase in creditors	4	0	4	(134)	0	(134)
Net cash outflow from operating activities	(272)	(1,187)	(1,459)	(1,074)	9	(1,065)
B. Returns on investments and servicing of finance						
Interest and dividends received	32	104	136	41	136	177
Interest paid	(19)	0	(19)	(21)	0	(21)
Net cash inflow from returns on investment and servicing of finance	13	104	117	20	136	156
C. Capital expenditure and investing activities						
Purchase of tangible fixed assets	(43)	(58)	(101)	(86)	(79)	(165)
Proceeds of sale of tangible fixed assets	0	0	0	0	0	0
Purchases of investments	(514)	(12)	(526)	(983)	(95)	(1,078)
Net (increase)/decrease of bank deposits, building society accounts and bonds	(11)	0	(11)	95	0	95
Proceeds from sale of investments	531	85	616	886	54	940
Net cash (outflow)/inflow from capital expenditure and investing activities	(37)	15	(22)	(88)	(120)	(208)

ARTHRITIS CARE
CONSOLIDATED CASHFLOW STATEMENT continued
for the year ended 31 December 2004

	2004			2003		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£'000	£'000	£'000	£'000	£'000	£'000
D. Financing						
Finance lease payments	(6)	0	(6)	(9)	0	(9)
Repayment of long-term loan	(43)	0	(43)	(42)	0	(42)
Net cash outflow from financing	<u>(49)</u>	<u>0</u>	<u>(49)</u>	<u>(51)</u>	<u>0</u>	<u>(51)</u>
E. Reconciliation of net cashflow to movement in net cash funds						
(Decrease)/increase in cash in the period	(345)	(1,068)	(1,413)	(1,193)	25	(1,168)
Cash outflow from debt financing	49	0	49	51	0	51
Movement in cash funds in the year	<u>(296)</u>	<u>(1,068)</u>	<u>(1,364)</u>	<u>(1,142)</u>	<u>25</u>	<u>(1,117)</u>
Net cash funds as at 1 January 2004	(1,461)	4,725	3,264	(319)	4,700	4,381
Net cash funds as at 31 December 2004	<u>(1,757)</u>	<u>3,657</u>	<u>1,900</u>	<u>(1,461)</u>	<u>4,725</u>	<u>3,264</u>
F. Analysis of changes in net cash funds						
	At 1 Jan 2004	Cash Flow	At 31 Dec 2004	At 1 Jan 2003	Cash Flow	At 31 Dec 2003
	£'000	£'000	£'000	£'000	£'000	£'000
Restricted funds:						
Held by branches	3,900	(779)	3,121	4,208	(308)	3,900
Held centrally	825	(289)	536	492	333	825
	<u>4,725</u>	<u>(1,068)</u>	<u>3,657</u>	<u>4,700</u>	<u>25</u>	<u>4,725</u>
Unrestricted funds:						
Held centrally	(1,111)	(345)	(1,456)	82	(1,193)	(1,111)
Bank loan – repayable within one year	(47)	(1)	(48)	(41)	(6)	(47)
Bank loan – repayable after one year	(297)	44	(253)	(345)	48	(297)
Finance leases – repayable within one year	(6)	6	0	(15)	9	(6)
	<u>(1,461)</u>	<u>(296)</u>	<u>(1,757)</u>	<u>(319)</u>	<u>(1,142)</u>	<u>(1,461)</u>
Net cash funds	<u>3,264</u>	<u>(1,364)</u>	<u>1,900</u>	<u>4,381</u>	<u>(1,117)</u>	<u>3,264</u>

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

1. Accounting policies

(a) Accounting convention

The financial statements of the group have been prepared under the historical cost convention, with the exception of investments which are included at market valuation and freehold properties which are included at valuation. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), *Accounting and Reporting by Charities* published in October 2000 and applicable accounting standards.

(b) Consolidation

The financial statements of the charity include the assets, liabilities, funds and income and expenditure of all the charity's local committees, branches and groups, as well as its UK office, regional services and hotels. The local committee, branch and group figures have been compiled from returns by local treasurers made up to 31 October 2004. The figures for the Arthritis Care Group comprise the charity and its subsidiary trading company, Arthritis Care (Trading) Limited.

Exemption under Section 230 of the Companies Act 1985 and paragraph 304 of the SORP has been applied and an individual profit and loss account of the parent company has not been prepared.

The deficiency of the parent company for the year was £13K (2003: £1,336K deficiency).

(c) Company status

The charity is a company limited by guarantee and not having a share capital. In the event of the charity being wound up, each member of the board and member of the charity guarantee to pay the sum of £1.

(d) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in note 15.

Restricted funds are funds which have to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

(e) Incoming resources

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

(i) Legacy income is recognised when it is considered certain. In practice legacies are accrued for when receipt is made in the first three months of the post balance sheet period.

(ii) Grants awarded including grants for equipment are included in the financial statements at the time the grant is received or the conditions of the grant have been met.

(f) Depreciation of tangible fixed assets

Fixed assets, with the exception of freehold land and buildings, are stated at cost and depreciated on a straight line basis at rates calculated to write off the cost over their expected useful economic lives as follows:

Freehold land	Nil
Freehold buildings	over 50 years
Office equipment	over 3 years
Motor vehicles	over 4 years
Self catering units	over 10 years

Freehold land and buildings are stated at valuation (see note 8 for further details).

With the exception of computer equipment, fixed assets with an individual cost of less than £3,000 are written off in the year of purchase.

Fixtures and fittings which have been fully depreciated, are written out of the accounts one year later.

(g) Stocks

Stocks of goods for resale are stated at the lower of cost and net realisable value after making allowance for obsolete and slow moving items.

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

(h) Listed investments

Listed investments are stated at market value at the balance sheet date. The SOFA includes the realised and unrealised gains and losses arising on disposals and revaluations throughout the year.

(i) Pension costs

The Charity operates a defined benefits scheme on behalf of its employees.

The Charity has adopted the full requirements of FR517 this year. The deficit of scheme assets over liabilities is recognised on the balance sheet with the movement in the year reflected as an actuarial gain in the statement of financial activities (for further information see note 18). The charge to the statement of financial activities represents the current service cost and net finance costs for the year. This is a change in accounting policy with material effect and therefore a prior period adjustment has been made (see note 16).

(j) Resources expended

All expenditure is accounted for on an accruals basis and has been summarised under activities. Where costs cannot be directly attributed to particular activities they have been allocated in proportion to the estimated usage that each activity makes of the resources using staff time as basis of apportionment.

(i) The cost of generating funds is the direct cost spent on fundraising activity including the trading company expenditure. A proportion of central support costs is allocated to the cost of generating funds.

(ii) Expenditure not apportioned under an activity relates to the central administration cost of the general management of the charity and is classed as support costs.

(iii) The management and administration costs comprise the direct costs of and an apportionment of staff time spent on attaining compliance with constitutional and statutory requirements.

(k) Finance and operating leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred. Assets purchased under finance lease are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written off to the SOFA over the period of the lease so as to produce a constant periodic rate of charge.

2. Donations

	2004		2003	
	Unrestricted £'000	Total £'000	Unrestricted £'000	Total £'000
Direct mail	606	606	543	543
Other donations	447	447	525	525
	<u>1,053</u>	<u>1,053</u>	<u>1,068</u>	<u>1,068</u>

3. Legacies

	2004			2003		
	Unrestricted £'000	Restricted £'000	Total £'000	Unrestricted £'000	Restricted £'000	Total £'000
Accrued legacies 1 January 2004	(498)	0	(498)	(449)	0	(449)
Legacies received during year	2,414	173	2,587	1,738	90	1,828
Legacies accrued 31 December 2004	1,266	0	1,266	498	0	498
	<u>3,182</u>	<u>173</u>	<u>3,355</u>	<u>1,787</u>	<u>90</u>	<u>1,877</u>

At 31 December 2004, there were 94 wills in progress with the estimated value of £1,804K (2003: 74 wills estimated value £940K). Eight wills with the estimated value of £82,000 have not been recognised as we are unable to confirm their receipt or quantify the value with reasonable accuracy.

ARTHRITIS CARE
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2004

4. Branches

	Restricted 2004 £'000	Restricted 2003 £'000
Income		
Membership	46	80
Branch Donations	1,129	1,471
Legacies	173	90
Investment Income	104	136
Total incoming resources	<u>1,452</u>	<u>1,777</u>
Expenditure		
Grants	0	31
Welfare	2,247	1,057
Administration	0	317
Other	0	561
Sub total	<u>2,247</u>	<u>1,966</u>
Depreciation	57	40
Total resources expended	<u>2,304</u>	<u>2,006</u>
Net resources expended	<u>(852)</u>	<u>(229)</u>
Net realised (losses)/gains on investment assets	29	(3)
Net income and expenditure for the year	<u>(823)</u>	<u>(232)</u>
Net unrealised losses on investment assets	75	88
Net movement in funds	<u>(748)</u>	<u>(144)</u>

5. Staff costs

	2004 £'000	2003 £'000
Emoluments of employees		
Gross pay	3,311	3,391
Social security costs	259	248
Other pension costs	61	4
Current service cost	381	332
Other finance cost	(4)	(4)
Payments to agencies or similar for temporary help	92	53
Compensation and redundancy	100	13
	<u>4,200</u>	<u>4,037</u>

One employee was paid emoluments in the band £60,000 to £69,999 (2003 – one).

Two employees earned between £50,000 and £59,999 (2003 – two).

All employees earning more than £50,000 participated in the pension scheme.

The average number of persons employed during the year was:

		Total	UK office	Regions	Hotels
Number of employees (2003: 227)	2004	232	52	84	96
Full time equivalent	2004	164	45	56	63
	2003	165	46	63	56

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

6. Trading subsidiary

The charity has a wholly owned subsidiary, Arthritis Care (Trading) Limited, a company incorporated and registered in England. The principal activity of this company is the raising of funds through the sale of goods and services and corporate sponsorship. The net profit is gifted to the charity.

A summary of the results of the subsidiary is shown below:

	2004	2003
	£'000	£'000
Turnover	56	74
Cost of sales	(24)	(65)
Gross profit	32	9
Expenses	(5)	(6)
Net profit	27	3
Amount covenanted to the charity	(27)	(3)
Loss on ordinary activities after taxation	0	0
Reserves brought forward	5	5
Reserves carried forward	5	5

Current assets and liabilities of the subsidiary as at 31 December 2004 were as follows:

	2004	2003
	£'000	£'000
Current assets		
Debtors + stock	8	5
Cash	9	33
	17	38
Creditors		
Creditors less than one year	(12)	(33)
Net current assets	5	5
Profit and loss account	5	5

Called up share capital is £252 (2003: £252)

The charity is exempt from corporation tax as all its income is applied to charitable purposes. There is no tax charge for the trading subsidiary as all taxable profits are paid to the parent charity by gift aid.

ARTHRITIS CARE
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2004

7. Analysis of total resources expended (combined unrestricted and restricted)

	2004										2003	
	Fund raising	Expenditure of trading company	Training and service development	Regional services & projects	Branches (Note 4)	Hotels	Public policy & information	Publications	Support costs	Management and admin.	Total	Restated Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Staff pay (note 5)	241	0	148	1,652	0	1,152	427	196	298	86	4,200	4,037
Staff recruitment & training	0	0	6	38	0	23	17	3	8		95	96
Staff travelling	2	0	20	155	0	14	75	2	4	2	274	254
Volunteers expenses	1	0	20	48	0	0	20	0	0	0	89	119
Committee expenses	0	0	0	6	0	0	0	0	0	16	22	29
Postage and telephone	3	0	13	71	0	21	25	6	28	0	167	250
Office printing and stationery	5	0	8	27	0	14	25	2	16	1	98	108
Premises costs	0	0	4	85	0	100	5	4	19	0	217	156
Equipment costs	3	0	7	19	0	60	16	7	10	0	122	119
Advertising	10	0	8	7	0	9	37	2	0	0	73	87
Professional fees inc. audit	39	0	1	21	0	21	87	1	13	69	252	79
Database and IT outsourcing	51	0	2	49	0	14	14	37	7	0	174	142
Insurance	0	0	5	28	0	17	5	1	23	23	102	87
Publications production	0	0	0	2	0	0	28	315	1	0	346	342
Direct mail, legacy, events & other	385	0	0	4	0	1	5	0	1	0	396	435
Purchases for resale	0	16	0	0	0	0	0	0	0	0	16	65
Catering	0	0	1	2	0	174	1	1	4	0	183	173
Other hotel direct costs	0	0	0	3	0	167	1	0	0	0	171	169
Branch expenses	0	0	0	0	2,247	0	0	0	0	0	2,247	1,966
Depreciation	2	0	2	7	57	40	2	2	40	0	152	132
Overdraft interest	0	0	0	0	0	0	0	0	19	0	19	20
Course costs	0	0	175	16	0	0	0	0	0	0	191	33
Miscellaneous	3	12	40	26	0	79	73	0	80	86	399	391
	<u>745</u>	<u>28</u>	<u>460</u>	<u>2,266</u>	<u>2,304</u>	<u>1,906</u>	<u>863</u>	<u>579</u>	<u>571</u>	<u>283</u>	<u>10,005</u>	<u>9,289</u>

ARTHRITIS CARE
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2004

7. Analysis of total resources expended (combined unrestricted and restricted) continued

Total resources expended is arrived at after charging the following:

	Unrestricted	Restricted	Total 2004	Total 2003
	£'000	£'000	£'000	£'000
Depreciation charge on tangible fixed assets (owned)	94	58	152	132
Interest payable on bank loan	19	0	19	19
Interest payable on finance leases	0	0	0	2
Operating lease costs land and buildings	74	0	74	73
Auditors remuneration for audit services	25	0	25	23
Auditors remuneration for audit services (over)/under provision prior year	0	0	0	(4)
Auditors remuneration for other services	0	0	0	0

Trustees receive no remuneration for their services in that capacity. Fourteen trustees (2003: 16) have been reimbursed for travel and other out of pocket expenses incurred carrying out their activities as trustees at a cost of £15,116 (2003: £12,538).

Premiums of £12,316 (2003: £14,020) were paid on a professional indemnity policy to protect the charity, trustees and employees from loss arising from neglect or defaults of the trustees or employees.

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

8. Tangible fixed assets Group and charity

Group and charity	Unrestricted				Restricted					
	Properties freehold £'000	Fixtures & equipment £'000	Motor vehicles £'000	Total £'000	Leaseholds £'000	Self- catering units £'000	Fixtures & equipment £'000	Motor vehicles £'000	Total £'000	Group total £'000
Cost										
At 1 January 2004	4,154	263	145	4,562	5	94	21	429	549	5,111
Additions	0	43	0	43	0	0	0	58	58	101
Disposals	0	0	0	0	0	0	0	0	0	0
Write off nil book values	0	(187)	0	(187)	0	0	(13)	(279)	(292)	(479)
At 31 December 2004	4,154	119	145	4,418	5	94	8	208	315	4,733
Depreciation										
At 1 January 2004	252	241	141	634	5	74	19	344	442	1,076
Charge for year	64	28	2	94	0	4	2	52	58	152
Disposals	0	0	0	0	0	0	0	0	0	0
Write off nil book values	0	(187)	0	(187)	0	0	(13)	(279)	(292)	(479)
At 31 December 2004	316	82	143	541	5	78	8	117	208	749
Net book value										
At 31 December 2004	3,838	37	2	3,877	0	16	0	91	107	3,984
At 31 December 2003	3,902	22	4	3,928	0	20	2	85	107	4,035

Valuation of freehold properties

Freehold properties were valued in 1999 and the transitional arrangements under FRS15 have been adopted.

Hotels were valued in 1999 by Christie and Co chartered surveyor, valuer and agent on a resale basis. (reviewed for impairment in 2003 by Christies & Co, there was no material change).

Patterson Lodge was valued in 1999 by Meadows Chartered Surveyors on an open market value basis (reviewed in 2003 by Palmer Whitton & Laing chartered surveyors, the trustees believe there is no permanent diminution in value).

The Patterson Lodge building has been leased to the Arthritis Care Abbefield (Devon) Society from December 1995.

The London Office was a directors valuation based on the market value of a similar property in the same street.

The trustees believe there has been no permanent diminution in value since this valuation.

Fixed asset given as security for Loan

There is a fixed charge of the London Office, NW1 securing the outstanding mortgage of £301,009.

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

9. Fixed asset investments

	Unrestricted		Restricted		Total 2004		Total 2003	
	Market value	Cost	Market value	Cost	Market value	Cost	Market value	Cost
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Quoted investments at market value								
UK government securities	0	0	50	47	50	47	58	51
Other listed stocks and shares	1,011	890	1,242	1,081	2,253	1,971	2,151	1,860
	1,011	890	1,292	1,128	2,303	2,018	2,209	1,911
Bank deposits and building society accounts	50		167		217		214	
Total for group	1,061		1,459		2,520		2,423	
Total for charity	1,061		1,459		2,520		2,423	

The charity owns 100 per cent of the issued share capital with a nominal value of £252 in its subsidiary undertaking.

Movement in quoted investments

	Unrestricted	Restricted	Total 2004
Market value as at 1 January 2004	956	1,253	2,209
Less: Disposals at opening book value			
Proceeds	531	85	616
(Gain) / Loss on sale	8	(29)	(21)
	539	56	595
Add:			
Acquisitions at cost	514	20	534
Gifts of shares	0		0
Net gains on revaluation	80	75	155
	594	95	689
Market valuation as at 31 December 2004	1,011	1,292	2,303

10. Debtors

	2004		2003	
	Unrestricted		Unrestricted	
	Group	Charity	Group	Charity
	£'000	£'000	£'000	£'000
Trade debtors	121	121	59	58
Accrued legacies	1,266	1,266	498	498
Tax recoverable	3	3	33	33
Other debtors	20	19	30	30
Amount due from subsidiary undertaking	0	8	0	29
Accrued income	27	27	13	13
Total	1,437	1,444	633	661

The figure for accrued income represents grants to be received for work already carried out. The figure for tax recoverable is the tax due for immediate repayment.

11. Cash at bank and in hand

	2004				2003			
	Unrestricted	Restricted	Group	Charity	Unrestricted	Restricted	Group	Charity
	Funds	Funds	£'000	£'000	Funds	Funds	£'000	£'000
Local committees, branches and groups	0	3,121	3,121	3,121	0	3,900	3,900	3,900
Central office	(1,465)	536	(929)	(929)	(1,144)	825	(319)	(319)
Subsidiary undertaking	9		9	0	33	0	33	0
Total	(1,456)	3,657	2,201	2,192	(1,111)	4,725	3,614	3,581

Cash and bank

Arthritis Care has a cash pooling arrangement for all unrestricted and restricted balances held at the Natwest Bank. All balances are utilised to minimise finance cost. Cash pooling does not affect the delivery of restricted projects.

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

12. Creditors: amounts falling due within one year

	2004		2003	
	Unrestricted		Unrestricted	
	Group	Charity	Group	Charity
	£'000	£'000	£'000	£'000
Trade creditors	391	387	359	355
Other creditors	153	152	161	161
Bank loan repayable within one year	48	48	47	47
Obligations under finance leases	0	0	6	6
Accruals	52	52	72	72
Total	644	639	645	641

13. Creditors: amounts falling due after one year

	2004	2003
	Unrestricted	Unrestricted
	£'000	£'000
Group and Charity	253	297
Bank loan:		

The bank loan is repayable over the remaining seven years of the original 20 year loan and secured by a legal mortgage over the property at 18 Stephenson Way, London. Interest is payable at 1.5 per cent over base rate.

14. Restricted funds

Central and regional funds

Central and regional funds hold donations, grants and other income given for specific purposes. The balances represent amounts which had not been spent at the year end. Full details of funds can be found in appendix A. Fund balances are supported by current assets.

Local committee, branch and group funds

Local committee, branch and group funds are raised and controlled locally for services to people with arthritis in the local area. They are held as restricted funds with the approval of the Charity Commission. Fund balances are supported by cash, investments and fixed assets.

	Balance 1/1/04	Movement in Funds		Transfers	Balance 31/12/04
	£'000	Income £'000	Expenditure £'000		£'000
Central and regional funds:					
Training and service development	295	233	359	0	169
Regional projects	107	52	110	8	57
Hotels	127	33	91	0	69
Public policy and information	296	442	497	0	241
	825	760	1,057	8	536
Local committee, branch and group funds	5,435	1,556	2,304	0	4,687
	6,260	2,316	3,361	8	5,223

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

15. Unrestricted funds

	Balance 1/1/04	Movement in Funds			Balance 31/12/04
	£'000	New designations £'000	Utilised/ realised £'000	Transfers £'000	£'000
Designated					
Contingency reserve	1,005	564	0	0	1,569
Capacity reserve	500	0	0	0	500
Cautionary reserve	1,053	0	369	0	684
Key projects and development reserve	200	0	0	0	200
Orton Rigg extension fund	367	0	0	0	367
Pension fund reserve	(1,137)	523	0	0	(614)
Total designated funds	1,988	1,087	369	0	2,706
 General funds	 400	 6,456	 6,116	 (8)	 732
 Charity unrestricted funds	 2,388	 7,543	 6,485	 (8)	 3,438

Designated reserves are set at levels which correspond to the organisation's policy on reserves. The policy and reserve levels are reviewed on a regular basis.

Contingency reserve

The fund is set at a level of reserves required to discharge liabilities in the event of closure. These liabilities include £614K which is the valuation of the final salary scheme pension fund deficit. This offsets the Pension Fund Reserve disclosed below.

Capacity reserve

This fund is set at a working capital level which will allow the organisation to stabilise and to re-establish adequate reserves.

Cautionary reserve

This reserve is to allow the organisation to continue its operations in the event of changes in levels of activity, income streams and other political, social, environmental and technological factors.

Key projects and development

To hold reserves of an adequate nature to fund projects at the end of externally funded lives and to take advantage of opportunities in the sector.

Orton Rigg extension fund

This fund comprises the net proceeds plus interest from the sale of Waring Bowen House together with other funds allocated for the extension of the Orton Rigg hotel in Poole, Dorset. The charity will reconsider this designation when the examination of the hotel operations is completed.

Pension fund reserve

This fund provides for the surplus/(deficit) disclosed under FRS 17 (Accounting for retirement benefits). When in deficit an equivalent amount is included in the contingency reserve detailed above. This reserve is set at a level to discharge liabilities in the event of closure.

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

16. Prior year adjustment

The trustees have adopted the full provisions of FRS 17 (Accounting for retirement benefits) in these accounts. In doing so a prior period adjustment has been made to restate the opening funds at 1 January 2003 to reflect the scheme deficit as at that date and the results for the year ended 31 December to reflect the movement in the scheme deficit during that year.

The effect of this change in accounting policy is as follows:

Effect on opening funds at 1 January 2003:

	£'000
Fund balances brought forward at 1 January 2003 as previously stated	10,545
Deficit on the pension scheme at 1 January 2003	(564)
Fund balances brought forward at 1 January 2003 as restated	<u>9,981</u>

Effect on 2003 reported net movement in funds:

	£'000
Net incoming resources as previously stated	(760)
Increase in deficit on pension scheme for the year	(573)
Net movement in funds in 2003 as restated	<u>(1,333)</u>

The annual pension charge to the statement of financial activities is also restated. Under FRS 17 the charge to the statement of financial activities represents the current service cost plus net finance costs.

This adjustment charges the net incoming resources for the year ended 31 December 2003 as follows:

	£'000
Net outgoing resources as previously reported:	(1,333)
Increase in pension charge	(44)
Net outgoing resources as restated	<u>(1,377)</u>

ARTHRITIS CARE
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2004

17. Analysis of group net assets between funds

	Unrestricted Funds £'000	Restricted Funds £'000	Total Funds £'000
Fund balances at 31 December are represented by:			
Tangible fixed assets	3,877	107	3,984
Investments	1,061	1,459	2,520
Current assets :			
Stock and debtors	1,467	0	1,467
Cash and bank <i>note (i)</i>	(1,456)	3,657	2,201
Current liabilities	(644)	0	(644)
Long term liabilities	(867)	0	(867)
Net assets	<u>3,438</u>	<u>5,223</u>	<u>8,661</u>
Unrealised gains included above:			
On tangible fixed assets	0	0	0
On investment assets (see below)	<u>121</u>	<u>75</u>	<u>196</u>
	<u>121</u>	<u>75</u>	<u>196</u>
Reconciliation of movements in unrealised gains on investment assets:			
Unrealised gains (losses) at 1 January 2004	56	(3)	53
Deduct in respect of disposals in year	<u>(15)</u>	<u>3</u>	<u>(12)</u>
	41	0	41
Add: Net gains arising on revaluations in year	80	75	155
Unrealised gains at 31 December 2004	<u>121</u>	<u>75</u>	<u>196</u>

(i) Cash and Bank

Arthritis Care has a cash pooling arrangement for all unrestricted and restricted balances held at the Natwest Bank. All balances are utilised to minimise finance cost. Cash pooling does not affect the delivery of restricted projects.

There is a deficit of £428K (2003: £106K) of liquid resources available for the core work of the charity made up of the excess of unrestricted investments and current assets over current liabilities.

Apart from designations of £2,706K, the charity now has £732K (2003: £400K) of general funds.

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

18. Retirement benefits

The charity operates a defined benefit scheme whose assets are held separately from those of the charity and are independently administered by the Pensions Trust. The Open Section of the scheme is contracted-out of the state scheme, whereas the closed Section is contracted-in. The scheme provides benefits based on 1/60th of final pensionable pay multiplied by pensionable service in completed months and years and is fully funded. The last formal valuation of the scheme was performed as at 30 September 2003 by a professionally qualified actuary. The employers' contribution will be increased to 13.1% from 1 January 2005 to meet the fund deficit over a period of 14 years, as advised by the actuary. The employer has paid contributions to the scheme at the rate of 13% of pensionable salaries over the accounting period. Members have contributed at the rate of 5% of pensionable salaries throughout the accounting period. Contributions to the scheme are charged so as to spread the cost of pensions over the employees' working lives with the charity.

Pension costs have been recognised in these accounts. The pension charge for the year was:

	£'000	
2004	279	being 13% of members' pensionable pay
2003	288	being 13% of members' pensionable pay

FRS17 retirement benefits

The valuation used for FRS 17 has been based on the most recent actuarial valuation at 30th September 2003 updated to take account the requirements of FRS17.

Financial assumptions

The financial assumptions used to calculate scheme liabilities under FRS 17 are as follows:

	at 31/12/04	at 31/12/03
	% pa	% pa
Inflation	2.50	2.90
Rate of increase in salaries	4.00	4.90
Rate of Increase in pension payments	2.50	2.90
Discount rate	5.30	5.40

Scheme assets and expected rate of return

The assets in the scheme and the expected rate of return were:

	at 31/12/04		at 31/12/03	
	Fair Value	Expected Rate	Fair Value	Expected Rate
	£'000	%pa	£'000	%pa
Equities and property	2,543	8.00	2,151	8.70
Bonds	901	5.00	608	4.80
Other	42	4.25	94	3.75
Total market value of assets	3,486	7.71	2,853	7.71
Present value of scheme liabilities	(4,100)		(3,990)	
Deficit in the scheme and net pension liability	(614)		(1,137)	
Analysis of movement in deficit				
Deficit at beginning of year	(1,137)		(564)	
Contributions paid by company	218		284	
Current service costs	(381)		(332)	
Other finance income	4		4	
Gain (loss) in the year	682		(529)	
Deficit at end of year	(614)		(1,137)	

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

19. Operating leases

The company has annual obligations under operating leases as follows:

	2004	2003
Land and buildings	£'000	£'000
Expiring in less than 1 year	18	36
Expiring between 2 and 5 years	19	22

20. Patterson Lodge

The charity is a member holding one £1 share of the Arthritis Care Abbeyfield (Devon) Society Ltd, an Industrial and Provident Society registered on 20 January 1995 under the Industrial and Provident Societies Act 1965 to manage Patterson Lodge as sheltered accommodation for people who have arthritis. Until February 2004, the charity was not a member of the Committee of Management of the Society and as such did not exercise any measure of control. On this basis the trustees do not consider the Society to represent an associated undertaking and therefore have not included the financial statements of the Society (available for inspection at the Financial Services Authority) in the consolidated financial statements of the group. Since the Society's annual general meeting, which took place February 2004, the charity's treasurer and director of England have been appointed to the management committee, the charity's company secretary has been appointed company secretary of the Society. This has been done as a short-term measure due to the resignation of the voluntary management committee. The intention behind the nominations is not to exercise control but to ensure ongoing management of the sheltered accommodation until a long-term solution is implemented. As there is no intention to control the Society and also that the levels of income and net assets of the society are not material to the accounts of Arthritis Care, they have not been consolidated.

21. Statutory grants and training contracts received

During the year the following discretionary statutory grants were received nationally and are included in service areas under 'Activities in furtherance of the charity's objects'.

	2004
	£'000
Big Lottery Fund	
All England	NLCB 010085979 55
Scotland	BLF 010022380 53
Northern Ireland	MH010053429 7
Department of employment	
Job Centre plus	46
AVOW	6
Aberdeenshire Council	2
Angus Council	1
Ayrshire & Arran Health Board	4
Blackburn & Darwen Primary Care Trust	8
Caerphilly council	10
Caerphilly Local Health Board	2
Carmarthenshire County Council Social Fund	1
Coastal regeneration	1
Dacorum Primary Care Trust	2
Denbighshire County Council	3
East Dumbartonshire Council	2
Falkirk Council	2
Forth Valley Health Board	5
Greater Derby Primary Care Trust	5
Greater Glasgow Health Board	10
Kennet & North Wiltshire Primary Care Trust	7
Merthyr Tydfil Voluntary Action	2
Neath Port Talbot Council for Voluntary Services	3
Newcastle Primary Care Trust	9
Newham Primary Care Trust	2
Subtotal carried forward	248

ARTHRITIS CARE

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

Subtotal brought forward	248
NI – Dept Of Health and Social Services & Public Safety, Childrens Fund	25
NI – Dept Of Health and Social Services & Public Safety, Executive Programme Funds	14
NI – Dept Of Health and Social Services & Public Safety, PIPPA project	7
NI – Foyle Health & Social Services Trust	5
NI – Newry & Mourne Local Health & Social Care Group	2
NI – North & West Belfast Local Health & Social Care Group	5
NI – Northern Health & Social services board	10
NI – Western Health Social Services Board	5
NI – Lisburn Health & Social Care Group	5
NI – South & East Belfast Health and Social Services Trust	3
North Bradford Primary Care Trust	12
Nottingham County Council	11
Ormskirk and District hospital	2
Pembrokeshire LHB Pain cycle	2
PAVS - South Pembrokeshire	2
Scottish Executive Section 9	13
Scottish Executive Section 10	15
Scottish Council of Voluntary Organisations	18
South & West Bradford Primary Care Trust	7
South Wiltshire Primary Care Trust	4
Tameside Pimary Care Trust	3
Watford and 3 Rivers Primary Care Trust	4
Welsh Assembly	5
West Lancashire Primary Care Trust	2
West Lothian healthcare NHS trust	2
West Wiltshire Primary Care Trust	5
Worcester Social Services	2
	438

Total statutory grants and training contracts received in 2003 was £732K.
A full list can be seen in the *Annual Report and Accounts 2003*.

Further analysis of grant awards are detailed in appendix A.

National Lottery Community Fund Grants to Branches

The total figure for grants to branches was £46,662. These were received by branches during the period 1 November 2003 to 31 October 2004. The grants to individual branches is included in appendix B.

Appendix A

Restricted central and regional funds

Project	Opening balance at 31/12/02	Income Resources	Resources Expended	Re-allocations	Closing balance at 31/12/03
	£'000	£'000	£'000	£'000	£'000
Training and service development					
CHAT Alliance	6,890	0	0	0	6,890
East of England ESF	(7,969)	26,031	(14,312)	0	3,750
West Midlands ESF	22,688	(22,688)	0	0	0
Northern Ireland – DHSS & PSCF	(3,951)	24,503	(26,792)	0	(6,240)
Challenging Arthritis	8,051	0	0	0	8,051
Central England training	22,835	(796)	(21,163)		875
Nottingham Prevention Grant	(5,980)	15,744	(5,279)	0	4,485
Greater Derby NHS Primary Care Trust	15,623	4,625	(13,412)	0	6,835
ESF – JCP Suffolk	(364)	0	(505)	0	(869)
The John Avins Trust	500	0	0	0	500
Wolverhampton Rheumatology Group	2,634	0	(1,500)	0	1,134
City of Worcester Comm Service	0	2,000	(893)	0	1,107
North England training	21,672	9,697	(27,587)		3,783
Newcastle Primary Care Trust	0	8,688	(44)	0	8,644
Tameside & Glossop Primary Care Trust	0	3,000	(8)	0	2,992
West Lancashire Primary Care Trust	0	2,000	0	0	2,000
North Bradford Primary Care Trust	0	11,627	(1,099)	0	10,528
Regional Committee	0	12	(260)	0	(248)
Hull & East Riding	0	5,000	(142)	0	4,858
Wrightington Self Help	0	500	0	0	500
Chorley Borough Council	0	600	0	0	600
South & West Bradford Primary Care Trust	0	6,500	0	0	6,500
Spinal Injuries Assoc	0	0	(210)	0	(210)
Training South East	15,694	3,834	(19,527)	0	0
Merton & Morden	2,109	0	(174)	0	1,935
Bedford Branch	376	418	(41)	0	753
Banstead And Sutton	(458)	0	(55)	0	(513)
Dacorum Primary Care Trust	(633)	1,991	(2,038)	0	(680)
Watford And 3 Rivers Primary Care Trust	(18)	4,450	(1,555)	0	2,878
Glaxo Smithcline	0	500	0	0	500
The Thompson Fund	0	1,250	0	0	1,250
Northern Ireland training	0	292	0	0	292
Northern Ireland (DHSS & PS Ref.410)	4,596	9,514	(13,222)	0	887
Northern Ireland Training – DHSS & PS		4,950	(8,305)	0	(3,355)
Wales training	(14,239)	27,292	(20,748)	0	(7,696)
David Jones Memorial Fund	761	0	0	0	761
Carmarthenshire	482	865	(1,246)	0	101
Pembrokeshire – Pain Cycle	1,194	2,241	(3,064)	0	371
Caerphilly Local Health Board	(333)	1,740	(383)	0	1,024
South Pembrokeshire	2,445	0	(636)	0	1,809
Bargoed Branch	0	1,900	(400)	0	1,500
Denbighshire County Council	0	2,625	(169)	0	2,456
Bridport Legacy (Challenging Arthritis In Dorset)	6,500	0	(2,850)	0	3,650
Kenneth & North Wiltshire Primary Care Trust	5,824	0	(3,779)	0	2,046
West Wiltshire – Primary Care Trust	5,378	0	(240)	0	5,138
South West training	49,090	7,631	(38,527)	0	18,194
Kenneth & Wilts Primary Care Trust	0	7,300	(778)	0	6,522
South Wiltshire Primary Care Trust	0	4,000	0	0	4,000
West Wiltshire Primary Care Trust	0	5,486	0	0	5,486
Scotland training	57,831	13,747	(78,073)	0	(6,495)
Dumfries & Galloway SM	50,046	0	(21,812)	0	28,233
West Lothian Council	1,958	0	0	0	1,958
Apple Tree Trust	2,319	1,000	(2,319)	0	1,000
Dumfries & Galloway, Highlands & Islands training	19,527	0	(8,202)	0	11,325
Gannochy Trust	2,500	0	(1,396)	0	1,104
SBAAT	0	4,000	(298)	0	3,702
East Dunbarton	0	1,500	(67)	0	1,433
Hsc10-Jeffrey Charitable Trust	0	2,000	(341)	0	1,659
Greater Glasgow Health Board	0	10,360	(15,244)	0	(4,884)
Aberdeenshire Council	0	2,400	0	0	2,400
West Lothian Healthcare Trust	0	2,000	0	0	2,000
Training and service development carried forward	295,578	222,328	(358,696)	0	159,210

Appendix A

<i>Training and service development carried forward</i>	295,578	222,328	(358,696)	0	159,210
Russell Trust – Scotland	0	500	0	0	500
Forth Valley Health Board	0	4,720	0	0	4,720
Hsc18 – Perth Branch	0	2,000	0	0	2,000
Angus Council	0	500	0	0	500
MS Society – Scotland	0	1,614	(671)	0	943
Scottish Womens Institute.	0	100	0	0	100
Gordon Fraser Charitable Trust	0	500	0	0	500
CHAT – Gill Murray	0	500	0	0	500
The Darroch Charitable Trust	0	200	0	0	200
	<u>295,578</u>	<u>232,962</u>	<u>(359,367)</u>	<u>0</u>	<u>169,173</u>
Regional and national projects					
All England infrastructure	17,512	0	(17,512)	0	0
England Central equipment	0	3,340	(581)	0	2,759
England Central miscellaneous	659	1,320	(1,408)	0	571
Empowering People in Wales-NLCB	9,252	(2,995)	(2,156)	0	4,101
London Project	4,075	(2,610)	0	0	1,465
England North miscellaneous	6,049	0	0	0	6,049
Northern Ireland equipment	239	0	0	0	239
Northern Ireland miscellaneous	9,444	0	(1,275)	0	8,169
Northern Ireland Positive Future Workshop	12,542	0	(1,437)	0	11,105
Ulster Garden Villages Youth Project	0	0	(7,541)	7,541	0
Personal Development – England South East	(1,147)	1,147	0	0	0
Positive Futures – England South East	7,622	4,192	(11,047)	0	767
Community Planning	0	18,000	(8,751)	0	9,249
Scotland Miscellaneous	8,418	0	(967)	0	7,451
Scottish Executive Section 10	(15)	13,029	(12,676)	0	338
Scottish Executive Section 9	0	15,425	(18,739)	0	(3,314)
England South East equipment	110	0	(93)	0	17
England South East miscellaneous	(1,525)	1,525	0	0	0
England South West equipment	0	0	0	0	0
England South West miscellaneous	11,427	0	(8,439)	0	2,988
TIS-Northern Ireland Community Involvement	15,135	0	(15,135)	0	0
Wales miscellaneous	6,682	0	(2,395)	0	4,287
	<u>106,480</u>	<u>52,373</u>	<u>(110,152)</u>	<u>7,541</u>	<u>56,242</u>
Hotels					
<i>Amenity Funds</i>					
Burnlea	5,228	10,620	(12,496)	0	3,352
Lovatt Lodge	2,581	7,602	(6,170)	0	4,012
New Mayfair	6,553	6,317	(4,833)	0	8,036
Orton Rigg	1,290	5,910	(3,791)	0	3,408
<i>Building Funds</i>					
Burnlea Hotel	4,451	0	(3,482)	0	969
Lovatt Lodge	10,109	0	(4,141)	0	5,968
New Mayfair	0	0	0	0	0
Orton Rigg	40,492	0	(13,010)	0	27,482
Central Hotel Funds	(1,474)	1,284	0	0	(190)
Orton Rigg extension fund	2,550	0	0	0	2,550
Miscellaneous grant fund	(650)	900	0	0	250
<i>Transport funds</i>					
Burnlea	21	0	0	0	21
Lovat Lodge	596	383	0	0	979
New Mayfair	6,861	0	0	0	6,861
Orton Rigg	9,523	0	(4,219)	0	5,304
Garfield Weston Trust	38,303	0	(38,303)	0	0
	<u>126,434</u>	<u>33,015</u>	<u>(90,446)</u>	<u>0</u>	<u>69,003</u>
Public Policy and Information					
Welconstruct – Health Information Point	0	0	(663)	0	(663)
Grant NICE coxibs review	140,000	0	(20,202)	0	119,798
GP information programme	0	2,306	(2,306)	0	0
Information campaign	92,750	0	(92,750)	0	0
META – analysis and report	10,000	0	0	0	10,000
Northern Ireland – Policy and Campaigns volunteers	5,299	7,240	(9,603)	0	2,936
Northern Ireland – information point	0	6,500	(6,617)	0	(117)
Northern Ireland TSB – information point	0	7,476	(933)	0	6,543
Campaigning in England	0	55,181	(62,407)	0	(7,226)
<i>Public policy and information carried forward</i>	<u>248,049</u>	<u>78,703</u>	<u>(195,481)</u>	<u>0</u>	<u>131,271</u>

Appendix A

<i>Public policy and Information carried forward</i>	248,049	78,703	(195,481)	0	131,271
People with Arthritis and Rheumatism Europe manifesto	0	238,908	(173,529)	0	65,378
Campaign for IOYR	0	2,942	0	0	2,942
Information service provision Scotland	13,445	13,073	(25,772)	0	746
Information outreach volunteers Scotland	17,808	64,931	(54,307)	0	28,433
Scotland volunteers Volunteer Action Fund	450	0	(450)	0	0
CHAT 2 Teachers	(250)	29,573	(25,806)	0	3,517
Mobile information project England South East	8,108	1,921	(4,926)	0	5,102
Website England South West	0	4,000	(2,922)	0	1,078
Website development	7,181	0	(7,181)	0	0
Lloyd TSB information point	0	8,196	(6,472)	0	1,724
Young persons helpline	1,000	0	0	0	1,000
	<u>295,790</u>	<u>442,246</u>	<u>(496,846)</u>	<u>0</u>	<u>241,191</u>
Total Restricted central and regional funds	<u>824,282</u>	<u>760,597</u>	<u>(1,056,812)</u>	<u>7,541</u>	<u>535,608</u>

Appendix B

Grants to branches

Branch	£
Alton & District	1,474
Bangor Self-Help Group	1,000
Bargoed	2,628
Bebington	930
Beverley & District	1,342
Bridgnorth & District Self-Help Group	380
Chessington And Hook	1,250
Crawley	250
Derby	927
Grantham	120
Heysham	250
Hinckley & District Self-Help Group	250
Hull & East Riding AC Support	5,000
Johnstone	499
North Tyneside	5,000
North West (NI) (Londonderry)	370
Reigate & District Support Group	500
Rutherglen & District	215
Scotland Committee	12,210
Shrops/Staffs	4,150
Skegness	120
Walsall	4,840
Walton-On-The-Naze	400
Wembley & Kingsbury	1,837
Wrightington Self-Help Group	150
Ystrad Mynach	570
	<u>46,662</u>

Appendix C

Branches

The figures may vary from branch financial returns due to application of standard accounting procedures on balance sheet items, elimination of inter company items and adjustments made for non coterminus return periods.

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
ACT Burton On Trent	2,073	4,208	3,299	2,982
Aberdare	42	0	0	42
Aberdeen	738,685	11,525	29,381	720,829
Abertillery	1,470	687	1,528	629
Aberystwyth	1,105	1,499	1,390	1,214
Acton & Ealing	4,837	0	3,008	1,829
Airdrie	2,920	2,438	3,218	2,140
Airedale & District Support Group	1,755	674	818	1,610
Alcester	2,188	0	2,188	0
Alexandria	1,648	0	0	1,648
Alford & District	2,607	1,709	2,012	2,304
Alnwick	2,755	2,019	2,233	2,541
Alton & District	15,442	9,663	8,390	16,715
Altrincham & District	9,343	3,765	5,390	7,718
Amble & District Self-Help	31	0	0	31
Ammanford	5,727	1,888	2,969	4,646
Annan & District	13,207	587	3,613	10,181
Arbroath	842	4,372	3,384	1,830
Armagh	3,061	2,029	2,223	2,867
Ashby De La Zouch	8,793	1,603	2,616	7,780
Ashford	0	10,690	3,175	7,515
Atherton	5,954	985	1,824	5,115
Aughton	3,258	786	1,459	2,585
Axe Valley Charabanc Group	1,459	0	0	1,459
Aylesbury Vale	2,988	392	2,321	1,059
Ayr	34	0	1,037	(1,071)
Badenoch	2,812	342	3,587	(432)
Ballycastle	1,967	1,265	2,030	1,202
Ballymena	2,702	1,560	2,954	1,309
Ballymoney	1,990	1,778	2,342	1,425
Banbridge	9,024	3,648	3,877	8,796
Banchory	5,022	3,093	3,153	4,961
Bangor Self-Help Group	590	1,253	1,580	263
Banstead & Sutton	46,066	3,351	4,894	44,523
Bargoed	3,902	3,917	5,557	2,262
Barnsley	4,828	0	4,809	19
Barrow-In-Furness	28,074	2,149	5,902	24,321
Barry	5,899	891	1,927	4,864
Basildon & District	1,854	2,002	1,568	2,287
Bath	2,398	0	2,348	50
Bathgate	4,806	3,138	4,431	3,513
Bebington	3,913	7,676	7,945	3,644
Bedford	9,866	12,167	12,642	9,392
Belfast East	10,993	680	2,163	9,510
Belfast Self-Help Group	2,631	(140)	230	2,260
Belfast South	542	609	1,117	34
Belfast South East	926	715	1,007	634
Beverley & District	5,321	2,159	4,022	3,458
Bexley & District	11,539	21,831	4,903	28,467
Billericay	2,224	887	1,102	2,009
Bingham & District	9,909	6,881	6,336	10,454
Birmingham Central	13,849	397	2,972	11,274
Birmingham South West	5,673	2,254	3,303	4,624
Bishopbriggs	11,658	0	0	11,658
Blackburn & Darwen	7,648	12,895	9,141	11,402
Blackpool & Fylde	39,087	18,212	10,616	46,683
Blairgowrie	7,176	1,084	7,597	663
Blandford	4,933	1,698	1,757	4,874
Blyth	253	0	0	253
Bodmin/Wadebridge	2,012	37	720	1,329
Bognor Regis	4,477	1,870	2,985	3,362
Bolton Central	7,503	16,311	543	23,271
Bolton Jubilee	4,055	936	1,801	3,190
Subtotal carried forward	1,120,279	199,067	221,340	1,098,006

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	1,120,279	199,067	221,340	1,098,006
Bo' Ness	930	2,035	1,861	1,104
Borders Self-Help	2,521	279	592	2,208
Bourne	2,736	1,282	3,198	820
Bournemouth & Poole	21,344	3,221	3,899	20,666
Bracknell	7,792	0	3,100	4,692
Bradford	8,447	4,547	5,470	7,524
Bradford Mid-Way Support Group	938	79	569	448
Braintree	1,772	2,278	1,571	2,479
Bridgnorth & District Self-Help Group	1,024	934	612	1,346
Bridgwater	1,669	946	815	1,800
Bridlington & District	12,436	4,469	7,949	8,956
Bridport	16,644	3,499	5,088	15,055
Brierley Hill	704	34	811	(73)
Brighton Sash	2,341	353	1,727	967
Bristol (Marksbury Road)	1,487	1,341	1,769	1,059
Bristol And Glos	2,442	0	30	2,412
Bristol North	3,890	1,469	4,595	764
Bristol South	6,363	1,028	2,682	4,709
Bristol West	3,894	308	1,261	2,941
Brixham	2,520	543	651	2,411
Bryncoch & District	24	0	0	24
Buchan Central	4,860	927	3,127	2,659
Burgess Hill & District	2,686	1,344	1,506	2,524
Burnham On Sea	15,317	2,006	5,358	11,965
Burnley	3,800	2,018	2,446	3,372
Burscough/Ormskirk	12,174	8,633	3,304	17,503
Bury St Edmunds	814	1,438	2,058	194
Bury St Edmunds Young Arthritis Group	(139)	671	1,238	(706)
Buxton & District	1,546	220	644	1,122
Caernarfon & District	2,614	2,842	1,989	3,467
California Farm	2,561	841	1,266	2,135
Callander	2,625	3,597	5,279	943
Camberley	8,314	0	8,281	33
Camborne	2,510	0	2,017	493
Cambs Suffolk	983	15	387	611
Campbeltown	1,889	821	1,437	1,273
Cannock & District	9,832	4,412	5,006	9,238
Cardiff	5,764	906	3,373	3,297
Carlisle Support Group	2,173	856	1,136	1,893
Carmarthen	3,630	219	1,402	2,448
Carrickfergus	1,406	2,242	1,637	2,011
Central Arthritis Self-Help	928	1,913	1,399	1,442
Central England Committee	7,678	47,983	17,597	38,065
Central Fife & Tayside	2,091	616	1,905	803
Chandlers Ford & Eastleigh	3,925	1,285	1,711	3,499
Chatham & District	11,316	2,522	3,176	10,662
Chelmsford	2,102	2,671	2,777	1,996
Chelsea	1,764	1,467	2,112	1,119
Cheltenham	6,212	1,076	1,679	5,609
Chessington And Hook	2,774	8,379	3,138	8,015
Chester	9,620	15,059	17,322	7,357
Chichester	2,909	1,719	1,571	3,057
Chilterns	852	162	716	298
Chingford	2,995	7,657	8,230	2,422
Chippenham	2,866	14,735	4,038	13,563
Chorley	7,849	0	1,356	6,493
Christchurch & District	17,619	2,495	5,060	15,054
Church Stretton	1,788	0	1,866	(78)
Churchdown	3,981	1,342	1,504	3,819
Clacton On Sea	44,849	13,177	25,249	32,777
Clevedon	1,885	837	2,067	654
Cleveland North	6,217	7,651	7,140	6,728
Cleveland South	21,022	2,597	3,256	20,364
Clydach	7,308	5,526	6,017	6,817
Clydebank	8,847	1,360	1,360	8,847
Subtotal carried forward	1,486,950	403,951	444,725	1,446,176

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	1,486,950	403,951	444,725	1,446,176
Coatbridge	2,358	651	1,763	1,245
Cockermouth	5,194	4,997	1,942	8,248
Coleraine	3,336	857	1,367	2,826
Condorrat/Kilsyth	2,876	0	518	2,358
Cookstown	16,277	5,404	4,813	16,868
Cornwall	0	0	0	0
Coventry & District	9,004	5,854	2,587	12,271
Craigavon	(5)	0	0	(5)
Crawley	1,563	20,585	6,439	15,709
Crickhowell & District	2,318	1,428	1,722	2,024
Cromer & Sheringham	3,267	619	2,548	1,338
Crook Support Group	1,242	758	620	1,380
Crowborough	5,161	748	1,586	4,323
Cumbernauld	4,358	7,723	4,705	7,376
Cumbria	3,191	80	0	3,272
Cwmbran	1,741	0	1,741	0
Darlington	5,950	852	1,712	5,090
Dawlish/Teignmouth	384	242	596	30
Deal	11,951	4,460	4,882	11,529
Denbigh & District	3,479	3,082	4,498	2,062
Denbighshire Arthritis Self-Help Group	0	0	0	0
Dengie Hundred Branch	1,547	3,908	4,233	1,223
Derby	24,479	2,703	5,449	21,733
Derby/Notts	4,761	196	4,682	274
Dersingham	2,839	23	725	2,137
Devizes	4,597	10,653	3,176	12,074
Devon	2,329	237	157	2,409
Dewsbury	1,330	0	0	1,330
Didcot	400	0	0	400
Dingwall	6,343	1,381	2,996	4,728
Donaghadee	1,349	5,585	2,067	4,868
Dorchester	4,738	1,532	1,767	4,503
Dorset	1,904	0	1,881	23
Doune And Dunblane	3,813	2,061	2,945	2,929
Dover	3,273	3,407	5,152	1,528
Downpatrick	343	0	0	343
Droitwich & District	2,502	1,527	3,721	309
Duddon Support Group	653	(58)	276	319
Dudley	342	4,040	3,585	796
Dumfries	6,426	2,919	3,503	5,842
Dundee Self-Help Group	1,583	23	482	1,124
Dungannon	5,458	0	1,888	3,570
Duns & District Self-Help	901	0	0	901
East Kilbride	3,293	3,015	3,192	3,116
East London Asian	2,197	80	410	1,866
East Sutherland	1,788	747	1,225	1,310
Eastbourne	21,087	3,842	4,779	20,150
Eden Valley	241	0	0	241
Edgware	3,112	1,448	1,497	3,063
Edinburgh	5,250	7,341	8,446	4,145
Edinburgh North	33	0	0	33
Edinburgh, Lothian & Scottish ALC	636	85	464	257
Edmonton	2,673	1,088	1,344	2,417
Egremont AC Support Group	1,010	504	836	678
Elgin & Lossiemouth	5,490	433	3,274	2,649
Ellon & District	3,496	869	1,879	2,486
Eltham	2,252	9,199	4,337	7,114
E-Mash	1,012	2,110	2,361	761
Enfield	3,215	1,668	2,010	2,873
Enniskillen	7,241	5,769	5,741	7,269
Epsom & Ewell	12,700	543	1,830	11,413
Exeter	16,576	1,935	7,192	11,319
Exmouth	70,506	2,947	5,847	67,606
Falmouth	4,624	0	1,829	2,795
Fareham	69	0	0	69
Subtotal carried forward	1,821,005	546,050	595,941	1,771,114

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	1,821,005	546,050	595,941	1,771,114
Felixstowe	3,175	3,828	3,106	3,897
Ferndown	12,314	13,550	14,678	11,186
Fleetwood	2,625	1,386	1,991	2,020
Folkestone	11,999	2,378	5,551	8,826
Forest Of Dean	853	26	763	116
Forres & District	6,119	1,439	6,048	1,510
Fraserburgh	2,315	1,160	1,597	1,878
Gainsborough	3,517	1,244	1,806	2,955
Gateshead	1,763	7,297	7,884	1,176
Glasgow Central Arthritis Self-Help Group	1,555	657	1,590	622
Glasgow East	16,384	1,789	3,013	15,160
Glasgow North	309,973	26,277	18,109	318,141
Glasgow South	171,771	29,434	24,079	177,126
Glasgow South West	40,347	5,922	6,719	39,550
Glasgow West	14,399	2,578	2,915	14,062
Glenrothes South	2,689	0	0	2,689
Gloucester	12,132	5,716	3,387	14,461
Goole & District Support Group	424	0	0	424
Grampian Yac Group	252	0	252	0
Grantham	6,587	1,963	3,466	5,084
Grantown-On-Spey & District	3,666	2,457	3,286	2,838
Grayshott	4,333	2,841	2,186	4,988
Great Yarmouth Arthritis Group	6,601	1,160	5,671	2,091
Greenock	6,183	7,577	3,218	10,542
Greenwich	6,578	0	11,287	(4,709)
Grimsby & Cleethorpes	4,561	14,010	9,734	8,837
Guernsey	12,277	2,439	2,646	12,070
Halton & District	15,078	5,094	5,425	14,747
Hamilton	1,852	5,218	4,450	2,620
Hampshire	89	109	93	105
Harrogate	17,710	4,306	5,898	16,118
Hartlepool & District	4,499	2,310	5,610	1,199
Hastings	5,075	6,095	7,194	3,976
Havant	5,394	1,693	4,257	2,830
Haverfordwest	8,125	10,044	8,293	9,876
Haverhill	2,055	0	2,050	6
Hawick	1,078	768	780	1,066
Haywards Heath & District	2,287	2,489	2,623	2,154
Heanor & District	3,876	(119)	2,154	1,603
Helensburgh	18,732	2,265	4,187	16,810
Helston	1,635	474	1,491	618
Heref/Warcs/Worcs	567	0	184	383
Hereford	8,210	4,283	3,389	9,104
Herne Bay	999	0	387	612
Herts/Essex	3,355	3,750	4,328	2,777
Heysham	7,416	2,251	4,296	5,371
Highland Islands And Grampian	752	663	953	462
Hillingdon	347	0	0	347
Hinckley & District Self-Help	4,332	1,188	2,765	2,754
Honiton And District	4,136	(2,575)	1,705	(144)
Hornchurch	2,733	1,241	1,257	2,717
Horsham	3,715	2,465	1,330	4,851
Hucknall	1,201	(17)	622	562
Huddersfield	1,637	0	827	810
Huddersfield Midway Support Group	1,822	203	1,015	1,010
Hull & East Riding AC Support	688	5,111	207	5,591
Hull (Kingston Upon Hull)	10,748	1,591	3,252	9,087
Hurst Green	5,202	648	2,681	3,169
Hyndburn & District	5,121	8,180	8,517	4,784
Ilford	9,845	2,054	3,413	8,485
Ilfracombe	1,830	127	872	1,085
Ilkley & District	14,240	5,260	7,491	12,010
Inverness & District	4,718	718	1,387	4,049
Inverurie & District	4,431	2,060	2,591	3,900
Ipswich	11,482	3,885	5,401	9,966
Subtotal carried forward	2,683,410	767,010	854,297	2,596,123

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	2,683,410	767,010	854,297	2,596,123
Isle Of Axholme	2,359	2,135	2,054	2,440
Isle Of Harris	1,346	712	512	1,546
Isle Of Sheppey	7,121	0	0	7,121
Isle Of Wight	79,726	4,194	10,357	73,563
Islington & Hackney	15,700	726	632	15,794
Islwyn	353	0	0	353
Ivel	1,878	0	518	1,360
Jersey	118,085	2,719	17,085	103,719
Johnstone	2,240	673	1,591	1,322
Jointz Parents YAC Group	9,390	3,494	5,758	7,126
Kendal	6,181	13,475	7,390	12,267
Kent	48	100	145	2
Kettering	6,249	2,954	2,954	6,249
Kidderminster Self-Help Group	6,561	315	1,393	5,484
Kidlington (Oxon)	2,138	0	2,362	(224)
Kilkeel	1,583	1,661	1,719	1,525
Kilmarnock	1,467	0	1,467	0
Kilmarnock AC Self-Help Group	789	22	623	188
Kings & Dulwich	2,690	1,061	2,692	1,059
Kings Lynn	8,272	5,265	7,154	6,382
Kingston Upon Thames	1,597	364	350	1,611
Kirkby In Ashfield	2,137	6,316	(906)	9,359
Kirkby Stephen Support Group	682	159	570	272
Kirkcaldy	1,884	1,654	1,546	1,992
Kirriemuir	3,625	749	1,361	3,013
Lambeth	18,081	1,379	2,925	16,535
Lampeter	6,581	0	0	6,581
Lanark/Carlisle & District	9,234	0	9,160	74
Lancashire	2,491	792	1,259	2,024
Lancaster	2,303	680	1,220	1,763
Largs	69,950	0	69,950	0
Larne	968	1,707	2,259	416
Lea Valley	35,850	6,592	5,918	36,524
Leamington Spa	31,044	2,039	3,496	29,587
Leeds	8,069	1,132	3,965	5,236
Leic/Northants/Rut ALC	508	141	492	157
Leicester	5,939	0	5,939	0
Leith	102	0	124	(22)
Leominster	1,078	1,315	1,453	940
Levenmouth	1,276	8	943	340
Lewisham	1,658	0	1,658	0
Lichfield	7,534	10,429	2,688	15,276
Limavady	2,837	1,216	1,992	2,062
Lincoln	7,640	1,731	3,193	6,178
Lincolnshire	4,521	70	4,567	24
Linwood	3,367	2,197	5,136	428
Lisburn	3,931	64	2,915	1,080
Lisnaskea	5,916	10,261	15,064	1,113
Littlehampton/Rustington	11,223	1,809	3,255	9,777
Livingston & District	2,366	0	2,366	0
Llanelli Arthritis Self-Help Group	893	391	535	749
Loanhead & District	6,628	0	6,628	0
Long Eaton	3,406	1,065	1,457	3,014
Lothian AC Self-Help Group	1,436	162	583	1,015
Louth & District	4,147	2,449	2,616	3,980
Lowestoft	18	0	0	18
Ludlow Arthritis Care	1,990	(145)	1,802	43
Luton & District	10,652	1,694	3,953	8,393
Lymm	444	0	79	366
Lytham St Annes	1,653	0	0	1,653
Mablethorpe	713	7	720	0
Maghera	2,560	857	2,612	806
Magherafelt	4,951	3,650	2,714	5,887
Maidenhead	5,436	3,899	2,866	6,469
Maidstone & District	2,446	2,522	3,512	1,456
Subtotal carried forward	3,259,354	875,870	1,105,637	3,029,587

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	3,259,354	875,870	1,105,637	3,029,587
Maldon	6,671	1,758	4,081	4,348
Manchester South	5,950	14,932	7,923	12,958
Mansfield	3,093	1,272	3,735	629
Marlow Riverside	4,609	0	4,609	0
Mercia Hydrotherapy Group	5,141	3,438	6,084	2,495
Mere Self-Help Group	185	(60)	15	110
Merthyr Tydfil	5,881	1,298	1,390	5,788
Merton & Morden	15,691	7,221	12,412	10,500
Mid-Way Support Group Yorkshire	1,115	457	479	1,093
Milford-On-Sea	3,568	1,591	1,657	3,501
Milton Keynes	2,178	165	489	1,854
Mitcham	3,605	0	3,607	(2)
Montrose	1,205	1,275	1,560	920
Morpeth	1,335	1,239	1,796	777
Morrison	1,750	0	1,751	(1)
Musselburgh	4,642	1,643	599	5,685
Nairn & District	229,104	23,144	30,882	221,366
Neath & District	16,965	1,889	5,930	12,924
New Malden	5,328	1,869	2,008	5,189
New Milton	3,915	1,552	4,319	1,148
Newark & District	17,557	1,119	3,705	14,972
Newcastle (County Down)	430	6,639	5,659	1,410
Newcastle City	15,953	6,037	7,621	14,369
Newcastle Emlyn	2,155	0	621	1,534
Newcastle West	5,392	1,854	3,247	3,999
Newham	6,551	1,994	3,750	4,795
Newmarket	6,292	4,281	4,265	6,309
Newport	2,568	0	2,568	0
Newquay	1,494	0	1,335	159
Newry	973	723	1,351	345
Newton Abbot	71,911	1,944	14,372	59,483
Newton Stewart	6,281	3,632	4,249	5,664
Newtownabbey	3,133	670	2,145	1,658
Newtownards	3,451	354	876	2,929
Norfolk	3,727	144	3,539	332
North Birmingham YAC Group	1,689	464	945	1,208
North East	518	3,164	3,073	610
North East Northern Ireland	532	0	0	532
North England Committee	30,669	2,821	11,599	21,891
North Shropshire	2,361	0	2,355	6
North Staffs Self-Help	3,572	2,616	3,606	2,582
North Tyneside	3,764	13,059	5,757	11,066
North Wales	260	68	0	328
North Walsham	38,445	52,026	5,970	84,500
North West	1,147	5,614	5,341	1,420
North West (NI) (Londonderry)	5,395	1,077	3,715	2,757
North West Sutherland	433	95	429	99
North Yorks AC Support Group	141	0	0	141
Northampton	45,574	21,678	11,500	55,752
Northampton Link Group	5,478	4,625	4,721	5,382
Northern Ireland Committee	83,604	6,542	29,055	61,091
Northwich	7,474	7,630	5,887	9,217
Norwich	9,534	5,440	7,791	7,183
Nottingham	5,554	1,796	4,829	2,521
North Notts Arthritis Self-Help	6,019	3,687	5,253	4,453
Nuneaton & Bedworth Self-Help Group	1,199	117	405	911
Oldham & District	15,913	0	0	15,913
Omagh	3,669	3,839	2,639	4,868
Orkney	16,786	10,381	7,275	19,891
Oswestry Self-Help Hydrotherapy	3,050	4,392	3,996	3,446
Oystermouth	1,544	1,022	1,745	821
Paisley	3,423	3,720	2,691	4,452
Peacehaven	3,477	0	0	3,477
Peebles & District	1,182	1,146	1,351	977
Penarth	8,949	0	0	8,949
Subtotal carried forward	4,040,507	1,126,961	1,392,195	3,775,274

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	4,040,507	1,126,961	1,392,195	3,775,274
Penicuik	(54)	0	1,487	(1,540)
Penrith	1,685	1,152	2,711	127
Penzance	2,527	1	2,528	0
Perth	8,760	3,221	6,735	5,246
Peterborough	3,792	4,243	3,557	4,477
Peterhead & District	2,368	183	644	1,907
Peterlee & District	17	329	426	(79)
Pinner	3,684	3,256	2,275	4,665
Pitlochry	2,096	2,320	3,580	836
Plymouth Arthritis Care Self-Help	13,274	6,109	6,699	12,685
Plymouth	26,619	2,603	3,146	26,076
Pontefract & District	11,256	6,559	7,697	10,117
Pontyclun	5,125	0	5,125	0
Pontypool & District	1,156	(173)	1,753	(770)
Pontypridd	1,792	0	1,792	0
Portadown	2,076	1,582	2,547	1,111
Porthmadog	1,848	1,260	2,097	1,011
Potters Bar	9,380	1,956	3,295	8,041
Prestatyn	2,873	1,506	3,479	901
Preston	12,138	0	2,651	9,486
Reading	8,332	1,187	4,278	5,241
Redditch	340	582	651	271
Redruth	2,309	0	2,302	7
Reigate & District Support Group	4,600	1,928	2,964	3,564
Rhyl & District	1,296	0	1,296	0
Rhymney	663	0	0	663
Richmond Upon Thames	28,863	24,580	46,847	6,596
Ripon	31	0	0	31
Rochdale	3,777	742	1,110	3,409
Rochford	1,988	0	318	1,671
Romford	19,249	8,057	5,771	21,535
Romsey	9,395	3,582	5,038	7,939
Rossendale	1,254	0	0	1,254
Rugby	11,937	0	11,937	0
Rushden & Higham	3,872	2,414	3,922	2,363
Rutherglen & District	14,149	577	4,421	10,305
Ryburn Valley	4,015	185	824	3,376
Salisbury	12,569	1,769	3,056	11,282
Saltash	1,260	235	1,161	334
Scarborough	13,135	3,614	6,635	10,114
Scotland Committee	41,553	101,043	123,352	19,244
Scotland West And Solway	2,279	0	0	2,279
Scunthorpe	5,822	4,204	5,295	4,731
Sevenoaks	897	495	733	659
Shepton Mallet	8,228	1,261	3,705	5,784
Shetland	11,684	7,444	7,356	11,772
Shipley	1,824	1,914	2,540	1,198
Shrewsbury	2,871	3,566	6,092	345
Shrops/Staffs	1,557	4,165	1,936	3,785
Sittingbourne	5,624	3,272	5,081	3,816
Skegness	14,032	4,429	8,858	9,603
Skelmersdale	4,160	0	1,647	2,514
Sleaford	5,769	1,340	2,403	4,706
Solihull	2,811	1,200	1,352	2,659
Somerset	981	0	10	971
Somerton	1,516	1,266	929	1,853
South Central Scotland	2,683	733	2,511	905
South East Northern Ireland	150	0	0	150
South East Wales	588	1,677	1,689	576
South Forest Self Help Group	1,941	3,788	3,194	2,535
South Manchester Support Group	1	42	428	(385)
South Queensferry	3,074	1,491	2,461	2,104
South Shields	5,796	15,320	8,851	12,265
South West England Regional Committee	67,315	54,097	84,228	37,184
South West Wales	565	35	0	600
Subtotal carried forward	4,371,301	1,425,302	1,833,601	3,963,002

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	4,371,301	1,425,302	1,833,601	3,963,002
Southall	0	0	0	0
Southampton	781	16,437	6,527	10,691
Southbourne & Boscombe	1,757	0	0	1,757
South-East England Committee	31,089	25,638	7,483	49,244
Southport & District	6,960	2,125	4,351	4,734
Spalding	3,784	528	1,666	2,646
St Albans	19,747	1,659	2,567	18,839
St Albans YAC Group	785	0	3	782
St Andrews	4,529	2,235	3,091	3,673
St Austell & District	3,195	0	0	3,195
St Helens	17,080	813	16,473	1,420
St Ives & District	7,398	2,453	3,663	6,188
St Ives Branch	120	0	0	120
St Neots/Huntingdon	4,028	2,040	3,644	2,424
Stafford	8,349	3,131	3,468	8,012
Stamford	4,929	3,354	3,492	4,791
Stockport And District	4,260	735	2,248	2,747
Stoke On Trent	1,678	0	0	1,678
Stonehaven	5,392	2,496	2,502	5,386
Stonehouse	1,601	7,654	4,224	5,031
Street	3,808	1,272	1,945	3,135
Stretford	3,209	0	171	3,038
Stroud	10,347	11,291	4,724	16,914
Sunderland	10,507	0	0	10,507
Surrey & Sussex	194	0	0	194
Sutton In Ashfield	314	0	566	(252)
Swadlincote	6,434	263	3,110	3,587
Swansea	3,592	2,314	3,367	2,539
Swindon Self-Help Group	810	0	0	810
Swindon South	5,156	1,211	2,123	4,244
Syston	2,184	2,094	2,418	1,860
Tain	1,923	4,554	4,319	2,158
Tameside Arthritis Group (Tag)	420	0	0	420
Tamworth	5,212	0	0	5,212
Taunton	62,114	31,520	18,170	75,464
Teesdale	7,688	9,572	9,240	8,021
Telford & Wrekin	17,253	16,522	23,381	10,394
Tewkesbury	1,772	879	1,228	1,423
Thamesmead	2,922	305	747	2,480
Thanet East	2,248	0	2,178	70
Thanet West	23,452	3,527	5,383	21,596
Thetford	3,727	591	1,674	2,644
Thornton Cleveleys	7,798	2,078	8,359	1,517
Thurso	3,590	377	1,508	2,460
Tiverton/Bampton	6,560	3,906	5,028	5,438
Torquay & Paignton	95,839	8,697	17,026	87,510
Totnes & District	19,958	0	19,958	0
Tredegar	5,003	1,798	4,232	2,568
Troon	8,844	3,434	4,303	7,976
Trowbridge & District	1,361	1,874	1,943	1,292
Truro	2,143	1,393	1,922	1,614
Turrit & District	7,510	2,870	4,823	5,556
Ulverston	4,523	1,712	2,329	3,906
Wakefield	5,422	4,830	1,845	8,407
Wales Committee	16,413	9,888	1,607	24,694
Walsall	2,651	18,002	5,689	14,964
Waltham Forest South	10,417	10,150	4,348	16,219
Walton-On-The-Naze	6,390	3,454	4,058	5,786
Wandsworth	22,649	581	2,720	20,510
Wansbeck	6,977	2,038	3,484	5,531
Warminster/Westbury	3,580	697	1,972	2,305
Washington	792	0	394	397
Watford	188,954	13,689	22,664	179,979
Wellingborough	4,259	742	2,467	2,534
Wells	20,616	4,997	5,174	20,439
Subtotal carried forward	5,126,296	1,679,725	2,111,598	4,694,423

Appendix C

Branches (continued)

Name	Opening funds as at 01/11/03	Income	Expenditure	Closing funds as at 30/10/04
Subtotal brought forward	5,126,296	1,679,725	2,111,598	4,694,423
Welwyn Garden City	186	0	186	0
Wembley & Kingsbury	16,244	5,153	8,371	13,026
West Bromwich Self-Help Group	15,689		11,561	13,397
West Linton	376	2,660	2,615	421
West Midlands ALC	884	0	428	457
West Wirral	33,093	12,609	8,600	37,102
Westbourne	2,176	1,446	4,665	(1,043)
Western Isles (Stornoway)	4,285	2,316	3,596	3,004
Western Northern Ireland	642	311	65	888
Weston Super Mare & District	11,832	5,165	9,447	7,550
Weymouth	1,511	927	1,802	637
Wick & District	3,450	1,154	1,185	3,419
Wigan Arthritis Care	1,421	0	0	1,421
Wigton Support Group	0	198	258	(60)
Williton & Watchet	3,199	1,673	3,111	1,761
Wiltshire	652	21	99	574
Winchester	5,515	1,602	3,148	3,969
Winsford	2,853	5,854	2,930	5,777
Wisbech	982	0	970	12
Wishaw	2,936	4,561	6,406	1,091
Witney	3,290	0	3,266	24
Woking	0	8,319	(1,614)	9,934
Wolverhampton	29,896	2,567	10,691	21,772
Woodford	33,010	10,471	10,052	33,429
Woodley & Earley	2,732	1,625	2,611	1,746
Woolton (Liverpool)	7,760	0	0	7,760
Worcester	2,302	2,196	1,137	3,361
Worksop	1,261	0	1,008	253
Worthing & District	19,569	6,298	9,037	16,830
Wrightington Self-Help Group	1,946	436	828	1,554
Wymondham	7,247	0	6,298	949
Yac Renfrewshire Group	334	0	0	334
Yac South Hampshire Group	827	21	0	848
Yeovil	60,129	13,640	5,189	68,580
Young Arthritis Care Self-Help Group Smash	1,960	50	0	2,010
York & District	12,394	1,955	12,019	2,330
Yorkshire	2,030	292	692	1,630
Ystrad Mynach	3,435	1,718	2,581	2,573
Ystrad Rhondda	2,432	29	2,447	14
Ystradgynlais	8,272	979	1,561	7,691
Prior period adjustment	(118,376)	0	0	(118,376)
Accounting basis adjustment	0	(333,240)	0	(333,240)
Inter company adjustments	0	0	(2,132)	2,132
Depreciation	0	0	57,292	(57,292)
Investment gains/(losses)	0	104,000	0	104,000
	<u>5,435,048</u>	<u>1,556,000</u>	<u>2,304,000</u>	<u>4,687,048</u>

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