

2806607

NEUROMUSCULAR CENTRE

ANNUAL REPORT AND FINANCIAL STATEMENTS

Year ended 31 March 2007

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Neuromuscular Centre

REPORT OF THE TRUSTEE

SOLE TRUSTEE

Muscular Dystrophy Group of Great Britain and Northern Ireland

MANAGEMENT COMMITTEE MEMBERS

Miss D Leather (Chair)
N Burgess
P Butcher (Chief Executive, Muscular Dystrophy Campaign)
D Cundall (Centre User)
M Cundall (Centre User)
B Dale (Centre User)
J W Edwards
A Farren
L Grzadzielewska (Centre User)
H Murrant (Centre User)
M Roome (Trustee Representative)
Dr R Quinlivan

SECRETARY

M Cundall

SOLICITORS

Barrow & Cook
5/7 Victoria Square
St Helens
Merseyside WA10

AUDITORS

Horwath Clark Whitehill LLP
10 Salisbury Square
London EC4Y 8EH

BANKERS

Barclays Bank Plc
21 Dingle Walk
Winsford
Cheshire CW7 1AG

REGISTERED OFFICE

Neuromuscular Centre
Woodford Lane West
Winsford
Cheshire CW7 4EH

COMPANY NUMBER

2806607

REGISTERED CHARITY NUMBER

1023606

Neuromuscular Centre

REPORT OF THE TRUSTEE

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Neuromuscular Centre (NMC) is a registered charity, incorporated as a company limited by guarantee, controlled by a sole corporate trustee, the Muscular Dystrophy Group of Great Britain and Northern Ireland under the terms set out in its memorandum and articles of association. The charity registration number is 1023606 and the company registration number is 2806607.

The charity is a 100% subsidiary of the Muscular Dystrophy Group of Great Britain and Northern Ireland, informally known as the Muscular Dystrophy Campaign (MDC). It has a wholly owned trading subsidiary, NMC Trading Limited, trading as, and hereinafter referred to as, NMC Design+Print. The charity is connected to the Joseph Patrick Trust of 7-11 Prescott Place, London SW4 6BS in that they are controlled by the same sole corporate trustee.

While the ultimate authority for the charity rests with the Muscular Dystrophy Group of Great Britain and Northern Ireland, oversight of the day to day management has been vested in the Management Committee.

A register of risks is maintained and reviewed regularly by the Management Committee.

OBJECTIVES AND ACTIVITIES

Charitable objects

The objects of the NMC are to promote and provide opportunities for people with a neuromuscular condition to live fuller lives through training, sheltered employment and physiotherapy, together with advice and support for themselves and their families.

Mission

The NMC's mission is to work together with people affected by muscle diseases, creating an environment where full potential and positive wellbeing are achieved, through employment, training, support and physiotherapy.

Aims and activities

The NMC's main aim is to provide a range of services for adults with muscle disease in the North West, West Midlands and North Wales regions.

- Physiotherapy assessments
- Physiotherapy treatments
- Hydrotherapy
- Active exercise programmes
- Advice and support
- Accredited Graphic Design Training courses
- Accredited European Computer Driving Licence Training courses
- Employment opportunities in Graphic Design (in the charity's trading company, NMC Design+Print), Administration and Fundraising
- Provide Transport for Trainees and Employees to enable maximum independence and opportunity

The unique combination of services provided by the charity is offered directly to individuals and their families in the North West and to others country-wide. Where practicable, physical management programmes are tailored to the needs of each individual, depending on their type of dystrophy and physical condition, through weekly sessions of physiotherapy and hydrotherapy. As a 'centre of excellence' in the physical management of muscular dystrophy and related neuromuscular conditions, the charity offers help and advice to other organisations world wide.

In addition, the charity has established a small, well-respected, graphic arts and design business, NMC Design+Print, in which the variety of skills and talents of the individuals can be employed, developed and rewarded under permitted work arrangements. This is detailed in a separate report. The NMC provides wheelchair-adapted transport for individuals attending the Centre.

Neuromuscular Centre

REPORT OF THE TRUSTEE

Objectives for 2007-08

- Get closer to 100% full cost recovery for our Physiotherapy service – target 93% for 2007-08
- Develop a Strategy to ensure NMC adapts and prospers in response to the proposed new Winsford "all through School" project which may have fundamental impact on the site/campus
- Produce Social accounts for the first time as a measure of the worth of NMC's services
- Continue to promote the project to create more NMC's
- Establish Home-working and Home-training as a successful new part of NMC's services

NMC strategies

- To make more potential users aware of the NMC and the services it offers and increase the numbers of people using NMC
- To make more potential supporters aware of the NMC and ways in which they could help and increase the numbers of Donors, Supporters and Volunteers
- To raise the profile of the NMC in the professional medical, educational, and equipment communities and to enhance links and partnership working
- To continually develop the Physiotherapy and Care Team to ensure the highest professional standards of service are offered

Volunteer help

- NMC has a strong group of volunteers working in
 - Fundraising - mainly supporting events
 - Physiotherapy – helping and supporting the Professional Physiotherapists
 - Management – Advice and guidance via the Fundraising Committee and Management Committee
 - Also we have volunteers helping with Gardening and odd-jobs/building maintenance

ACHIEVEMENTS AND PERFORMANCE

Review of the Year 2006-07

The NMC has had a very strong year in terms of delivering services for more people affected by muscular dystrophy. The charity fell short of achieving its overall financial target but that was due to a very specific area of under-achievement in fundraising events.

NMC Design+Print

The most important and dramatic achievement for NMC was the spectacular growth of NMC Design+Print. The company increased sales by nearly 90% year on year, took on new designers and expanded the portfolio of customers and products. In previous years NMC Design+Print had an uneasy marketing strategy, never comfortable with selling itself as part of a charity for fear of not being seen as a truly commercial enterprise competing equally on price and quality. This year saw NMC Design+Print learn about and embrace the Social Enterprise model – indeed discovering that it was a role model Social Enterprise! The company then marketed itself confidently and found other social enterprises keen to trade within the sector. The team also ran a course called "Getting your message across" for embryo Social Enterprises in the region and gained great confidence from sharing skills and experience on a totally equal footing with those just starting out in business. Delegates on these courses heaped high praise on the team for running the courses.

Neuromuscular Centre

REPORT OF THE TRUSTEE

NMC has finished the year having secured substantial funding to begin the ground-breaking home-working project. With funding only just secured we have confidence in taking this objective into 2007-08.

NMC Training

NMC's Training operation moved into a wonderful new Training suite in the summer of 2006. This new environment was much more conducive to learning. Students enjoyed more space and a more creative and accessible environment.

We also embarked on an extensive Student recruitment campaign to bolster numbers. At the beginning of the year student numbers had slumped to 5 but by the end we had 18. A great deal of time was spent finding the best ways to promote our Training opportunities. With most young people with muscular dystrophy now attending mainstream schools it had become difficult to make contact via previously established links with Special Schools. We set about attending neuromuscular clinics as a way of meeting potential students and that has proved very successful. Additionally we have worked closely with the condition specific support groups (and MDC have been instrumental in enabling this).

We have added a range of PC based IT courses to the training offering.

NMC Physiotherapy

NMC's Physiotherapy department has thrived in 2006-07. Many more patients referred and many more being seen on a regular basis. The ethos has shifted to much more active patient centre exercises. Individual programmes of treatment and exercise have been developed for all patients. New exercise equipment and techniques have been brought into use. We've not increased our salaried staffing base, but have supplemented our staffing with a steady flow of excellent physiotherapy elective placement students and other trained volunteers.

The staff have all had Professional Development Plans and those have been achieved.

The Centre held a Clinicians Open Day in September 2006 and many of the UK's leading adult and transition clinicians attended. As well as raising our profile and the level of understanding of what NMC does, the Physiotherapy team in particular developed a new found confidence and went on to develop and run the first of what will be a series of Professional Physiotherapy Workshops for NHS physiotherapists who find themselves working with neuromuscular conditions and want to tap into the experience and knowledge of the NMC team.

The other very important development in this area has been the steady increase in the level of funding from PCT's. More than 80% of the way towards full cost recovery at the end of 2006-07, and a determination to get even nearer to 100% in the year ahead.

Fundraising

In most aspects of Fundraising performance held up well in the year but in Events income it fell away sharply and that was the key to our year end deficit. As the NMC began 2006-07 it had a largely new Fundraising team and structure and a new Director. It was a very steep learning curve for all and whilst a year end deficit was disappointing we head into 2007-08 with greater confidence and experience. Trust and Corporate income performed extremely well in the year and a new focus on Community Development had lead to an extensive public speaking programme and put in place, what we hope, will be very strong foundations for greater fundraising in 2007-08.

Neuromuscular Centre

REPORT OF THE TRUSTEE

Performance Against objectives

- *Introduce "home-working" for designers and have a fully-funded plan to recruit a team of home-worker designers (either employed or freelance)*

Funding secured at the end of the year so objective carried forward to 2007-08.

- *Develop and introduce a programme of Continuous Professional Development for the Physio team in partnership with the NHS teams at Wythenshaw and Oswestry*

Whole Physio team have had strong Professional Development plans and have achieved their aims for the year.

- *Grow the number of patients referred to, and treated at NMC using physiotherapy and hydrotherapy by 10% this year Assess 40 new patients and produce a personal Physio treatment plan to include exercises at home Provide training for Carers to support this for individuals*

Number of patients treated up by nearly 20% year on year, 36 new patients assessed in 2006-07 (24 in the previous 12 months).

- *Increase the number of Graphic Design and ECDL students by 50% this year*

Student numbers up from 5 to 1

Fundraising performance

- | | |
|------------------------|-------|
| • Trust income | £155k |
| • Corporate income | £10k |
| • Individual donations | £35k |
| • Groups income | £28k |
| • Events income | £74k |
| • Statutory income | £86k |

Investments

NMC were gifted some shares in ReadyBuy PLC some years ago The company never traded and on advice from investment specialists, these shares were sold at the beginning of the financial year

Financial Review

- NMC relies on traditional fundraising for raising £350kp a In 2006-07 NMC continued to perform well in difficult circumstances, as explained above There remains a varied and sustainable mix of income streams giving confidence for the future
- Income from Primary Care Trusts (PCTs) and Local Health Boards (LHBs) remained buoyant, despite the withdrawal of funding from two PCTs in the region part way through the year Growing numbers of treatments and the continued support of NHS Health Professionals in the region give the department confidence in maintaining current and attaining new funding agreements
- NMC Design+Print income has increased to £130k in 2006-07, an 83% increase on the previous year Grants from NMC decreased as the pursuit of self sustainability becomes more attainable
- NMC has some assets in the form of the building it has on land lease from Cheshire County Council but no up to date valuation is available
- NMC holds no other substantial asset beyond its minibuses, day to day office, physio and IT equipment

PLANS FOR THE FUTURE

- Get closer to 100% full cost recovery for our Physiotherapy service – target 93% for 2007-08

Neuromuscular Centre

REPORT OF THE TRUSTEE

- Develop a strategy to ensure NMC adapts and prospers in response to the proposed new Winsford "all through School" project which may have a fundamental impact on the site/campus
- Produce social accounts for the first time as a measure of the worth of NMC's services
- Establish home-working and home-training as a successful new part of NMC's services

RESERVES

At the end of the financial year the unrestricted reserves were in deficit. This was due to lower than anticipated unrestricted events income towards the end of the year, as mentioned earlier in this report. Steps are in hand to remedy the situation however, in its role as sole trustee the Muscular Dystrophy Campaign supports the NMC.

The reserves policy of the NMC is to generate six months free reserves to cover running costs.

RISK

The Muscular Dystrophy Campaign as sole trustee has a comprehensive risk management strategy based upon a detailed risk register which is subject to constant scrutiny and regular review. Key components include a robust reserves policy and a plan for managing reputational risk. Risks are reviewed against the strategic aims of the organisation and are evaluated against controls in place. Action plans to deal with the net risks are then established and this provides assurance of an effective system to mitigate risks. The Primary risks to the NMC are considered to be:

- Downturn in income
- Reputational damage
- Loss of key personnel

PROVISION OF INFORMATION TO AUDITORS

Each person who is a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s234ZA of the Companies Act 1985.

By order of the trustee



R S Meadowcroft
Secretary to the trustee

1st August 2007

Neuromuscular Centre

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

The trustees, as the directors are responsible for preparing the Annual Report and the financial statements. The trustees have chosen to prepare accounts for the company in accordance with United Kingdom Generally Accepted Accounting Practice (UK GAAP). Company law requires the trustees to prepare such financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the result of the company for that period and comply with UK GAAP and the Companies Act 1985. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company, for safeguarding the assets, for taking reasonable steps for the prevention and detection of fraud and other irregularities and for the preparation of a trustees' report which comply with the requirements of the Companies Act 1985.

Neuromuscular Centre

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEE OF THE NEUROMUSCULAR CENTRE

We have audited the financial statements of the Neuromuscular Centre for the year ended 31 March 2007 which comprise the statement of financial activities, the balance sheet and the related notes numbered 1 to 11. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's trustee, 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 company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEE AND AUDITORS

The trustee's responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of trustee's responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, in accordance with the relevant financial reporting framework, and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the trustees' report is not consistent with the financial statements, if the company has 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 trustee's remuneration and other transactions is not disclosed.

We read the trustee's report and the other information contained in the annual report for the above year as described in the contents section and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the 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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2007 and of its result for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the trustee's report is consistent with the financial statements.



Horwath Clark Whitehill
Chartered Accountants and Registered Auditors
London

13th August 2007

Neuromuscular Centre

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING THE INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2007

	Note	Unrestricted Funds £	Restricted Funds £	Total 2006-07 £	Total 2005-06 £
Incoming Resources					
Incoming Resources from Generated Funds					
Voluntary Income		124,253	103,960	228,213	249,224
Activities to Generate Funds		74,006	-	74,006	95,688
Investment Income		1,196	-	1,196	947
Incoming Resources from Charitable Activities		86,287	-	86,287	85,229
Other Incoming Resources		4,450	-	4,450	-
Total Incoming Resources		<u>290,192</u>	<u>103,960</u>	<u>394,152</u>	<u>431,088</u>
Resources Expended					
Costs of Generating Funds					
Voluntary Income		78,104	-	78,104	79,839
Activities to Generate Funds		30,240	-	30,240	48,988
Charitable Activities		251,232	86,860	338,092	316,633
Governance Costs		1,200	-	1,200	1,000
Total Resources Expended	2	<u>360,776</u>	<u>86,860</u>	<u>447,636</u>	<u>446,460</u>
Net Incoming/(Outgoing) Resources					
Before Other Recognised Gains/Losses		(70,584)	17,100	(53,484)	(15,372)
 Gain/(Loss) on Investments Assets	4	<u>4,860</u>	<u>-</u>	<u>4,860</u>	<u>(52,580)</u>
Net Movement in Funds		<u>(65,724)</u>	<u>17,100</u>	<u>(48,624)</u>	<u>(67,952)</u>
 Funds brought forward at 1 April		27,940	56,007	83,947	151,899
Funds carried forward at 31 March	8	<u>(37,784)</u>	<u>73,107</u>	<u>35,323</u>	<u>83,947</u>

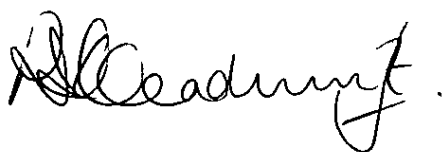
All income and expenditure derive from continuing operations. There are no recognised gains or losses other than those disclosed above. Accordingly a Statement of Recognised Gains and Losses has not been prepared.

Neuromuscular Centre

BALANCE SHEET AT 31 MARCH 2007

	Note	2007 £	2006 £
Fixed Assets			
Tangible assets	3	110,992	94,924
Investments	4	-	4,340
Investment in subsidiary	5	9	9
		<u>111,001</u>	<u>99,273</u>
Current Assets			
Debtors	6	67,401	30,885
Cash at bank		<u>113,237</u>	<u>80,845</u>
		180,638	111,730
Creditors: amounts falling due within one year	7	256,316	127,056
Net current liabilities		<u>(75,678)</u>	<u>(15,326)</u>
Net assets		<u>35,323</u>	<u>83,947</u>
Represented by			
Restricted funds		73,107	56,007
Unrestricted funds		<u>(37,784)</u>	<u>27,940</u>
Total funds	8	<u>35,323</u>	<u>83,947</u>

On behalf of the trustee on 1st August 2007



R S Meadowcroft
Secretary to the trustee

Neuromuscular Centre

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

1. ACCOUNTING POLICIES

ACCOUNTING CONVENTION

The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice - *Accounting and Reporting by Charities* (SORP 2005) issued in March 2005, applicable UK Accounting Standards and the Companies Act 1985. The principal accounting policies adopted in the preparation of the financial Statements are set out below.

CONSOLIDATION

The financial statements of Neuromuscular Centre and its subsidiary NMC Design+Print are consolidated into the financial statements of the ultimate parent undertaking and so consolidated financial statements are not prepared for the Neuromuscular Centre intermediate group by virtue of the exemption granted by S 228 Companies Act 1985. Accordingly these financial statements present information about the company and not about its group.

INCOME

Donations and other income are recognised on receipt or accrued as income as soon as it is prudent and practicable to do so.

Grants for specific purposes are accounted for as restricted funds. Grants in respect of expenditure on fixed assets are treated as restricted income and transferred to unrestricted funds once the conditions of the gift are met.

EXPENDITURE

All expenditure is recognised on an accruals basis and includes irrecoverable VAT where appropriate.

Charitable expenditure includes all expenditure incurred in pursuance of the charity's objectives, including staff and other costs, which are shown as 'other costs'. Indirect costs, which have been apportioned on the basis of expenditure, are shown as 'support costs'.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life, as follows:

Leasehold properties	Straight line over the life of the lease
Other equipment	Straight line over 4 years

FUND ACCOUNTING

Restricted funds are those given by the donor for a specific purpose.

INVESTMENTS

Investments are stated at market value at the balance sheet date.

TAX STATUS

The Neuromuscular Centre is a registered charity and as such it is exempt from corporation tax on its income and gains to the extent that they are applied to its charitable objectives.

Neuromuscular Centre

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

2. TOTAL RESOURCES EXPENDED

	Costs Grants	Other	Total 2006-07	Total 2005-06
	£	£	£	£
Cost of Generating Funds				
Voluntary Income	-	78,104	78,104	79,839
Activities to Generate Funds	-	30,240	30,240	48,988
	-	108,344	108,344	128,827
Charitable Activities				
Training & Trading	56,000	161,736	217,736	209,787
Physiotherapy	-	120,356	120,356	106,846
	56,000	282,092	338,092	316,633
Governance Costs	-	1,200	1,200	1,000
Total Resources Expended	56,000	391,636	447,636	446,460

During the year grants totalling £56,000 were paid to NMC Design+Print in furtherance of the charitable objectives of the Neuromuscular Centre

Support costs are allocated across the activities on the basis of expenditure incurred for each of the activities

Employee Information	2006-07	2005-06
	£	£
Staff Remuneration		
Wages and salaries	253,724	298,852
Social security costs	24,839	25,675
Pension costs	11,460	15,056
	290,023	339,583

DISCLOSURE INFORMATION

The average number of employees during the year was 15 (2005-06 14), of which 3 (2005-06 2) were involved in fundraising, 11 in direct charitable activities (2005-06 11) and 1 (2005-06 1) in administration

No employee earned more than £60,000 per annum No remuneration or expenses were paid to the trustee

NMC offers defined contribution pension arrangements to an employees' portable scheme Contributions are charged in the financial statements as incurred and there were no outstanding contributions at the balance sheet date

Neuromuscular Centre

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

3. FIXED ASSETS

	Leasehold Land and Buildings £	Other Equipment £	Total £
Cost			
At 1 April 2006	243,521	79,305	322,826
Additions	20,972	24,368	45,340
Disposals	-	(15,146)	(15,146)
At 31 March 2007	<u>264,493</u>	<u>88,527</u>	<u>353,020</u>
Depreciation			
At 1 April 2006	159,099	68,803	227,902
Charge for year	18,200	11,072	29,272
Disposals	-	(15,146)	(15,146)
At 31 March 2007	<u>177,299</u>	<u>64,729</u>	<u>242,028</u>
Net book value			
At 31 March 2007	<u>87,194</u>	<u>23,798</u>	<u>110,992</u>
At 31 March 2006	<u>84,422</u>	<u>10,502</u>	<u>94,924</u>

All tangible assets are used in functions of the charity and are shown at written down cost. All material assets are used for direct charitable activities.

4. INVESTMENTS

Investments represented shares that were donated to the Charity under condition of a two-year lock-in (no disposal agreement) which expired in November 2005. These shares are quoted on the Alternative Investment Market registered in the United Kingdom and were valued at the mid market price at the 2006 year end. The shares were sold during the year.

	2007 £	2006 £
Market valuation		
1 April 2006	4,340	56,920
Investment Disposal	(4,340)	-
Revaluation adjustment	-	(52,580)
31 March 2007	<u>-</u>	<u>4,340</u>

5. INVESTMENT IN SUBSIDIARY

	2007 £	2006 £
Cost	<u>9</u>	<u>9</u>

Neuromuscular Centre

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

In the opinion of the trustee the aggregate value of the charity's investment in the subsidiary undertaking is not less than the amount included in the balance sheet

The subsidiary is a wholly owned trading subsidiary and its details are as follows

Company	Country of Registration	Shares Held	
		Class	%
NMC Trading Limited	England and Wales	Ordinary	100

The aggregate amount of capital and reserves and the results of this undertaking for the last relevant financial year were as follows

	2007		2006	
	Capital & Reserves £	Profit for year £	Capital & Reserves £	Loss for year £
NMT Trading Limited	<u>6,449</u>	<u>1,261</u>	<u>4,188</u>	<u>-3,766</u>

6. DEBTORS

	2007 £	2006 £
Amounts owed by subsidiary undertaking	14,266	-
Other Debtors	<u>53,135</u>	<u>30,885</u>
	<u>67,401</u>	<u>30,885</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Trade creditors	5,483	5,213
Amount owed to parent undertaking	249,631	112,842
Accruals and deferred income	<u>1,200</u>	<u>9,001</u>
	<u>256,314</u>	<u>127,056</u>

Amounts owed to parent undertaking are unsecured and do not bear interest

Neuromuscular Centre

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

8. FUNDS

	Balance at 1 Apr 2006 £	Movement in Resources Incoming £	Outgoing * £	Balance at 31 Mar 2007 £
Restricted Funds				
Equipment	-	23,847	20,025	3,822
Physiotherapy	1,985	4,225	6,210	-
Other funds	54,022	75,888	60,625	69,285
	<u>56,007</u>	<u>103,960</u>	<u>86,860</u>	<u>73,107</u>
Unrestricted Funds				
General Funds	27,940	290,192	355,916	(37,784)
Total Funds	<u>83,947</u>	<u>394,152</u>	<u>442,776</u>	<u>35,323</u>

* Including gain/loss on investment assets

Represented by:	Fixed Assets £	Investment in subsidiary £	Net Current Assets/ (Liabilities) £	Total £
Restricted Funds				
Equipment Fund	-	-	3,822	3,822
Physiotherapy Fund	-	-	-	-
Other funds	-	-	69,285	69,285
Total	<u>-</u>	<u>-</u>	<u>73,107</u>	<u>73,107</u>
Unrestricted Funds				
General Funds	110,992	9	(148,785)	(37,784)
Total Funds	<u>110,992</u>	<u>9</u>	<u>(75,678)</u>	<u>35,323</u>

- The Equipment Fund unspent donations given towards equipment
- The Physiotherapy Fund represents unspent donations given towards physiotherapy expenditure
- 'Other Funds' represent other restricted income, which was not fully expensed during the year and is primarily made up of funds for training

9. STATUS OF CHARITY

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of a winding up is limited to £1. The charitable company does not use "Limited" in its name by virtue of S 30 of the Companies Act 1985.

10. CONNECTED CHARITY

The Neuromuscular Centre is connected to the Joseph Patrick Trust of 7-11 Prescott Place, London SW4 6BS in that its sole trustee is the Muscular Dystrophy Group of Great Britain and Northern Ireland and has similar objectives in relation to muscular dystrophy.

Neuromuscular Centre

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

11. RELATED PARTIES AND ULTIMATE PARENT UNDERTAKING

In the trustee's opinion, the charity's ultimate parent undertaking and controlling party is the Muscular Dystrophy Group of Great Britain and Northern Ireland a registered charity and a company limited by guarantee registered in England and Wales which is the largest and the smallest group for which consolidated accounts are published

Copies of the consolidated financial statements of the ultimate parent undertaking are available from 7-11 Prescott Place, London SW4 6BS

Accordingly, advantage has been taken of the exemption from disclosing transactions and balances with other group companies as permitted by Financial Reporting Standard No 8