

1170
REGISTRAR'S COPY: Please return to H. W. FISHER & CO.

Charity Registration No. 1102529

Company Registration No. 04860607 (England and Wales)

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005



L16
COMPANIES HOUSE

LOWZSGP1

395
30/06/2006

4

RAY'S OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION

Trustees and Directors

Stephen Allan
Daniel Coleman
Timothy Shaw
Timothy Allan
Grant Fox
David Saul
Mark Shipman
Jonathan Vandermolen

Secretary

Timothy Shaw

Charity number

1102529

Company number

04860607

Principal address and Registered Office

1 Olympic Way
Wembley
Middlesex
HA9 0NP

Auditors

H.W. Fisher & Company
Acre House
11-15 William Road
London
NW1 3ER
United Kingdom

Bankers

Barclays Bank Plc
27 Soho Square
London
W1D 3QR

Solicitors

Mishcon de Reya
Summit House
12 Red Lion Square
London
WC1R 4QD

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
CONTENTS

	Page
Trustees' report	1 - 2
Statement of trustees' responsibilities	3
Independent Auditors' report	4 - 5
<i>Statement of financial activities</i>	6
Balance sheet	7
Notes to the accounts	8 - 14

**RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
CHIEF EXECUTIVE'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2005**

The growth of Rays of Sunshine Children's Charity has been spectacular and our second year as a registered UK Charity has surpassed even the highest of expectations. In total, we granted 166 wishes and raised £1.2 million.

By the end of 2005, the position of Rays of Sunshine stood as follows; we had 50 volunteers, 17 prominent Patrons listed on our letterhead, we enlisted 3 eminent medicals advisers, and Shane Richie who was so moved by his personal involvement in one of our wishes agreed to be one of our Honorary Patrons. In addition, we held several exciting and profitable fundraising events and saved the Charity just over £103,000 worth of expenses by getting firms and individuals to give us goods and services on a pro-bono basis known as "Gifts in Kind". Furthermore, thanks to our founding Trustees and other members of our Executive Committee who make an annual donation, we were and continue to be able to offset a significant proportion of our administration costs.

Our fundraising calendar started in February with a Poker Evening and in April thanks to Investec who gave us Gold Bond places 42 runners took part in the Flora London Marathon. In June, we held our 2nd Ladies Tennis Tournament and in September we held our 2nd Golf Day. The highlight of our fundraising year was our "Party at the Savoy" which was held on the 1st October. It was a star-studded affair and in excess of £700,000 was raised on the night.

Other successful initiatives included the first ever Rays of Sunshine Art Competition which was launched in June, in Birmingham at the National Association of Play Specialists summer meeting. This competition was open to seriously and terminally ill children between the ages of 3-18 in hospitals and hospitals across the UK. Many imaginative entries flooded into our offices and with the help of Tony Hart who acted as one of our judges we announced the winners in October. In 2006, with advice from Woolworths Plc and International Greetings Plc, we turned the winning entries into greetings cards which the Charity is using to raise awareness and funds.

Many companies and individuals kindly give us gifts and services in kind throughout the course of the year. These include MediaCom, Mattel, the Hilton Group to name but a few. In addition, we have BA, Hogg Robinson, Earls Court and Olympia London who are among some of our new Corporate Partners.

Many of 2005's wishes were exciting and memorable. For example, George, 15, who suffers from Duchenne's Muscular Dystrophy went on a trip of a lifetime to Florida. Connor, 5, who is recovering from a brain tumour fulfilled his wish to be a train driver for the day by driving the Eurostar to Brussels. Nicole, 11, who has now sadly passed away from bone cancer got to meet her favourite pop star Beyonce. We realise that we cannot make these children well but we have seen the positive impact the anticipation and excitement that the granting of a wish generates when many face an uncertain future as well as months if not years of grueling treatment.

As a Charity we are committed to maintaining excellent relationships with hospitals, hospices and specialist schools that refer wishes to us and we regularly make visits to places that care for terminally and seriously ill children across the UK in order to cultivate new relationships with medical staff and make them aware of the vital work that we do.

In addition, in 2005 we agreed to fund 2 High Dependency Units one at the King George Hospital, Goodmayes, Essex and another at the Royal Free Hospital, Hampstead. Furthermore, we provided hospitals with a host of sensory, distraction and diagnostic equipment across the country. We also committed to funding 2 complete Sensory Rooms at the Booth Hall Children's Hospital, Manchester and Basingstoke Children's Hospital.

In November, in conjunction with St Mary's Hospital, Paddington we launched the Rays of Sunshine Bead Programme. This initiative is for children who are undergoing Bone Marrow Transplant treatment. This programme allows each child to collect a different bead for each procedure or event while visiting the hospital. The collection of beads will allow children and their families to record their unique journey through the transplant procedure.

**RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
CHIEF EXECUTIVE'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2005**

We ended the year on a high note. On the 6th December we held a Christmas party for terminally and seriously ill children and transported over 700 children from hospitals across the London area. Thanks to Earls Court who closed Santa Land to the public for the morning these children had a magical time enjoying the festive rides and meeting Father Christmas.

Looking forward, the first few months of 2006 have shown a marked increase in the number of wishes being referred to the Charity, and this is due to the increased profile of the Charity amongst hospital and hospice staff around the UK. It is also due to the fact that so many of our volunteers have taken the time to visit many leading children's hospitals around the UK. It is also gratifying to know that we have started this new year with the opening of the High Dependency Unit at King George Hospital in Essex, a very prestigious reception held at 10 Downing Street, our third Poker Tournament and a very successful involvement, via Investec Bank, in the Flora London Marathon.

In summation, the most valuable resource that Rays of Sunshine possesses is our dedicated growing team of volunteers many of whom have been with us since the charity's inception in 2003. The success of 2005 rests upon the many men and women who give hundreds of hours of their time to Rays of Sunshine by helping with event organisation, fundraising, acting as a wish coordinator, making hospital and hospice visits, giving advertising, financial, legal and marketing advice. To all of them we say a huge thank you.



Stuart Rogers

CEO, Rays of Sunshine Children's Charity

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2005

The trustees present their report and accounts for the year ended 31 December 2005.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in October 2000.

Objects of the charity

The Charity is governed by its Memorandum and Articles of Association dated 8 August 2003 as amended by special resolution dated 4 March 2004 and a written resolution dated 15th July 2004.

The Charity's objects are to relieve the suffering and needs of children and young people who have illnesses or disabilities causing limited life expectancy or who suffer from long term physical or mental disabilities (including learning difficulties). There have been no changes during the period. The Charity's main objectives are to make the wishes come true of terminally and seriously ill children in the UK (between the ages of 3-18) irrespective of race, colour and creed, buying vitally needed equipment for those children and supporting hospitals, hospices and specialists schools that care for them.

The Charity is governed by the Board of Trustees who meet regularly with the Chief Executive.

Review of activities

We are delighted to report that through the course of this year the charity fulfilled 166 wishes for terminally and seriously ill children (this is a 100% increase in the number of wishes completed in our 1st year) and also provided High Dependency Units at both the King George Hospital, Goodmayes, Essex and the Royal Free Hospital, Hampstead. This was made possible by the generosity of our Donors, and secondly, because of the huge number of individuals and organisations that gave their time and resources to help Rays of Sunshine achieve its objectives.

Stuart Rogers continued to act as Chief Executive Officer and along with the Executive Committee oversaw the running of Rays of Sunshine. Sub-committees continued to help administer the charity and these were; Appeals, Administration/Finance, Dinner, Events and Major Gifts. In addition, two new sub-committees were created these included Capital Projects and Hospital Liaison. Volunteers were recruited to serve on all of these committees.

To ensure that the charity is run effectively, cost efficiently and profitably the Executive Committee meets regularly every month, sub-committees meet on a less frequent basis but as and when required. Budgets for every event are submitted first to the Treasurers and then to the Executive Committee for formal approval.

Trustees

The trustees, who are also the directors for the purpose of company law, who served during the year were:

Stephen Allan
Daniel Coleman
Timothy Shaw

The following were appointed trustees and directors on 9 January 2006:

Timothy Allan
Grant Fox
David Saul
Mark Shipman
Jonathan Vandermolen

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2005

Review of financial position

The Charity received donations totalling £1,247,040 during the year. In addition, resources expended during the year were £559,620 from unrestricted funds. The Charity had total funds totalling £671,900 at the year end, including unrestricted funds of £101,484 and restricted funds of £2,966.

At this juncture we would like to acknowledge our Corporate Partners who have generously given the charity their time, products and their services on a pro-bono basis. These include:-

- . Business Environment for our offices at Wembley
- . Impact IM for all their printing services.
- . Jeffreys Henry for our accountancy services
- . Mattel who provided many toys for the children we help
- . MediaCom who design and maintain the charity's website
- . Richfield Graphics for all their printing services
- . Mishcon de Reya for our legal services

It is because of the goodwill of so many individuals and companies that we can ensure that the maximum out of every donation goes directly to helping terminally and seriously ill children.

Reserves policy

It is the current policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six months expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The Trustees have power to invest in funds as they see fit. The Trustees' investment policy is to hold surplus cash in readily accessible bank accounts.

Risk factors

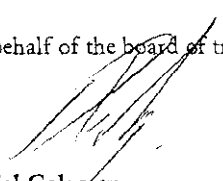
The major risks to which the charity faces were identified in September 2005 and a full risk management policy was devised to mitigate those risks and was adopted in the latter part of 2005.

We the Trustees are determined to ensure that the generosity of our donors and patrons continues to be channelled into turning as many children's wishes as possible into happy memories at the least possible cost.

Auditors

H.W. Fisher & Company were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

On behalf of the board of trustees


Daniel Coleman

Trustee

Dated: 13/01/06

RAY'S OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 charity and of its incoming resources and application of resources, including its net income and expenditure for the year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

**RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF RAYS OF SUNSHINE**

We have audited the accounts of Rays of Sunshine for the year ended 31 December 2005 set out on pages 6 to 14. These accounts have been prepared under the accounting policies set out on page 8.

This report is made solely to the 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 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 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 trustees and auditors

As described on page 3, the trustees, who are also the directors of Rays of Sunshine for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts 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 Trustees' Report is not consistent with the accounts, if the charity 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 trustees' remuneration and transactions with the charity is not disclosed.

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

Basis of 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 accounts. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the accounts, and of whether the accounting policies are appropriate to the charity'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.

**RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT (CONTINUED)
TO THE MEMBERS OF RAYS OF SUNSHINE**

Opinion

In our opinion the accounts give a true and fair view of the charitable company's state of affairs as at 31 December 2005 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985. In our opinion the accounts:

· give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the charity's affairs as at 31 December 2005 and of its 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.

H W Fisher & Co

H.W. Fisher & Company

Chartered Accountants

Registered Auditor

Acre House

11-15 William Road

London

NW1 3ER

United Kingdom

Dated: *27 June 2006*

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2005

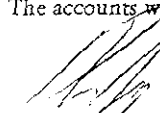
		Unrestricted	Designated	Restricted	Year ended	17 months
	Notes	funds	funds	funds	31 December	ended
		£	£	£	2005	31 December
					£	2004
						£
<u>Incoming resources</u>						
Donations and legacies	2	1,181,842	-	65,198	1,247,040	465,440
Investment income	3	4,924	-	-	4,924	1,187
Total incoming resources		1,186,766	-	65,198	1,251,964	466,627
<u>Resources expended</u>						
Fundraising and publicity costs		312,835	-	-	312,835	179,365
<u>Charitable expenditure</u>						
Wish granting expenditure and capital projects		119,431	101,600	62,232	283,263	78,354
Support costs		76,558	-	-	76,558	31,410
Management and administration		50,796	-	-	50,796	34,110
Total resources expended	4	559,620	101,600	62,232	723,452	323,239
Net incoming/(outgoing) resources before transfers		627,146	(101,600)	2,966	528,512	143,388
Transfers between funds	7	(567,450)	567,450	-	-	-
Net income for the year/ Net movement in funds		59,696	465,850	2,966	528,512	143,388
Fund balances at 1 January 2005		41,788	101,600	-	143,388	-
Fund balances at 31 December 2005		101,484	567,450	2,966	671,900	143,388

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 1985.

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET
AS AT 31 DECEMBER 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Tangible assets	8		5,487		2,820
Current assets					
Debtors	9	109,128		31,173	
Cash at bank and in hand		567,069		117,028	
		<u>676,197</u>		<u>148,201</u>	
Creditors: amounts falling due within one year	10	(9,784)		(7,633)	
Net current assets			<u>666,413</u>		<u>140,568</u>
Total assets less current liabilities			<u><u>671,900</u></u>		<u><u>143,388</u></u>
Income funds					
Restricted funds	11		2,966		-
Unrestricted funds:					
Designated funds	12		567,450		101,600
Other charitable funds			101,484		41,788
			<u>671,900</u>		<u>143,388</u>

The accounts were approved by the Board on 13.6.06


 Daniel Coleman
 Trustee

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005

1 Accounting policies

1.1 Basis of preparation

The accounts are prepared under the historical cost convention.. The accounts have been prepared in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in October 2000.

The charity has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small charity.

1.2 Incoming resources

Donations and voluntary income are accounted for when receivable.

Gifts and services in kind are included at a reasonable estimate of their gross value to the Charity. Gifts in Kind are included in the Statement of Financial Activities where a third party is bearing the cost of supplying the resources and the resources can be valued.

1.3 Resources expended

Liabilities are recognised when the Charity is under obligation to make a transfer of value to a third party.

Management and administration costs include audit, accountancy and legal costs and an allocation of 10% of overhead costs.

Resources expended are classified under the Charity's principal categories of activity. Staff costs are allocated to activities on the basis of staff time spent on those activities. Overhead costs are allocated to activities in the following proportions: 70% to support costs, 20% to fundraising and publicity and 10% to management and administration.

Support costs are those costs incurred directly in support of expenditure on the objects of the Charity.

1.4 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 less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	33.3% straight line
--------------------------------	---------------------

1.5 Accumulated funds

Designated funds represent monies put aside at the discretion of the trustees to fund specific future projects and wishes

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2005

2 Donations and legacies

	Unrestricted funds £	Restricted funds £	Total 2005 £	Total 2004 £
Donations and gifts	1,181,842	65,198	1,247,040	465,440

The charity received donations in kind valued at £103,278 (2004: £119,597) during the period. In addition, a significant number of gifts were received for which it is difficult to attribute a value. For example, the time provided by celebrities to meet the children and attend charity events. It has not been possible to attribute a value to such gifts within these accounts.

3 Investment income

	2005 £	2004 £
Interest receivable	4,924	1,187

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2005

4 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Total 2005 £	Total 2004 £
Costs of generating funds:					
Fundraising and publicity	45,427	402	267,006	312,835	179,365
Charitable expenditure:					
Wish granting expenditure and capital projects	45,427	-	237,836	283,263	78,354
Support costs	11,357	1,407	63,794	76,558	31,410
Management and administration	11,356	201	39,239	50,796	34,110
	68,140	1,608	340,869	410,617	143,874
	113,567	2,010	607,875	723,452	323,239
Other costs relating to fundraising and publicity comprise:					
Events and fundraising				217,908	57,676
Advertising and promotion				30,871	82,392
Allocation of administrative expenses				18,227	6,360
				267,006	146,428
Other support costs comprise:					
Allocation of administrative expenses				63,794	22,259
				63,794	22,259
Other management and administration costs comprise:					
Rent				40,939	17,734
Insurance				1,560	1,299
Recruitment				10,454	1,219
Printing, Postage and Stationary				20,281	6,097
Telephone				290	1,176
Travelling				4,980	2,996
Sundry				1,177	503
Bank Charges				2,078	776
Legal Fees				3,733	10,925
Accountancy				15,510	9,600
Bookkeeping				12,480	-
Auditors remuneration				2,100	2,100
Consultancy				1,600	-
Computer costs				2,368	-
Website costs				1,710	-
Allocation to other categories				(82,021)	(28,619)
				39,239	25,806

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2005

Management and administration costs includes payments to the auditors of £1,469 for audit fees and £588 for other services.

Expenditure includes the following amounts received as Gifts in kind in 2005:

Accountancy £15,510, Rent £40,939, Marketing and promotion £25,674, Event costs £5,757, Legal fees £3,648 and Stationery supplies £11,750.

5 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

6 Employees

Number of employees

The average monthly number of employees during the year was:

	2005 Number	2004 Number
Provision of wishes and fundraising	3	2

Employment costs

	2005 £	2004 £
Wages and salaries	102,294	73,928
Social security costs	11,273	7,709
	113,567	81,637

The number of employees whose annual emoluments were £50,000 or more were:

	2005 Number	2004 Number
£50,000 - £59,999	1	1

7 Transfers

Transfers during the year represent additional funds transferred to the small and major capital projects designated funds as agreed by the trustees.

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2005

8 Tangible fixed assets

	Fixtures, fittings & equipment £
Cost	
At 1 January 2005	4,230
Additions	4,661
At 31 December 2005	8,891
Depreciation	
At 1 January 2005	1,410
Charge for the year	1,994
At 31 December 2005	3,404
Net book value	
At 31 December 2005	5,487
At 31 December 2004	2,820

9 Debtors

	2005 £	2004 £
Pledges Receivable	34,964	-
Gift Aid Receivable	69,803	29,613
Other debtors	2,450	-
Prepayments and accrued income	1,911	1,560
	109,128	31,173

10 Creditors: amounts falling due within one year

	2005 £	2004 £
Other creditors	3,867	4,033
Accruals	5,917	3,600
	9,784	7,633

RAY'S OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2005

11 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2005	Movement in funds		Balance at 31 December 2005
	£	Incoming resources	Resources expended	£
Specific wishes	-	65,198	(62,232)	2,966
	-	65,198	(62,232)	2,966

Restricted funds comprise sums received for specific wishes. In particular, £60,304 was raised by Investec PLC and its employees for equipment for the High Dependency Unit at the King George Hospital.

12 Designated funds

	Balance at 1 January 2005	Movement in funds			Balance at 31 December 2005
	£	Incoming resources	Resources expended	Transfers	£
Wishes approved	21,350	-	(21,350)	-	-
Small capital projects	80,250	-	(80,250)	67,450	67,450
Major capital projects	-	-	-	500,000	500,000
	101,600	-	(101,600)	567,450	567,450

The Wishes Approved fund represents the cost of wishes which have been approved by the trustees but for which no legally binding commitment has been made.

Small Capital Projects fund represents sums set aside for the provision of equipment for hospitals and various other smaller projects and which have been approved by the trustees but for which no legally binding commitment has been made.

Major Capital Projects fund represents projects currently undergoing due diligence and will be expended during 2006.

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2005

13 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 31 December 2005 are represented by:				
Tangible fixed assets	5,487	-	-	5,487
Current assets	105,781	567,450	2,966	676,197
Creditors: amounts falling due within one year	(9,784)	-	-	(9,784)
	<u>101,484</u>	<u>567,450</u>	<u>2,966</u>	<u>671,900</u>