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Charity Registration No 1102529

Company Registration No 4860607 (England and Wales)

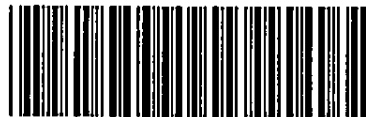
RAYS OF SUNSHINE

(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2007

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RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Stephen Allan Timothy Allan Daniel Coleman Grant Fox David Saul Mark Shipman Jonathan Vandermolen
Secretary	Timothy Shaw
Charity number	1102529
Company number	4860607
Principal address	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 - 4
Statement of trustees' responsibilities	5
Independent auditors' report	6
Statement of financial activities	7
Balance sheet	8
Notes to the accounts	9 - 14

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
CHIEF EXECUTIVE'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2007

This is the charity's fourth year since the charity's inception and once again, through the support and efforts of many people, it has been another year of excellent progress

As ever the granting of wishes is at the heart of what the charity does. In this regard, we granted 322 wishes, an increase of 12% on the previous year. Granting a wish takes a huge amount of time and dedication to organise in order to ensure that every detail is covered and that the children and their families have a fantastic experience. I would like to thank all of the staff and volunteers who have helped make this happen.

Each wish is very special to the children, their families and to all of us at Rays of Sunshine. This report gives me an opportunity to demonstrate the positive impact that the anticipation and actual wish itself generates when a child faces such an uncertain future as well as months if not years of gruelling treatment.

Sam is 16 years old and has a brain tumour. Before he became ill, his dad purchased an Austin 35 classic with the dream of renovating the car back to its former glory. Because of his illness, this didn't happen. With the help of Rays of Sunshine and Ital Coachworks, a specialist garage in Wembley, the car was refurbished in six weeks. Sam also got to drive from his home to the garage in a Ferrari and also got to meet DJ Tim Westwood, host of the television show Pimp My Ride. Sam said 'It was absolutely amazing, it felt like a brand new car, it feels like a dream'.

Rebekah is 11 years old and has had a rare kidney condition since birth. She received a kidney transplant from her dad last year and then developed complications. Her wish was to meet Leona Lewis and hear her sing. On the 29th November at Rays of Sunshine's annual fundraising ball, Rebekah spent time with Leona backstage before meeting her on stage and listening to Leona sing her number 1 single 'Bleeding Love'. It was an opportunity for many of our supporters to see a wish and the huge impact that it has.

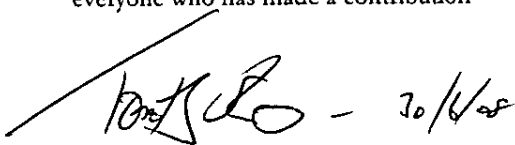
Arguably the highlight of the year was the children's Christmas party held the day after our fundraising ball at The Roundhouse Camden. With the help of The Roundhouse and an array of volunteers, the venue was transformed into a child's paradise. Over 400 seriously ill children from hospitals and hospices across London enjoyed a wide variety of activities including a show by Disney's High School Musical, face painting, magicians, arts and crafts and much much more. One child described the afternoon as 'the best day of my life'. On a large scale the party reflected exactly what Rays of Sunshine is about – bringing joy into the lives of these children and their families.

The charity remains committed to maintaining and developing its relationships with hospitals, hospices and specialist schools that refer wishes to us. 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 we do.

Firm foundations have been laid for the future development of the charity and a three year strategic plan is currently in place to take us through to 2010. There are three connected key objectives, all of which need to be delivered over the next 3 years.

- To increase the number of wishes that we fulfil. The target for 2008 is to fulfil at least 500 wishes,
- To diversify the sources of our funds in order to increase income, reduce risk and provide a balanced resource to deliver the targeted number of wishes and
- To increase the number of active volunteers and provide a comprehensive training programme for them.

Strategies and appropriate support systems are already in place to help deliver these objectives, which will no doubt present us with great challenges over the coming months and years. However, what is absolutely certain is that meeting these challenges is important and worthwhile when you get to see the smiles on the faces of the wish children. Thank you to everyone who has made a contribution.



Timothy Shaw
CEO, Rays of Sunshine Children's Charity

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2007

The trustees present their report and accounts for the year ended 31 December 2007

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, the Companies Act 1985 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005

Structure, governance and management

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

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

The trustees are not actively seeking to recruit any new trustees. There is currently a sufficient number of trustees with a broad mix of skills and experience. In addition the charity is advised by both a professional accountant and lawyer who attend the board meetings.

The trustees also make financial contributions towards the running costs of the charity in order to ensure that the maximum amount of funding goes towards the granting of wishes and the provision of equipment.

The Chief Executive Officer together with the Executive Committee ensure the appropriate governance of the charity. The Executive includes all of the trustees and additionally Jane Sharpe who takes a leading role in the charity's wish granting and hospital liaison volunteer committees. The Executive is also advised by Nick Davis on legal matters and Justin Randall on financial matters. The Executive meets nine times a year.

Sub-committees continue to help administer the charity and during the year these were, Wishes, Administration/Finance, Party, Events, Hospital Liaison, Development council and Capital Projects. These committees meet as and when required although the wishes and hospital liaison committee meet on a monthly basis and the administration/finance committee meet on a quarterly basis. Budgets are set on an annual basis and management accounts are produced and reviewed on a monthly basis.

Strategic decisions are made by the trustees and a three year strategic plan is in place which covers the period up to 2010.

In addition to the trustees and Chief Executive Officer, there are nine full-time and two part-time members of staff. As ever, the success of any organisation is dependent on the hard work and dedication of its staff and, in our case, its volunteers as well. The trustees would like to put on record their sincere thanks for the huge contribution made by all of them during the year.

A review of the major risks facing the charity was performed in May 2008 and was presented to the trustees. A policy has been devised to mitigate these risks and this will be kept under constant review.

The trustees remain determined to ensure that the generosity of all our supporters continues to be channelled into turning as many children's wishes as we can into happy memories as efficiently and effectively as possible.

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

Objects of the Charity

The charity's objects are to relieve the suffering and needs of children and young people who have illnesses or disabilities covering limited life expectancy or who suffer from long term physical or mental disabilities (including learning disabilities) There have been no changes during the year

Aims and Objectives

The charity's main aims are

- To fulfil wishes for terminally and seriously ill children between the ages of 3 and 18 throughout the United Kingdom This includes providing the children with equipment that they need,
- To purchase equipment or gifts for the hospitals, hospices and specialist schools which provide care for the children
- To make one major capital grant per year to a hospital, hospice or specialist school which provides care for terminally and seriously ill children

The objectives of the charity in support of these aims are therefore to

- Increase year on year the number of wishes granted (2007 322 wishes, 2006 287 wishes),
- Increase the number of active volunteers particularly in the areas of wish granting and hospital liaison,
- Diversify and increase fundraising activities and therefore reduce the dependence on our main fundraising event and current donors

In order to achieve these objectives the following strategies have been put in place

- Regular new volunteer meetings have been introduced and include a detailed information pack about the charity and the ways in which volunteers can help In conjunction with this a new training programme has been introduced
- The trustees have also identified particular industry sectors and geographical regions from which a more diverse corporate support should be generated

The main aim for the year ahead is to continue to increase the number of wishes granted to terminally and seriously ill children The charity's target for the year is to fulfil 500 wishes By keeping the correct balance between the funding and resource requirement, the trustees believe that the charity can reach this target

Capital Projects

The Trustees have committed £500,000 towards the refurbishment of the Mountbatten Ward at King's College Hospital in London and once completed it will be named 'The Rays of Sunshine' ward The hospital is a leading centre in Europe for the treatment of serious liver conditions and the ward provides beds for some of the children under its care The refurbishment of this ward will see a 50% increase in the number of available patient days It is the third phase of a wider refurbishment programme and it is expected that building will commence in July 2008 and be completed by the end of the year

Most of the small capital projects transferred to the designated funds at the year end have now been completed It is expected that the one remaining project will be completed by the end of the year

All of the specific wishes sponsored by donors have also been fulfilled

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

Review of the Year

The charity received donations totalling £1,741,721 during the year (2006 £1,527,168), most of which was generated from the outstanding support of our patrons, other personal donors and corporate partners. Resources expended during the year were £1,336,608 (2006 £1,156,768). Of this, £1,141,436 was from unrestricted funds of which 50.1% was incurred on fulfilling wishes and the provision of capital equipment. The charity had total funds of £1,508,751 at the year end including restricted funds of £38,550 and designated funds of £517,450.

The trustees are very proud that the charity fulfilled 322 wishes during the year. Wish granting is a service which takes a considerable amount of time and cost to deliver, and many of our staff and volunteers are involved in making sure that wishes are completed to the highest possible standard. We also remain committed to ensuring that wishes are completed in the quickest possible time between receipt of application and the wish itself.

We have once again been generously supported by all of our patrons and corporate sponsors who have donated funds, products, services and given their time on a pro-bono basis.

We are also fortunate to have added Leona Lewis and Gordon Ramsay as honorary patrons of the charity. They have already contributed a huge amount to the success of the charity and we look forward to a long relationship with them.

At this juncture we would like to acknowledge our various corporate partners:

Brighthouse for their support throughout their entire organisation
British Airways for their continued sponsorship of the play specialist of the year awards
Business Environment for our offices at Wembley,
Citi for their sponsorship of our main fundraising event
Hilton in the Community Foundation for supporting our wishes by providing hotel rooms
Impact IM for their printing services,
Jeffreys Henry for their accountancy services
The Walt Disney Company for all their help with our wishes and Christmas party
Kcom group for the support of their employees
Group M for their help with our communications and the fundraising efforts of their employees
Mattel who provided many toys for the children we help
Mishcon de Reya for our legal services
Next for providing products to help the charity fulfil wishes
Howard Diamond for providing us with printing services
Cube Design for design 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.

During the year the charity continued to develop its relationships with hospitals through the United Kingdom and this directly led to the greater number of wish requests received and fulfilled.

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

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 of expenditure. The trustees believe that reserves at this level will minimise the impact on the charity's activities from any interim adverse change in funding. It also provides sufficient time for the trustees to change funding strategies without impacting the interim operating activities of the charity. This level of reserves has been maintained throughout the year.

The trustees have power to invest in funds as they deem appropriate. The trustees' investment policy is to hold surplus cash in easily accessible bank accounts.

Amounts transferred to designated funds represent amounts set aside for a major capital project, small capital projects, or for specific wishes that donors have identified that they wish to support.

Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information. This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

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

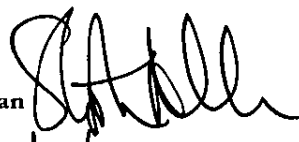
Dated


30/06/08

Stephen Allan

Trustee

Dated


30/06/08

**RAYS 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

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

We have audited the accounts of Ways of Sunshine for the year ended 31 December 2007 set out on pages 7 to 14. These accounts have been prepared under the accounting policies set out on page 9.

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 5, the trustees, who are also the directors of Ways 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 whether in our opinion the information given in the Trustees' Report is 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.

Opinion

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 2007 and of its incoming resources and application of resources in the year then ended,
- the accounts have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Trustees' Report is consistent with the accounts.



H W Fisher & Company

Chartered Accountants

Registered Auditor

Acre House

11-15 William Road

London

NW1 3ER

United Kingdom

Dated

11 July 2008

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2007

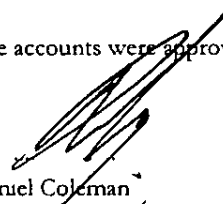
	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2007 £	Total 2006 £
<u>Incoming resources from generated funds</u>						
Donations and legacies	2	1,607,014	-	134,707	1,741,721	1,527,168
Investment income	3	41,656	-	-	41,656	19,682
Total incoming resources		1,648,670	-	134,707	1,783,377	1,546,850
<u>Resources expended</u>						
Costs of generating funds						
Events and fundraising costs	4	522,103	-	-	522,103	488,088
Charitable activities						
Wish granting expenditure and capital projects		571,904	50,000	145,172	767,076	630,051
Governance costs	6	47,429	-	-	47,429	38,629
Total resources expended		1,141,436	50,000	145,172	1,336,608	1,156,768
Net income/(expenditure) for the year/ Net movement in funds		507,234	(50,000)	(10,465)	446,769	390,082
Fund balances at 1 January 2007		445,517	567,450	49,015	1,061,982	671,900
Fund balances at 31 December 2007		952,751	517,450	38,550	1,508,751	1,061,982

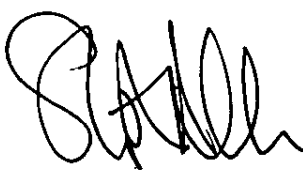
The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 1985

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET
AS AT 31 DECEMBER 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Tangible assets	9		20,834		15,576
Current assets					
Debtors	10	552,499		362,376	
Cash at bank and in hand		1,156,249		766,446	
		<u>1,708,748</u>		<u>1,128,822</u>	
Creditors amounts falling due within one year	11	<u>(220,831)</u>		<u>(82,416)</u>	
Net current assets			<u>1,487,917</u>		<u>1,046,406</u>
Total assets less current liabilities			<u><u>1,508,751</u></u>		<u><u>1,061,982</u></u>
Income funds					
Restricted funds	12		38,550		49,015
Unrestricted funds					
Designated funds	13		517,450		567,450
Other charitable funds			<u>952,751</u>		<u>445,517</u>
			<u><u>1,508,751</u></u>		<u><u>1,061,982</u></u>

The accounts were approved by the Board on 30th Jan 2008


Daniel Coleman
Trustee


Stephen Allan
Trustee

RAY'S OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2007

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" 2005.

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

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.

Governance costs include the costs of statutory compliance (eg auditor's remuneration) and other costs related to the governance of the charity.

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 wish granting expenditure and capital projects, 20% to fundraising and publicity and 10% to governance costs.

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
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1.5 Accumulated funds

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

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

2 Donations and legacies

	Unrestricted funds £	Restricted funds £	Total 2007 £	Total 2006 £
Donations and gifts	1,607,014	134,707	1,741,721	1,527,168

The charity received donations in kind valued at £134,707 (2006: £88,376) 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.

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

3 Investment income

	2007 £	2006 £
Interest receivable	41,656	19,682

4 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Total 2007 £	Total 2006 £
Costs of generating funds					
Events and fundraising costs	101,674	-	420,429	522,103	488,088
Charitable activities					
<u>Wish granting expenditure and capital projects</u>					
Activities undertaken directly	154,906	9,234	602,936	767,076	630,051
Governance costs	23,388	-	24,041	47,429	38,629
	279,968	9,234	1,047,406	1,336,608	1,156,768

Staff costs allocated to events and fundraising also include staff costs incurred in respect of communication and public relations

Governance costs include payments to the auditors of £2,268 (2006 £2,150) for audit fees and £nil (2006 £nil) for other services

Expenditure includes the following amounts received as gifts in kind in 2007

Accountancy £6,750, Rent £55,402, Legal fees £1,790, Printing £38,965 and Childrens' wishes £31,800

5 Events and fundraising costs

	2007 £	2006 £
Other events and fundraising costs comprise		
Events and fundraising	392,484	421,173
Advertising and promotion	27,945	31,236
	420,429	452,409

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

6 Governance costs

	2007	2006
	£	£
Other governance costs comprise		
Legal fees	1,360	-
Accountancy	20,413	18,640
Auditor's remuneration	2,268	2,150
	<u>24,041</u>	<u>20,790</u>

7 Trustees

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

8 Employees

Number of employees

The average monthly number of employees during the year was

	2007	2006
	Number	Number
Provision of wishes and fundraising	<u>7</u>	<u>5</u>

Employment costs

	2007	2006
	£	£
Wages and salaries	252,380	160,834
Social security costs	27,588	17,560
	<u>279,968</u>	<u>178,394</u>

The number of employees whose annual emoluments were £60,000 or more were

2007	2006
Number	Number
<u>1</u>	<u>-</u>

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

9 Tangible fixed assets

	Fixtures, fittings & equipment £
Cost	
At 1 January 2007	23,353
Additions	14,492
At 31 December 2007	37,845
Depreciation	
At 1 January 2007	7,777
Charge for the year	9,234
At 31 December 2007	17,011
Net book value	
At 31 December 2007	20,834
At 31 December 2006	15,576

10 Debtors	2007	2006
	£	£
Pledges receivable	474,050	292,845
Gift aid receivable	74,941	69,335
Other debtors	1,577	-
Prepayments and accrued income	1,931	196
	552,499	362,376

Pledges receivable include £456,175 arising from the party at the Roundhouse at the end of November 2007

11 Creditors amounts falling due within one year	2007	2006
	£	£
Other creditors	115,102	70,316
Accruals	105,729	12,100
	220,831	82,416

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

12 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 2007	Movement in funds		Balance at 31 December 2007
		Incoming resources	Resources expended	
	£	£	£	£
Specific wishes	49,015	134,707	(145,172)	38,550

Restricted funds comprise sums received for equipment and specific wishes

13 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes

	Balance at 1 January 2007	Movement in funds		Balance at 31 December 2007
		Incoming resources	Resources expended	
	£	£	£	£
Small capital projects	67,450	-	(50,000)	17,450
Major capital projects	500,000	-	-	500,000
	567,450	-	(50,000)	517,450

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 will be expended during 2008

RAYS OF SUNSHINE
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007

14 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 31 December 2007 are represented by				
Tangible fixed assets	20,834	-	-	20,834
Current assets	1,152,748	517,450	38,550	1,708,748
Creditors amounts falling due within one year	(220,831)	-	-	(220,831)
	<u>952,751</u>	<u>517,450</u>	<u>38,550</u>	<u>1,508,751</u>