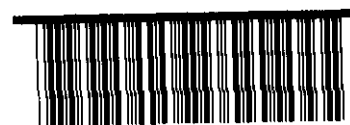


TREETOPS HOSPICE TRUST
(LIMITED BY GUARANTEE)
REPORT OF THE TRUSTEES
AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2001

Company Registration Number 1801708



A38	*ASJU0402*	0524
COMPANIES HOUSE		13/10/01
A02		0518
COMPANIES HOUSE		04/10/01

TREETOPS HOSPICE TRUST

TRUSTEES

F Anderson	
Mrs J Anderson	(Appointed 9/10/00)
W Baxendale-Baines	
J Caddick	
C Cheetham	(Chairman - Fundraising)
N Cheetham	
J Eagle	
Mrs R Eycott	(Appointed 9/10/00)
M Fox	
Dr. H Godridge	(Appointed 9/10/00)
J Griffiths	(Chairman - Executive)
P Harvey	(Resigned 9/10/00)
J Heath	
M Henry	
S Jones	
G Partington	(Resigned 9/10/00)
R Saltmarsh	(Resigned 9/10/00)
G Saville	(Chairman - Board of Trustees)
J Shields	(Treasurer)
A Taylor	
P Thomson	
R Webster	
I Wilkinson	(Resigned 1/08/00)
Mrs B Wilson	(Appointed 9/10/00)

SECRETARY

R Thomas

REGISTERED OFFICE

Treetops Hospice
Derby Road
Risley
Draycott
Derbyshire
DE72 3SS

REGISTERED NUMBER

1801708 (England & Wales)

REGISTERED CHARITY NUMBER

519540

AUDITORS

Johnson Murkett and Hurst
Chartered Accountants
Rawdon House
Rawdon Terrace
Ashby de la Zouch
Leicestershire
LE65 2GN

ANNUAL REPORT AND CONSOLIDATED ACCOUNTS

31 MARCH 2001

Pages	1 - 2	Report of the Trustees
	3	Report of the Auditors
	4	Consolidated Balance Sheet
	5	Consolidated Statement of Financial Activities
	6 - 11	Notes to the Accounts

The following pages do not form part of the statutory accounts:

12	Operational Income and Expenditure Account
----	--

TREETOPS HOSPICE TRUST**REPORT OF THE TRUSTEES**

The Trustees present their annual report with the accounts of the Trust for the year ended 31 March 2001.

PRINCIPAL ACTIVITY

The principal activities of the Trust in the year under review were the provision of nursing and other facilities for the terminally ill and the raising of funds for that purpose.

The Trust's subsidiary company, Treetops Funding Limited, manages a lottery and charity shops to raise funds for the hospice.

CHARITABLE STATUS

The Trust is a registered charity.

CHAIRMAN'S REPORT

In accordance with The Statement of Recommended Practice for Charities, the Chairman, Mr G Saville, has prepared a report detailing the performance of the Trust for the year ended 31 March 2001. A copy is attached to these accounts.

TRUSTEES

None of the other trustees have any interest in the shares of any other group company, including rights to subscribe for shares.

TRUSTEES' RESPONSIBILITIES

Company law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Trust and of the group and of the surplus or deficit for that period. In preparing those accounts, the Trustees are required to:

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- * prepare the accounts on the going concern basis unless it is inappropriate to presume that the Trust will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

TREETOPS HOSPICE TRUST

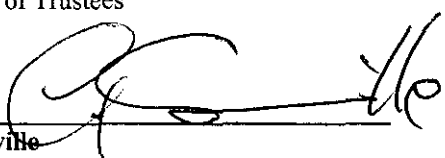
REPORT OF THE TRUSTEES

AUDITORS

A resolution to re-appoint as auditors Messrs. Johnson Murkett and Hurst in accordance with Section 385 of the Companies Act 1985 will be placed before the members at the forthcoming Annual General Meeting.

In preparing the above report, the Trustees have taken advantage of special exemptions applicable to small companies provided by Part VII of the Companies Act 1985.

Signed on behalf of the
Board of Trustees



G Saville
Chairman



J Shields
Treasurer

Approved by the Board on: 30th July 2001

REPORT OF THE AUDITORS
TO THE MEMBERS OF TREETOPS HOSPICE TRUST

We have audited the accounts set out on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As described on page 1, the Trustees, who are also the directors of Treetops Hospice Trust for the purposes of company law are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with 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 accounts. It also includes an assessment of the significant estimates and judgements by the Trustees in the preparation of accounts, and of whether the accounting policies are appropriate to the Trust'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 accounts 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 accounts.

OPINION

In our opinion the accounts give a true and fair view of the state of affairs of the Trust, and of the group, as at 31 March 2001 and of its incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.



Johnson, Murkett and Hurst

Chartered Accountants and Registered Auditors

Date:

26 September 2001

Ashby de la Zouch
Leicestershire

TREETOPS HOSPICE TRUST**CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2001**

		Group		Trust	
	Notes	2001	2000	2001	2000
		£	£	£	£
FIXED ASSETS					
Tangible assets	10	358,839	362,609	357,710	361,104
Investments	11	-	-	10,000	10,000
		<u>358,839</u>	<u>362,609</u>	<u>367,710</u>	<u>371,104</u>
CURRENT ASSETS					
Stocks		5,480	867	-	-
Debtors	12	8,282	6,755	3,242	3,916
Cash in Bank and in Hand		127,611	88,267	105,889	61,444
		<u>141,373</u>	<u>95,889</u>	<u>109,131</u>	<u>65,360</u>
CREDITORS: Amounts falling due within one year	13	56,767	59,020	41,360	43,954
NET CURRENT ASSETS		<u>84,606</u>	<u>36,869</u>	<u>67,771</u>	<u>21,406</u>
NET ASSETS		<u>443,445</u>	<u>399,478</u>	<u>435,481</u>	<u>392,510</u>
CAPITAL FUNDS					
Restricted Funds	17	10,677	-	10,677	-
Unrestricted Funds		432,768	399,478	424,804	392,510
		<u>443,445</u>	<u>399,478</u>	<u>435,481</u>	<u>392,510</u>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the
Board of Trustees

G Saville
Chairman

Date: 30th July 2001

J Shields
Treasurer

Date: 30th July 2001

The notes on pages 6 to 11 form part of these accounts.

TREETOPS HOSPICE TRUST**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES****FOR THE YEAR ENDED 31 MARCH 2001**

		<u>Restricted</u> <u>Funds</u>	<u>Unrestricted</u> <u>Funds</u>	<u>Total</u>	<u>Total</u>
	<u>Notes</u>	<u>2001</u>	<u>2001</u>	<u>2001</u>	<u>2000</u>
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
INCOMING RESOURCES					
Donations and Gifts	8	14,104	72,822	86,926	58,760
Proceed of Events and General Activities	8	-	97,298	97,298	78,310
Contracts	9	-	129,845	129,845	140,270
Investment Income		-	7,274	7,274	3,364
Charity Rate Relief		-	5,720	5,720	5,623
Net Income of Trading Subsidiary	4	-	76,964	76,964	76,968
TOTAL INCOMING RESOURCES		<u>14,104</u>	<u>389,923</u>	<u>404,027</u>	<u>363,295</u>
RESOURCES EXPENDED					
Direct Charitable Expenditure		3,427	255,486	258,913	246,908
Other Expenditure:-					
Fund Raising and Publicity Costs		-	60,904	60,904	62,653
Management and Administration of the Charity		-	40,243	40,243	32,359
		<u>3,427</u>	<u>356,633</u>	<u>360,060</u>	<u>341,920</u>
NET INCOMING RESOURCES		<u>10,677</u>	<u>33,290</u>	<u>43,967</u>	<u>21,375</u>
FUND BALANCES					
As at 31 March 2000		-	399,478	399,478	378,103
FUND BALANCES					
As at 31 March 2001	17	<u>10,677</u>	<u>432,768</u>	<u>443,445</u>	<u>399,478</u>

CONTINUING OPERATIONS

None of the Trust's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The Trust has no recognised gains or losses other than the surplus or deficit for the above two financial years.

The notes on pages 6 to 11 form part of these accounts.

TREETOPS HOSPICE TRUST**NOTES TO THE CONSOLIDATED ACCOUNTS****FOR THE YEAR ENDED 31 MARCH 2001****1. ACCOUNTING POLICIES**

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Trusts financial statements

a) Basis of Accounting

The financial statements have been prepared under the historical cost convention, and are in accordance with applicable accounting standards and the Charities Accounting Statement of Recommended Practice (SORP 1995). There have been no changes in the accounting policies.

b) Consolidation

The consolidated financial statements have been prepared for the charity and it's wholly owned subsidiary Treetops Funding Limited.

c) Tangible Fixed Assets

Depreciation is provided on tangible fixed assets at the following annual rates in order to write off each asset over its estimated useful life:

Leasehold Property	- 2% reducing balance
Fixtures and Fittings	- 15% reducing balance
Office Equipment	- 15% reducing balance
Motor Vehicles	- 25% reducing balance
Freehold Buildings	- equal annual instalments over estimated life

d) Income

All income recorded in the financial statements is gross before deducting any costs. Due to the charitable status of the Trust no VAT is applicable.

e) Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against the surplus as incurred.

d) Pension Costs

Contributions in respect of the Hospice's defined contribution pension schemes are charged to the income and expenditure account for the year in which they are payable to the scheme.

2. INCOME

All the income was generated within the United Kingdom.

TREETOPS HOSPICE TRUST**NOTES TO THE CONSOLIDATED ACCOUNTS****FOR THE YEAR ENDED 31 MARCH 2001****3. NET INCOMING RESOURCES**

The net incoming resources are stated after charging:

	Group		Trust	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Depreciation of Tangible				
Fixed Assets	10,887	10,716	10,511	10,215
Auditors' Remuneration	5,035	4,113	2,685	2,685
Staff Salary Costs (Inc NIC)	259,772	232,436	239,730	224,448
Staff Pension Costs	11,592	8,834	11,592	9,520
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

4. NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The charity has a wholly owned subsidiary, which was incorporated in the UK, Treetops Funding Limited. The company covenants its taxable profits to Treetops Hospice Trust. A summary of the trading results is shown below. Audited accounts have been filed with the Registrar of Companies.

Profit and Loss Account		<u>2001</u>	<u>2000</u>
		<u>£</u>	<u>£</u>
Lottery Receipts		164,262	175,329
Lottery Prizes		72,201	71,340
		<u>92,061</u>	<u>103,989</u>
Shop Sales (net)		67,497	64,157
Sundry Income		224	83
		<u>159,782</u>	<u>168,229</u>
Administration		(82,818)	(91,261)
		<u>76,964</u>	<u>76,968</u>

5. ANALYSIS OF TOTAL RESOURCES EXPENDED

Year to 31 March 2001	<u>Staff Costs</u>	<u>Other</u>	<u>Depreciation</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Direct Charitable Expenditure	193,089	60,698	5,126	258,913
Other:-				
Fund Raising and Publicity	39,555	20,387	962	60,904
Management and Administration of the Charity	28,165	7,655	4,423	40,243
	<u>260,809</u>	<u>88,740</u>	<u>10,511</u>	<u>360,060</u>
Year to 31 March 2000	<u>247,316</u>	<u>84,389</u>	<u>10,215</u>	<u>341,920</u>

No employee earned £40,000 p.a. or more

The average number of employees was:-

	<u>2001</u>	<u>2000</u>
Direct Charitable Expenditure	33	38
Fund Raising and Publicity	3	1
Management and Administration	2	1
	<u>38</u>	<u>40</u>

TREETOPS HOSPICE TRUST**NOTES TO THE CONSOLIDATED ACCOUNTS****FOR THE YEAR ENDED 31 MARCH 2001****6. CHANGES IN RESOURCES AVAILABLE FOR CHARITY USE**

	<u>2001</u> <u>Restricted</u> <u>Funds</u>	<u>2001</u> <u>Unrestricted</u> <u>Funds</u>	<u>2001</u> <u>Total</u>	<u>2000</u> <u>Total</u>
Net movement in funds for the year	10,677	33,290	43,967	21,375
Net decrease/(increase) in tangible fixed assets:				
For direct charitable expenditure	-	2,641	2,641	(2,474)
For other purposes	-	1,130	1,130	(1,354)
	<u>10,677</u>	<u>37,061</u>	<u>47,738</u>	<u>17,547</u>

7. TAXATION

The Trust is not subject to corporation tax due to its charitable status.

8. DONATIONS, BEQUESTS, SPONSORSHIPS AND FUNDRAISING ACTIVITIES

	<u>2001</u> <u>£</u>	<u>2000</u> <u>£</u>
Bequests, Donations and Sponsorships	68,456	33,120
Covenants - Gross	2,015	2,322
Income From Charitable Trusts and Industry	16,455	23,318
	<u>86,926</u>	<u>58,760</u>
Other Fundraising Activities	<u>97,298</u>	<u>78,310</u>

Income from Charitable Trusts and Industry has not been analysed by category.

Other Fundraising Activities comprise the following:

General Purposes:	<u>2001</u> <u>£</u>	<u>2000</u> <u>£</u>
Support Group Donations From Organised Events	11,543	11,317
Income From Other Clubs and Organisations	15,614	11,747
Xmas Appeal	14,436	8,557
Car Boot Sales	4,925	7,840
Tree of Light	3,999	3,009
Trustee Events	5,844	16,089
Friends of Treetops	1,570	1,368
Little Pins	13,130	145
Hospice Events	20,395	13,264
Miscellaneous	5,842	4,974
	<u>97,298</u>	<u>78,310</u>

TREETOPS HOSPICE TRUST**NOTES TO THE CONSOLIDATED ACCOUNTS****FOR THE YEAR ENDED 31 MARCH 2001****9. CONTRACTS**

	<u>2001</u>	<u>2000</u>
	<u>£</u>	<u>£</u>
SDHA: Day Care and Home Sitting Service	128,615	139,040
Derbyshire County Council: Social Services	1,230	1,230
	<u>129,845</u>	<u>140,270</u>

10. TANGIBLE ASSETS - GROUP

	<u>Fixtures and Fittings</u>	<u>Office Equipment</u>	<u>Leasehold & Freehold Property</u>	<u>Motor Vehicle</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>		<u>£</u>
Cost					
Beginning of Year	44,354	16,483	343,916	12,163	416,916
Additions	3,439	3,678	-	-	7,117
End of Year	<u>47,793</u>	<u>20,161</u>	<u>343,916</u>	<u>12,163</u>	<u>424,033</u>
Depreciation					
Beginning of Year	30,222	9,088	5,720	9,277	54,307
Charge for Year	2,785	1,661	5,720	721	10,887
End of Year	<u>33,007</u>	<u>10,749</u>	<u>11,440</u>	<u>9,998</u>	<u>65,194</u>
Written Down Values					
End of Year	<u>14,786</u>	<u>9,412</u>	<u>332,476</u>	<u>2,165</u>	<u>358,839</u>
Beginning of Year	<u>14,132</u>	<u>7,395</u>	<u>338,196</u>	<u>2,886</u>	<u>362,609</u>

TANGIBLE ASSETS - TRUST

	<u>Fixtures and Fittings</u>	<u>Office Equipment</u>	<u>Leasehold & Freehold Property</u>	<u>Motor Vehicle</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>		<u>£</u>
Cost					
Beginning of Year	40,754	16,483	343,916	12,163	413,316
Additions	3,439	3,678	-	-	7,117
End of Year	<u>44,193</u>	<u>20,161</u>	<u>343,916</u>	<u>12,163</u>	<u>420,433</u>
Depreciation					
Beginning of Year	28,127	9,088	5,720	9,277	52,212
Charge for Year	2,409	1,661	5,720	721	10,511
End of Year	<u>30,536</u>	<u>10,749</u>	<u>11,440</u>	<u>9,998</u>	<u>62,723</u>
Written Down Values					
End of Year	<u>13,657</u>	<u>9,412</u>	<u>332,476</u>	<u>2,165</u>	<u>357,710</u>
Beginning of Year	<u>12,627</u>	<u>7,395</u>	<u>338,196</u>	<u>2,886</u>	<u>361,104</u>

TREETOPS HOSPICE TRUST**NOTES TO THE CONSOLIDATED ACCOUNTS****FOR THE YEAR ENDED 31 MARCH 2001****10. TANGIBLE ASSETS - TRUST (cont)**

The Freehold and Leasehold Property comprises the building and grounds known as "Treetops Hospice"

	<u>2001</u>	<u>2000</u>
	<u>£</u>	<u>£</u>
Initial Costs	260,964	260,964
Subsequent Improvements to Freehold Property	79,205	79,205
Leasehold Property	3,747	3,747
	<u>343,916</u>	<u>343,916</u>

The net book value at 31 March 2001 represents fixed assets used for:

	<u>Fixtures and Fittings</u>	<u>Office Equipment</u>	<u>Leasehold & Freehold Property</u>	<u>Motor Vehicle</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>		<u>£</u>
Direct charitable purposes:					
Day-care	11,208	-	168,038	-	179,246
Other purposes:					
Fund Raising and Publicity	1,129	-	-	-	1,129
Management and Administration of the Charity	2,449	9,412	164,438	2,165	178,464
	<u>14,786</u>	<u>9,412</u>	<u>332,476</u>	<u>2,165</u>	<u>358,839</u>

11. INVESTMENTS

	<u>2001</u>	<u>2000</u>
	<u>£</u>	<u>£</u>
Wholly owned subsidiary	<u>10,000</u>	<u>10,000</u>

12. DEBTORS

	<u>Group</u>		<u>Trust</u>	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Service Debtors	1,158	1,845	1,158	1,796
Other Debtors (e.g. prepayments)	7,124	4,910	2,084	2,120
	<u>8,282</u>	<u>6,755</u>	<u>3,242</u>	<u>3,916</u>

TREETOPS HOSPICE TRUST**NOTES TO THE CONSOLIDATED ACCOUNTS****FOR THE YEAR ENDED 31 MARCH 2001****13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	Group		Trust	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
	£	£	£	£
Bank Overdraft	76	-	-	-
Trade Creditors	18,037	18,842	6,752	7,729
PAYE and NIC	4,837	5,029	4,837	5,029
Pension	696	623	696	623
Accruals	8,914	9,397	4,075	5,573
Lottery Receipts in advance	24,207	25,129	-	-
Loan from Subsidiary	-	-	25,000	25,000
	<u>56,767</u>	<u>59,020</u>	<u>41,360</u>	<u>43,954</u>

14. COMMITMENTS

The Trust had the following commitments at the year end:

a) Lease Commitment

The Trust has a commitment on the Long Eaton shop which is due to expire on 24th June 2003. Under the terms of the lease, the Trust is liable for annual rental payments of £3,750. The commitment to the lease is guaranteed by two trustees.

b) Pension Commitments

Under arrangements in existence at the year end the Trust is liable for annual pension contributions of £10,000.

15. LIMITED LIABILITY

The Hospice is limited by guarantee and every member undertakes to contribute such an amount, not exceeding one pound, as may be required in the event of the charity being wound-up while he is a member, or within one year after he ceases to be a member, for payment of the debts and liabilities of the company.

16. TRUSTEES AND CONNECTED PERSONS

During the year there were no contracts between the trustees and connected persons, nor did any trustee or connected person receive any remuneration or expenses either directly or indirectly

17. RESTRICTED FUNDS

	Windows Appeal	Carers Group	New Services	Total
Donations	9,503	-	2,210	11,713
Grants	-	2,391	-	2,391
	<u>9,503</u>	<u>2,391</u>	<u>2,210</u>	<u>14,104</u>
Expenditure	-	(1,217)	(2,210)	(3,427)
	<u>9,503</u>	<u>1,174</u>	<u>-</u>	<u>10,677</u>

TREETOPS HOSPICE TRUST**OPERATIONAL INCOME AND EXPENDITURE ACCOUNT****FOR THE YEAR ENDED 31 MARCH 2001**

	2001		2000	
	£	£	£	£
INCOME		367,848		335,013
Other Income				
Interest Income		7,274		3,364
		<u>375,122</u>		<u>338,377</u>
Less Expenses				
Wages and Salaries	239,730		224,448	
Staff Pension Costs	11,592		9,520	
Consultancy Fees	2,568		-	
Telephone	1,662		1,421	
Light and Heat	4,465		4,252	
Insurance	1,679		1,407	
Repairs and Renewals	10,152		9,293	
Rent	1,885		1,388	
Rates and Water	6,724		6,179	
Advertising and Public Relations	1,760		7,017	
Newsletter	4,823		5,545	
Sundry Expenses	2,297		2,591	
Meals and Refreshments	4,580		4,721	
Auditor's Remuneration	2,740		2,685	
Printing, Postage and Stationery	4,560		2,118	
Bank Charges	50		54	
Medical Supplies and Treatment	925		1,245	
Hospice Staff Training and Travel	4,764		4,671	
Patient Transport	13,708		11,079	
Hospice at Home Costs and Travel	6,931		4,960	
Fundraising Office Costs and Travel	4,723		8,677	
Depreciation	<u>10,511</u>	<u>342,829</u>	<u>10,215</u>	<u>323,486</u>
Net Surplus for the Year		<u><u>32,293</u></u>		<u><u>14,891</u></u>