



ANNUAL REPORT & IMPACT STATEMENT 2014-15

 royal free charity |  barnet hospital charity |  chase farm charity



Front cover

Rachael Smart

Fundraiser

Ran the Edinburgh Marathon in May 2015 and raised money for cancer treatment at the Royal Free Hospital

OUR VISION

An environment in which patients of the Royal Free Hospital, Barnet Hospital and Chase Farm Hospital receive the best care from staff, backed by ground-breaking research.

ABOUT US

A Year of Progress - Our Chair's Report	1
Better together	2
What we do - Our mission	4

OUR IMPACT

Who we support	5
Volunteers	6
Support services	8
Dementia services	9
Working with other charities	10
Supporting cancer projects	12
Institute of Immunity and Transplantation	14
Our future ambitions - A letter from our Chief Executive	16

FINANCIALS

Summary of income and outgoings	17
Financial commentary	18
Statement of Trustees' responsibilities	19
Independent auditor's report	20
Consolidated statement of financial activities	21
Consolidated balance sheet	22
Consolidated cash flow statement	23
Notes to the accounts	24



A YEAR OF PROGRESS

Our Chair's Report

I look back at the past 12 months with a mixture of pride and quiet satisfaction at how the Charity has developed and grown. The past few years have been some of the richest in our history as we have grown beyond our traditional grant making route towards providing direct services and becoming heavily involved in a large scale development project. Yet, for all the success, only one thing drives the Board: that the patients receive the best service, care and treatment possible.

Since 1 July 2014, patients of the Royal Free London NHS Foundation Trust now include those at Barnet and Chase Farm hospitals. The merger between the Trusts meant that the Royal Free Charity expanded to encompass a wider beneficiary base. During the past year we have invested in services and support at the new sites and have also taken on their voluntary services.

In 2014/15 the Board has increasingly moved the Charity's resources into providing direct help to patients, their families and friends. This year we have expanded our volunteer department so that we can provide more volunteers to help patients. We have also invested in the provision of free complementary therapies for patients, free wi-fi for everyone visiting the Royal Free and a series of grants to improve the wellbeing and fitness of patients and staff.

The year has also seen the Trust gain planning permission for the proposed Pears Building. The building is the biggest development at the Royal Free for 40 years and will not only provide a global leading centre of Immunity and Transplantation research by UCL but also a new car park, new Charity offices and, for the first time, a patient lodge. Its construction demonstrates the Trustees' desire to grow the Charity and build on its strong past to achieve its vision.

The development of the Charity, and what we do, would not be possible without the generous support of all our volunteers, staff and supporters. Thank you.

Julia Palca
Chair of Trustees
Royal Free Charity

The Royal Free Charity (working name of The Royal Free Hampstead Charities) is statutorily established under paragraph 10 of Schedule 4 to the National Health Service Act 2006. The Charity (registered as number 1060924 with the Charity Commission) operates under a Charity Commission Scheme dated 8 January 2008. Its objects are to support the patients of the Royal Free Hampstead NHS Trust (which became the Royal Free London NHS Foundation Trust on 1 April 2012).

In the financial year 2014/15 the Royal Free London NHS Foundation Trust took over responsibility for Barnet Hospital and Chase Farm Hospital. As a consequence of this, the Royal Free Charity assumed management of the charitable funds of those hospitals.

OUR TRUSTEES

Julia Palca *Chair of Trustees*
Liz Cleaver
Christine Fogg
Russell Gilbert
Matthew Lewin
Adam Lewis
Janet Morgan
Nicky Begent *Co-opted*

OUR MANAGEMENT TEAM

Chris Burghes *Chief Executive*
Elaine Donnellon *Voluntary Services Manager*
Julio Grau *Director of Capital Appeals*
Stephen King *Head of Finance*
Alison Kira *Development Manager*
(Barnet and Chase Farm)
Diane Ryan *Fundraising Manager*

BETTER TOGETHER

Little Touches & Big Differences



The Royal Free Charity exists to help the patients, staff and visitors of the Royal Free London NHS Foundation Trust. We cover all the major sites that fall within the remit of the hospital trust; namely the Royal Free, Barnet Hospital and Chase Farm Hospital.

We annually invest over £15m into the hospitals we support through providing services ourselves, supporting research and new facilities and investing in helping patients and staff. We also provide over 600 volunteers to help everyone who visits and uses the hospitals.

With our supporters, together, we provide the 'Little Touches & Big Differences' which make the experience of patients and staff a little more comfortable and support the development of cutting-edge treatment for the future.





royal free charity

The Royal Free Charity focuses on two key areas. Our first focus is on improving the patient experience. In October 2013 the Charity took over the Voluntary Services at the Royal Free and you can read more about our continuing work in this area on page 7. As well as continuing to fund the complementary massage service for patients and staff, this year we have worked with Music in Hospitals to provide music in communal areas and on selected wards and are working on developing this programme across the hospital.

Our second focus is on funding pioneering research. In June 2014 over £380,000 was given in grants to research projects including a second grant to the Xtreme Everest project, also funded in 2013-14. We funded research into the link between antibody deficiency and respiratory disease, and supported a project to test the action of anti-cancer drugs on bowel cancer tumours. You can read more about this last project on page 13.



barnet hospital charity

Barnet Hospital Charity was set up over a six month period between December 2014 and June 2015, when the official launch took place. During this time the Charity was introduced to hospital staff and the presence of the Charity was established visibly through posters, display boards and banners across the hospital site. Local press was engaged to widen public awareness of the Charity by covering the launch of the complementary massage therapy in April and the Charity's official launch in June. Other milestones include 'delivering Christmas' in December 2014, the successful establishment of voluntary services and introduction of the purple tops for all volunteers, the introduction of the care packs for patients admitted through A&E and the appointment of a Community Fundraiser in October.



chase farm charity

The introduction of the Charity to Chase Farm hospital started slightly later than at Barnet but quickly gained momentum as the Charity was welcomed with open arms. The same visible presence across the site was established and we launched at the same time as Barnet, in June 2015. The Community Fundraiser was appointed 6 weeks before the launch date and very quickly built local links, winning the challenge to become 'Charity of the Year' for the nearby Sainsbury's superstore in July. Other milestones include 'delivering Christmas' in December 2014, initiating a 12 month project that will see the Charity provide two specialist therapy gardens in the Highlands Wing, and introducing voluntary services and the purple tops. Massage therapy will begin at Chase Farm in January 2016.

WHAT WE DO

By careful and effective management of the Charity's net assets, and those of its subsidiary company, which as at March 2015 totalled £51.6m, the Charity makes grants to enhance, and supplement, but not replace, NHS funding.

OUR MISSION

To provide resources which:

directly improve the **patient and staff experience;**
and **fund pioneering research.**

The Charity's objectives are to:

- 1 Establish a grant giving process with clearly stated and defined annual priorities that will allow the Charity effectively to allocate grants, making best use of resources and responding to current needs and future trends.
- 2 Continue to allocate grants in the most efficient and effective way possible that supports and enables innovative projects that improve the patient and staff experience, and support pioneering research initiatives.
- 3 Provide funding for the second phase development of the UCL Institute of Immunity and Transplantation at the Royal Free Hospital.
- 4 Raise the profile and promote the Charity to ensure that every patient and visitor is exposed to the Charity's work.
- 5 Increase and diversify our income streams, in particular by proactive fundraising, to allow the Charity to provide greater resources to support innovative projects across the Royal Free London NHS Foundation Trust.
- 6 Actively encourage and pursue collaborative working and partnerships to ensure the most effective allocation of resources and greatest impact for patients, staff and research.

WHO WE SUPPORT

Under the NHS Act 2006, the Royal Free Charity may support the purposes of the Royal Free London NHS Foundation Trust, or health service related purposes generally. In practice its support in 2014/15 was directed towards the Royal Free Hospital and latterly Barnet Hospital and Chase Farm Hospital.

The Royal Free Hospital has 500 beds, sees 600,000 patients annually and employs over 5,000 staff. It is a general hospital for the local area, and also has specialist services including accident and emergency, organ and bone marrow transplants, complex inflammatory and infectious diseases, and cancer care. It also has one of the country's two high security infectious diseases units, recently much in the news during the Ebola crisis.

The Board of Trustees of the Charity receives grant applications for projects over £15,000 and allocates funding from general funds. They also allocate a number of annual grants. Grant applications under £15,000 are allocated by the Chief Executive. In addition, Special Purpose Funds, which are administered by department heads for the benefit of particular departments in the NHS Trust, provided funding of just over £3 million in 2014-15. We work closely with the NHS Trust in considering applications, to ascertain their effectiveness and practicality, and applications for funding for equipment are subject to approval from the NHS Trust's Medical Equipment Board.

**OVER
29,000**
massage sessions
given

estimated
£700,000
worth of
volunteer time
given this
year

£300,000
to provide
a free Wi-Fi service
across the
Royal Free

**Patient
support services**

for all areas;
elderly, adults
and children

**OVER
£380,000**
given in grants to support
research
projects

20
concerts given
on wards and in
public areas

**Major
areas of disease**

being tackled with
research projects
funded by us

**Working
partnerships**
with other charities

Helping
develop a new,
multi-million pound
**centre of
excellence**



Tiffany Secker-Walker
Volunteer

Patient and staff experience**VOLUNTEERS**

In October 2013 the Voluntary Services became part of the Royal Free Charity and with the growth of the Trust to include Barnet and Chase Farm Hospitals, the service is now active on all three sites. Our volunteers are a prominent presence all round the hospital in their striking purple tops.

'Meet and Greet' is one of our priority volunteer roles. Volunteers are stationed in the main entrance and assist with the use of outpatient check-in kiosks. This helps to ensure that patients are on time for their appointments and reduces the reception desk queues.

In response to the needs of the many patients and visitors who struggle to find their way around a complex hospital building with 6 miles of corridors, we have created Sat Nav roles to take people to their desired destination. These volunteers complement the stationary Meeters and Greeters. Fifty volunteers have so far been trained and they are required to undergo orienteering and 'go find' exercises that ensure they know the building well. Priorities for this service are the First, Ground and Lower Ground floors.

Volunteers are also recruited to help out on Trust and Charity events, including the Charity Jazz night, the Trust's LGBT open day, Medicine for Members talks and membership evenings. This is an area we are keen to develop in the future.

Over the next year the Voluntary Services team look forward to building and developing their services across all three main Trust sites. Whilst the larger service will involve more centralised working, volunteer support will be tailored to the particular needs of individual sites.

“I volunteer because I am giving back to society and appreciating the help that others have given. In other words I am saying thank you.”



5,600

volunteer shifts completed

£78,000

volunteer hours completed

50

trained Sat Nav volunteers

YOUNG VOLUNTEERS

In March 2015 we appointed a Young Volunteers Coordinator who will be developing a structured young volunteers programme and we are looking forward to extending this exciting programme in the coming year.



Patient and staff experience

SUPPORT SERVICES

The Royal Free Charity is proud to fund a number of support services across the hospital. These services include massage and complementary therapy, PAT dogs and Music in Hospitals. We also produce and distribute emergency care packs for patients who arrive at the hospital with no basic items such as a toothbrush, toothpaste and a flannel. These services improve the experience of patients across our Trust.

COMPLEMENTARY THERAPIES

Massage Therapy

Massage therapy is one of the services we provide to patients over several sites to help reduce stress and anxiety before, during and after treatment. It is the 'treat' not the treatment which helps patients cope with their condition. Massage therapy is shown to reduce blood pressure and improve wellbeing which all aids recovery and coping abilities. It is particularly evident when treating patients in the Intensive Care Unit where the monitors clearly show the effect. The patients on the oncology wards and chemo suites are regular users of this service along with those in the dialysis units and neuro-rehabilitation unit. We also support stroke units, the elderly and dementia patients and the eating disorder unit.

Sometimes it is not only the patients who need the massage therapy but also their carers and so we include parents of babies in the neo-natal unit, partners of cancer patients and staff.

PAT Dogs

Dogs are one of a few animals that are used to provide therapeutic interventions, by providing a service where patients can stroke and engage with the animal. The volunteer dog handler's role is to facilitate the intervention. Studies have shown that PAT animals have been proven to lower blood pressure and increase happiness. We currently have 6 dogs actively visiting patients and we have prioritised the Health Services for the Elderly, Cardio and Paediatrics wards. Three more dogs are coming through the recruitment process.

OVER
29,000
massage sessions
given

6
PAT dogs
active

OVER
2,000
personal care packs
distributed

“This has made my year – I miss my dogs and since I've been in hospital I've found it hard to smile.”

Patient and staff experience**DEMENTIA SERVICES**

The Weekly Sparkle is a reminiscence newspaper designed for patients who have dementia as a prompt for social interaction and engagement.

The paper utilises the patient's long term memory and encourages discussion with medical staff. It is full of articles, quizzes, old news stories, gossip and puzzles along with singalongs and entertainment designed to stimulate the mind and improve memory. Each edition comes with a set of comprehensive carer's notes that give ample background information and lots of questions to enable both patients and carers to get the most out of their sessions. The Charity funded the newspaper for its initial year.

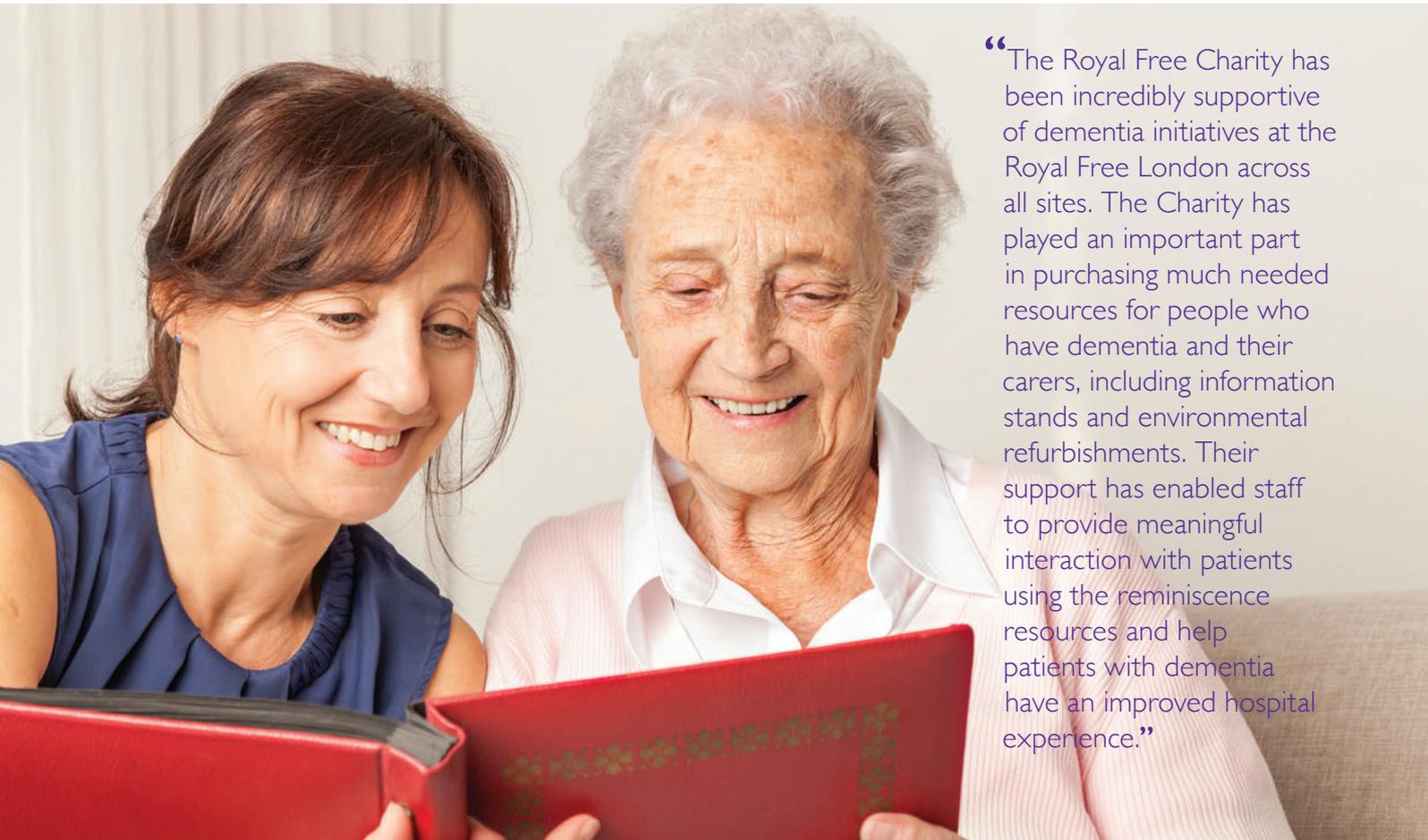
As part of a range of initiatives launched in April 2014 the Charity funded two Relatives' Information Boards for the dementia service. These boards give information about dementia, details of current hospital facilities and services, and can also carry key leaflets and guidance for patients and their relatives.

As part of the Reach out for Dementia scheme, 120 volunteers have been trained in basic to advanced Dementia awareness; of these 68 have taken up a role as dementia companions. These volunteers provide company, a listening ear, help with art based activities, play board games with patients or simply provide a hand to hold when a patient is in palliative care.

120volunteers trained
in basic to advanced
Dementia
awareness**68**dementia companion
volunteers

Dementia services at the Royal Free have been developing fast under the guidance of Becky Lambert, Dementia Lead. Becky says:

“The Royal Free Charity has been incredibly supportive of dementia initiatives at the Royal Free London across all sites. The Charity has played an important part in purchasing much needed resources for people who have dementia and their carers, including information stands and environmental refurbishments. Their support has enabled staff to provide meaningful interaction with patients using the reminiscence resources and help patients with dementia have an improved hospital experience.”



Fund pioneering research

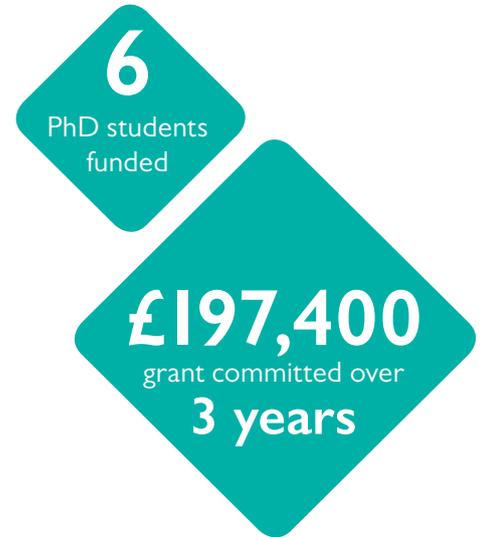
WORKING WITH OTHER CHARITIES

Over the past year the Charity has worked with other charities to maximise its impact.

The Royal Free Hospital has a long history of collaboration and ground-breaking biomedical and translational research and a clear ambition to improve the overall healthcare of patients by harnessing exciting new and novel laboratory research into better diagnosis and treatments for chronic diseases. The Hospital fosters considerable opportunity for advances in our understanding of chronic disease and in the ability to have a dramatic impact upon disease progression, prognosis and the development of new treatments. This is achieved by the vision to provide a particularly fertile environment for translational research, hosting a distinctive and critical concentration of clinical and scientific staff with unique expertise and strengths, and track records in disease management and unravelling disease pathogenesis. Access to well documented patient cohorts and links to patient groups and stakeholders also provide important resources to enhance translational research. Alongside these, the application of critical infrastructure and well established partnerships with UCL facilitate basic science research, encourage education and training and key interactions with pharma to exploit ideas and together initiate and progress the development of new and effective therapies.

In July 2013 we were approached by Professors David Abraham and Chris Denton in the Department of Rheumatology to support a biomedical PhD programme in medicine, for which they had obtained support from the Rosetrees Trust, a local biomedical charity. The idea behind the programme was that each of the 5 groups within the UCL Division of Medicine (Royal Free Campus) would receive one studentship with the sixth an open competition. Individual awards were to be allocated on a mix of student and project selection. The Royal Free Charity has committed a grant of £197,400 over 3 years to support the 6 PhD students and were involved, together with the Rosetrees Trust, in the planning and recruitment processes. The first 3 students started in September 2014 and gave their first presentations in January 2015. The projects chosen by the first three students were: "Modelling the interaction between disease micro-environment and mesenchymal stem cells in systemic sclerosis", a project aimed at investigating the role of stem cells in the development of autoimmune diseases; "Towards the elucidation of pathophysiology of amyloid conversion of globular proteins" where biomedical scientists are using biochemistry and biology to understand how proteins associate and cause amyloidosis; "The development and validation of a small molecule inhibitor of PNPLA3 as a therapeutic agent to prevent the development and progression of chronic liver injury" which uses high-resolution medicinal chemistry to assist in the search for new treatments for chronic liver disease.

With further studentships planned for 2015, and the commitment of three new biomedical charities to partner with the Royal Free Charity, the foundation is in place to promote and secure the future of the PhD programme at the Royal Free Hospital in medicine.



“The Royal Free Hospital is a melting pot of innovative medical research, with a major focus on transferring biomedical discoveries from the laboratory into improved healthcare and treatments for patients. This PhD programme brings together world-leading expertise in medicine to provide education and training to the best and brightest students in the UK and to inspire the next generation of scientists and doctors working in the forefront of the fight against chronic human disease.”

Professor David Abraham





Fund pioneering research

SUPPORTING CANCER PROJECTS

Bowel cancer is the second most common cancer in the UK, with over 42,000 people diagnosed with the disease in 2013 (CRUK statistics).

Patients with bowel cancer habitually undergo surgery to remove diseased tissue. This is followed by further treatment with anti-cancer drugs either to prevent the cancer spreading to other organs or because the cancer has already spread. Unfortunately the majority of the latter patients (approximately 70%) do not benefit from their treatment. Given the increasing number of cases and the rising costs of new drugs, there is an urgent need to predict more accurately which treatments have greatest chances of success for each individual patient. If they have no beneficial effect, drugs result in harm, unacceptable side-effects and cost, both in terms of lives and financial burden. The British Medical Journal reported this huge problem in 2013 (R. Bernards) highlighting that 37 of 49 billion dollars spend on cancer drugs globally confer no benefit. Personal medicine has become one of the fastest growing areas of cancer research, trying to predict which patients will benefit from a drug and which will not. However, an additional approach to predicting response to treatment is necessary.

Professor Marilena Loizidou describes the project, “The pilot funding we received from the Royal Free Charity to develop patient derived colorectal cancer tumouroids and test drug action has proved invaluable.

This work is part of our strategic theme to establish personalised cancer medicine – to choose the right drugs for each person with cancer. “

The approach Marilena and her team have adopted is to isolate cells from the cancer mass and the supporting connective tissue cells and reconstruct them in the laboratory in a 3D configuration to create an artificial tissue mimic which is suitable for testing drug action. Therefore, tumouroids manufactured from each patient will help identify drugs which have the maximum effect for each individual patient.

The work carried out this year helped identify methods of dealing with tissues from patients with colorectal cancer – how to isolate cancer and connective tissue cells; how to /how not to process them. Success was modest, but helped define a number of approaches, some with real potential. These results have proved invaluable, informing ongoing tumouroid research. Substantial funding has been attracted from the NIHR for taking forward the development of tumouroids for a number of solid cancers, and in the last six months three researchers have been appointed in this field, supported by a number of PhD students.

In parallel, the team undertook drug testing in tumouroids to determine their suitability for such investigations. The work was carried out in colorectal cancer tumouroids manufactured from commercially available cells to enable them to test conditions. This line of investigation demonstrated that tumouroids are highly suitable for drug testing and enable study of drug action at the molecular level. This work has been submitted for publication to a high impact journal (Nanomedicine).

“The work is high risk – in terms of success, but we strongly believe it is worth doing and if successful will revolutionise patient management.”

£15,000
grant match funded

“We have just had a paper accepted based on the work supported by the Royal Free Charity.”

Professor Marilena Loizidou
Head, Research Department
of Nanotechnology
Division of Surgery and
Interventional Science
UCL School of Life and
Medical Sciences
Royal Free Campus

Fund pioneering research

INSTITUTE OF IMMUNITY AND TRANSPLANTATION

This new research centre is being established at the Royal Free Hospital to bring together teams of world-leading scientists, academic clinicians and clinical trials specialists to provide innovative treatments for many conditions that affect a significant number of the population.

The Royal Free Charity (RFC), Royal Free London NHS Foundation Trust (RFL) and University College London (UCL) are working together to bring to fruition this new research building to further strengthen disease-focused translational research at the Royal Free.

The UCL Institute of Immunity and Transplantation will be housed in the Pears Building, named as such in recognition of the generous donation from the Pears Foundation to the funding of the new building.

The new facilities will provide over 6,000m² of the best possible infrastructure for research, training and clinical delivery, with state-of-the-art research labs, equipment and clean room facilities to adapt research protocols for production of clinical grade therapeutics for trials in patients.

The building has been designed by Hopkins Architects, an internationally recognised architectural practice. The Pears Building will also house the Royal Free Charity and the Voluntary Services Department.

As the Institute will be based at the Royal Free Hospital, its scientific discoveries will be quickly translated into new types of therapies for patients. These new therapies will make a positive difference to the lives of the patients that the Royal Free London NHS Foundation Trust serves and to the global community as the treatments will be applicable to many worldwide medical conditions.

UCL researchers will develop:

- new therapeutics for diabetes, scleroderma, amyloidosis
- vaccinations for HIV, viral hepatitis, HCMV
- immunotherapy for solid cancers, leukaemia and lymphoma
- gene therapy for lysosomal storage diseases such as Gaucher's disease
- ways to induce tolerance in patients receiving conventional and tissue engineered transplants

The cost of the new building will be £54.2 million and we already have confirmed pledges of support of over £49 million. We will continue to seek philanthropic support towards the construction of the new facilities that are planned to open in 2018.

£36M

committed to the construction of the building itself as a state-of-the-art facility with a further

£3M

for research and development







OUR FUTURE AMBITIONS

A letter from our Chief Executive

I am proud to lead an organisation that has grown and will continue to grow for the benefit of patients at the Royal Free London NHS Foundation Trust. As a charity we are looking forward to the future as the next few years will bring dramatic, positive change to the organisation.

Over the next 12 months we want to build on the successes of the past year and expand the range and scope of services we offer to help support patients through their treatments at the hospitals we serve. We are looking to expand the number of Charity volunteers and the range of roles they kindly undertake at the hospitals. We already have over 600 volunteers, undertaking amazing activities to help patients; from welcoming people at the front entrance all the way through to assisting with patients on wards. However, there is more we can do and more support we can provide and I want to see twice as many volunteers, undertaking twice as many activities to support patients and visitors.

In 2018 the Pears Building, our new £54 million facility, will open its doors. For the Charity not only will it have a dedicated facility in which to help patients but also it will be an amazing resource for University College London to undertake immunity and transplant research, two of the key services the Royal Free Hospital specialises in. As we look to the future the Charity is also wanting to see greater use of IT for the patient. We have already funded free internet access, through the iCloud, to all Royal Free Hospital patients and visitors. We are now investigating whether we can offer advice centres, either physically or virtually, to help patients manage and cope with their conditions better.

For everyone involved in the Charity the future looks exciting. We know that over the next year we'll have an exciting period of change and growth, growth that will ensure we will be better placed to help support more patients through their clinical treatments than at any point in our history.

A handwritten signature in black ink that reads "Chris Burghes". The signature is written in a cursive, flowing style with a long horizontal line underneath the name.

Chris Burghes
Chief Executive
Royal Free Charity

SUMMARY FINANCIALS 14/15



INCOME

Area	£000
Donations - Capital Appeal	7,904
Donations - Others	3,093
Barnet and Chase Farm	1,944
Financial investments	878
Property investments	447
Trading	344
Legacies	251
Events	249
Others	71
TOTAL	15,181



EXPENDITURE

Area	£000
Staff training and development	1,654
Research	1,650
Patient welfare and facilities	1,214
Fundraising	626
Trading	352
Governance	326
Medical equipment	250
Other charitable support	62
Investment management	34
TOTAL	6,168

FINANCIAL COMMENTARY 2014/15

The Charity's income in 2014/15 was a record £15.181 million. However, as in 2013/14, a number of one-off factors applied. The £8.2 million grant from the Higher Education Funding Council for England (HEFCE) in 2013/14 towards the construction of the new Pears Building was augmented by a further £2.904 million: income in 2014/15 also included a grant of £5 million from the Pears Foundation, and £1.944 million was transferred from Barnet and Chase Farm Hospitals Charitable Fund, following the merger of those hospitals with the Royal Free London NHS Foundation Trust, and the corresponding merger of the two charities.

On top of the receipt of £543,000 from University College London Hospitals Charities (UCLHC) in 2013/14, a further £43,000 was received in support of renal services that moved to the Royal Free Hospital from University College London Hospital (UCLH). The income from the subsidiary company, RFC Recreation Club Ltd, also reached a record high of £344,000, but legacy income, having exceeded £1 million in each of the previous three years, fell to £251,000.

Expenditure in 2014/15 fell significantly from the artificially high level of 2013/14, as a result of the major grant made in that year for the new facility to replace the Royal National Throat, Nose and Ear Hospital. However, it included the remaining £600,000 of a grant of £2 million made for the purposes of improving the outpatient experience at the Royal Free Hospital. In parallel with the receipt of £43,000 from UCLHC, a grant of £101,000 was made to UCLHC when neurosurgery services moved to UCLH from the Royal Free.

The Charity's financial investments rose in value by 2.8% during 2014/15; coupled with a rise in investment income of 8.42% over the year, they were well placed to ride the financial turbulence that hit markets in the summer of 2015.

Risks and risk management

The Trustees of the Royal Free Charity recognise their duty to minimise the risks to which the Charity's activities could be exposed. They acknowledge that risk is an inherent feature of all activity, and that its management is crucial to meeting the Charity's objects.

The biggest risks it currently faces are:

- (a) Financial loss in difficult market conditions;
- (b) The assumption of an increasing number, and variety, of responsibilities and activities on three sites, beyond those that its structure as an unincorporated trust was designed to support (although it is planned to incorporate as a company limited by guarantee in April 2016); and
- (c) The effect upon its asset base, and cash flow, of the construction of the Pears Building, which is partly funded from the Charity's own resources, and partly by donations.

Reserves

The Charity's unrestricted investments are held as reserves, so as to produce a level of income that, along with donations and legacies, sustains the annual grants programme. As at 31 March 2015, the undesignated general funds totalled £1.397 million. This represents approximately a year's running costs which the Trustees believe to be acceptable.

Very major opportunities to support the NHS Trust will sometimes arise, and for which the Charity may wish to deplete its reserves. However the Trustees will then wish to rebuild them so as to be able to sustain, and develop the grant programme.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

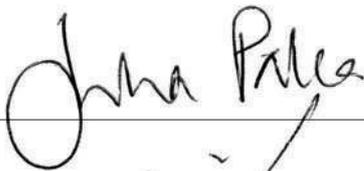
The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- (a) select suitable accounting policies and apply them consistently;
- (b) observe the methods and principles in the Charities SORP;
- (c) make judgements that are reasonable and prudent;
- (d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- (e) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial records comply with the Charities Act 2011 and the provisions of the trust deeds. 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.

By order of the Trustees

Chair



Trustee



INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ROYAL FREE CHARITY

We have audited the financial statements of the Royal Free Charity for the year ended 31 March 2015 which comprise the Group Statement of Financial Activities, the Group and Charity Balance Sheet, the Group Cash Flow Statement, and the related notes. The financial reporting framework that has been applied in their preparation is applicable laws and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the Charity's trustees 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 any party other than the Charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of financial statements which give a true and fair view. We have been appointed as auditors under section 151 of the Charities Act 2011 and report in accordance with regulations made under that Act. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group and charity's affairs as at 31 March 2015 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 United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Annual Report is inconsistent in any material respects with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



Kingston Smith LLP

Statutory auditor

Devonshire House
60 Goswell Road
London EC1M 7AD

Date: 17/12/15

Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006.

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2015

	Note	Unrestricted Funds £000	Restricted/ Special Purpose Funds £000	Endowment Funds £000	2014/15 Total Funds £000	2013/14 Total Funds £000
Incoming resources						
Incoming resources from generated funds						
Voluntary Income	2	3,247	7,958	–	11,205	11,989
Investment Income	9.2	1,245	80	–	1,325	1,222
Total income from generated funds		4,492	8,038	–	12,530	13,211
Incoming resources from charitable activities		71	–	–	71	95
Activities for generating funds – trading subsidiaries		344	–	–	344	333
Other activities for generating funds		197	52	–	249	190
Grant from UCLH Charity		43	–	–	43	543
Funds transferred from Barnet and Chase Farm Hospitals Charitable Fund		1,944	–	–	1,944	–
Other incoming resources		–	–	–	–	6
Total incoming resources		7,091	8,090	–	15,181	14,378
Resources expended						
Cost of generating funds						
Cost of generating voluntary income	4	624	2	–	626	475
Trading subsidiaries costs		352	–	–	352	329
Investment management costs		34	–	–	34	38
Property management costs		–	–	–	–	66
Total cost of generating funds		1,010	2	–	1,012	908
Charitable Activities	3	–	–	–	–	7,680
New ENT facility		–	–	–	–	7,680
Others		4,490	340	–	4,830	5,492
Governance Costs	4	310	16	–	326	254
Total resources expended		5,810	358	–	6,168	14,334
Net incoming resources		1,281	7,732	–	9,013	44
Reclassification of funds	12.3	4	(4)	–	–	–
Gains on revaluation and disposal of financial and property investments		1,043	22	2	1,067	1,323
Net movement in funds		2,328	7,750	2	10,080	1,367
Fund balances brought forward at 1 April 2014		30,707	10,800	51	41,558	40,191
Fund balances carried forward at 31 March 2015		33,035	18,550	53	51,638	41,558

All of the Charity's activities relate to continuing operations.
The notes on pages 24 to 32 form part of these accounts.

CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2015

	Note	Group March 2015 £000	Charity March 2015 £000	Group March 2014 £000	Charity March 2014 £000
Fixed Assets					
Tangible Assets	7	3,412	3,548	575	598
Investments	9	39,717	39,848	38,644	38,775
Total Fixed Assets		43,129	43,396	39,219	39,373
Current Assets					
Debtors	10	17,049	17,557	8,976	9,399
Short term deposits		545	545	2,537	2,537
Cash at bank and in hand		2,905	2,365	2,477	1,822
Total Current Assets		20,499	20,467	13,990	13,758
Creditors falling due within one year	11.1	(4,310)	(4,418)	(3,971)	(3,884)
Net Current Assets/(Liabilities)		16,189	16,049	10,019	9,874
Creditors falling due after more than one year	11.2	(7,680)	(7,680)	(7,680)	(7,680)
Total Net Assets		51,638	51,765	41,558	41,567
Funds of the Charity					
Capital Funds					
Endowment	12.1	53	53	51	51
Income Funds					
Unrestricted	12.2	33,035	33,162	30,707	30,716
Restricted	12.3	18,550	18,550	10,800	10,800
Total Funds		51,638	51,765	41,558	41,567

The notes on pages 24 to 32 form part of these accounts

Chairman

Anna Palca

Date

16/12/15

Trustee

[Signature]

Date

16/12/15

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2015

	Note	2014/15 £000	2013/14 £000
Cash outflow from operating activities	13.1	(117)	(456)
Returns on investment and servicing of finance			
Investment income		1,325	1,222
Transfer of investments from Barnet and Chase Farm		72	–
Net cash inflow from investments and servicing of finance		1,397	1,222
Capital expenditure and financial investment			
Purchases of investments		(2,938)	(26,578)
Purchase by subsidiary company of tangible fixed asset		–	(2)
Purchase by subsidiary company of asset under construction		(2,838)	(571)
(Increase)/decrease in long term deposit		–	2,000
Sale proceeds of investments		2,932	27,277
Net cash outflow from capital expenditure and financial investment		(2,844)	2,126
Management of liquid resources			
Decrease/(increase) in short term deposit		1,992	(2,010)
Net cash inflow from management of liquid resources		1,992	(2,010)
Increase in cash	13.2	428	882

The notes on pages 24 to 32 form part of these accounts

NOTES TO THE ACCOUNTS

I ACCOUNTING POLICIES

I.1 ACCOUNTING CONVENTION

The financial statements have been prepared under the historic cost convention, except for investments which are included at market value. The consolidated 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 Charities Act 2011. No separate Statement of Financial Activities has been presented for the Charity alone as permitted by paragraph 397 of the Charities SORP 2005. The subsidiaries' results are disclosed within note 8.

I.2 FUND STRUCTURE

Restricted funds are funds for which a legal restriction exists over their use, as determined by the donor. This could be a restriction to a particular department of the hospital (eg, cardiac or renal), or to a particular sphere of activity (eg, research, equipment).

Designated funds are funds where donors have expressed a preference over their use, but which is not legally binding. Following a review of the restricted funds in 2013/14, funds totalling £13.511 million, which were previously shown as restricted, have been transferred to designated, in line with Charity Commission guidance, as there was no documentation to substantiate that these funds were restricted.

Unrestricted funds are available for use at the discretion of the trustees for any general purpose of the Charity.

Endowment funds are funds for which the capital is held in perpetuity, but whose income may be used for restricted or unrestricted purposes, as determined by the donor.

I.3 INCOMING RESOURCES

All incoming resources are included in full in the Statement of Financial Activities as soon as the following three factors can be met:

- (i) entitlement - arises when a particular resource is receivable or the Charity's right becomes legally enforceable.
- (ii) certainty - when it is reasonably certain that the incoming resources will be received.
- (iii) measurement - when the monetary value of the incoming resources can be measured with sufficient reliability.

I.4 RESOURCES EXPENDED

Liabilities are recognised as resources expended if the Charity has a legal or constructive obligation committing it to the expenditure, or if there is a constructive obligation to make a transfer of value to a third party. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the particular category.

Governance costs comprise the costs of complying with statutory requirements.

I.5 ALLOCATION OF OVERHEAD AND SUPPORT COSTS

Overhead costs have been divided into the categories outlined in note 4, and apportioned between those categories (cost of generating funds, governance, and charitable expenditure), on the basis of their relevance to each category. In 2014/15, as in 2013/14, a direct charge was made to restricted and designated funds in recognition of the overhead and support costs relating to these funds.

The salaries of the Charity's staff are apportioned individually across the same expense categories, reflecting the time spent by each individual on the relevant activities.

I.6 GRANTS

Grants payable from designated funds to support the work of various departments of the Royal Free London NHS Foundation Trust are accounted for as a grant when the request for payment is received. Other grants are accrued in full when there is a binding commitment by the Charity to transfer the amounts involved to a third party.

I.7 INVESTMENTS

Investments are shown in the balance sheet at market value.

Property assets at the Royal National Throat Nose and Ear Hospital, are shown in the accounts at a value of £11,470,000, as valued at 31st March 2013 by CBRE Chartered Surveyors. A further property, purchased in 2013/14, is valued at its purchase price of £1,400,910. The trustees are of the view that a revaluation at March 2015 was not needed.

I.8 TANGIBLE FIXED ASSETS

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:

Computer equipment 5 years

Recreation equipment 5 years

NOTES TO THE ACCOUNTS

1.9 ASSET UNDER CONSTRUCTION

The asset under construction is a building on the Royal Free Hospital site, to house the Institute of Immunity and Transplantation. The costs incurred to date relate to architects and other professional fees. Depreciation will not be charged until the building is completed and brought into use.

1.10 REALISED GAINS AND LOSSES

Gains and losses are reported in the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (or date of purchase if later). Unrealised gains and losses are calculated as the difference between market value at the year end and opening market value (or date of purchase if later).

1.11 POOLING SCHEME

An official pooling scheme for all funds held under the auspices of The Royal Free Charity is contained within a Charity Commission Scheme dated 8 January 2008. It covers all funds formerly held by the Special Trustees for The Royal Free Hospital, and the Dresden Assistance Fund for the Royal Free Hospital. It does not distinguish between the different types of funds (unrestricted, designated, restricted, endowment), which are pooled together.

1.12 PENSION COSTS

Before the Charity employed its own staff, staff were employed by the Royal Free Hampstead NHS Trust and participated in the NHS Pension Scheme. Some current staff remain in that pension scheme, but new employees participate in personal pension schemes to which the employer's contribution matches that of the employee. Employees of the Charity's trading subsidiary, RFC Recreation Club Ltd, can also participate in personal pension schemes.

NOTES TO THE ACCOUNTS

2 VOLUNTARY INCOME

	Unrestricted Funds £000	Restricted Funds £000	Total 2014/15 £000	Total 2013/14 £000
Donations – Capital Appeal	–	7,904	7,904	8,200
Donations – Others	3,031	19	3,050	2,716
Legacies	216	35	251	1,073
Total	3,247	7,958	11,205	11,989

3 CHARITABLE EXPENDITURE

	Grants £000	Activities Undertaken £000	Support Costs Directly £000	Total 2014/15 £000	Total 2013/14 £000
Patient Welfare and Facilities	1,122	57	35	1,214	1,808
Staff Training and Development	200	1,407	47	1,654	1,440
Research	320	1,283	47	1,650	1,257
Medical Equipment	18	225	7	250	528
New ENT facility – UCLH NHS Trust	–	–	–	–	7,680
Grant to UCLH Charities	101	–	–	101	219
Others	46	31	6	83	240
Expired grants written back	(122)	–	–	(122)	–
Total	1,685	3,003	142	4,830	13,172

The grant to UCLH Charities in 2013/14 is for the reprovision of the clinical services currently provided at the Royal National Throat Nose and Ear Hospital, when the replacement facility at UCLH is constructed. All grants were made to institutions. There were no grants to individuals.

4 ANALYSIS OF SUPPORT COSTS BY ACTIVITY

	Governance £000	Cost of Generating Funds £000	Charitable Activities £000	Total 2014/15 £000	Total 2013/14 £000
Salaries – charity	215	90	74	379	373
Salaries – trading subsidiary	–	186	–	186	175
Investment & Property Management	–	34	–	34	104
Other trading subsidiary costs	–	166	–	166	154
Statutory auditor's remuneration	15	–	–	15	16
Legal and other professional fees	52	–	–	52	39
Event and marketing costs	–	16	–	16	61
Consultancy and recruitment services	8	10	9	27	5
Publicity materials	–	45	42	87	–
Capital appeal costs	–	428	–	428	276
Others	36	37	17	90	102
Total Costs	326	1,012	142	1,480	1,305

These costs are initially all charged to unrestricted funds, except for certain specific costs that relate to particular special purpose funds. Besides a share of investment management costs, each special purpose fund bears a levy as a contribution towards the other overhead costs, in recognition that some of these costs are incurred in relation to those funds. In 2014/15 this charge was £118,000. (2013/14: £118,000).

NOTES TO THE ACCOUNTS

4.1 ANALYSIS OF STAFF COSTS

	Charity £000	Subsidiary £000	Total 2014/15 £000	Total 2013/14 £000
Salaries and wages	505	165	670	552
Social security costs	50	15	65	54
Other pension costs	44	6	50	45
Total	599	186	785	651

No employee of any subsidiary company received emoluments exceeding £60,000.

The number of such employees of the Charity were:

	2014/15	2013/14
£70,001 – £80,000	1	–
£90,001 – £100,000	1	1

Pension contributions were made for these employees as follows:

	£000	£000
£70,001 – £80,000	6	–
£90,001 – £100,000	13	13

There was an average monthly number of 14 staff in 2014/15 (2013/14: 10.1).

RFC Recreation Club Ltd had an average number of 6 staff (2013/14: 6), and RFC Developments Ltd did not employ any staff.

5 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2015 £000	Total 2014 £000
Fixed assets	40,626	2,450	53	43,129	39,219
Current assets	4,189	16,310	–	20,499	13,990
Liabilities	(11,780)	(210)	–	(11,990)	(11,651)
	33,035	18,550	53	51,638	41,558

Charity	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2015 £000	Total 2014 £000
Tangible fixed assets	3,548	–	–	3,548	598
Investments	37,345	2,450	53	39,848	38,775
Current assets	4,159	16,310	–	20,469	13,758
Short term liabilities	(4,210)	(210)	–	(4,420)	(3,884)
Long term liabilities	(7,680)	–	–	(7,680)	(7,680)
	33,162	18,550	53	51,765	41,567

6 CHANGES IN RESOURCES AVAILABLE FOR CHARITY USE

	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	Total 2015 £000	Total 2014 £000
Net movement in funds for the year	2,328	7,750	2	10,080	1,367
Net movement in tangible fixed assets	2,837	–	–	2,837	572
Net movement in funds available for future activities	5,165	7,750	2	12,917	1,939

NOTES TO THE ACCOUNTS

7.1 FIXED ASSETS – GROUP

Cost	Recreational Equipment £000	Asset under construction £000	Computer Software £000	Total £000
Brought forward at 1 April 2014	6	571	11	588
Additions	–	2,838	–	2,838
Carried forward at 31 March 2015	6	3,409	11	3,426
Accumulated depreciation				
Brought forward at 1 April 2014	2	–	11	13
Charge for the year	1	–	–	1
Carried forward at 31 March 2015	3	–	11	14
Net book value at 1 April 2014	4	571	–	575
Net book value at 31 March 2015	3	3,409	–	3,412

7.2 FIXED ASSETS – CHARITY

Cost	Asset under construction £000	Computer Software £000	Total £000
Brought forward at 1 April 2014	598	11	609
Additions	2,950	–	2,950
Carried forward at 31 March 2015	3,548	11	3,559
Accumulated depreciation			
Brought forward at 1 April 2014	–	11	11
Charge for the year	–	–	–
Carried forward at 31 March 2015	–	11	11
Net book value at 1 April 2014	598	–	598
Net book value at 31 March 2015	3,548	–	3,548

8 SUBSIDIARY COMPANIES

Details of the Charity's subsidiary undertakings are set out below.

All the subsidiary undertakings are incorporated in England and Wales and operate in the United Kingdom.

Company	Shares held Class	%	Principal activity
RFC Recreation Club Ltd	Ordinary	100	Provision of recreational services
RFC Developments Ltd	Ordinary	100	Design, construction and building services
RFC Enterprises Ltd	Ordinary	100	Company dormant and not yet trading

NOTES TO THE ACCOUNTS

8 SUBSIDIARY COMPANIES (CONTINUED)

The results of the subsidiaries and their assets and liabilities at the year end were as follows:

	RFC Recreation Club Ltd £000	RFC Developments Ltd £000	RFC Enterprises Ltd £000
Turnover	344	2,919	–
Expenditure	(348)	(2,867)	–
Donation to Royal Free Charity	–	(52)	–
Result for the year	(4)	–	–
Total Assets	219	–	–
Total Liabilities	(74)	–	–
Net funds at the end of the year	145	–	–

9 ANALYSIS OF INVESTMENT PORTFOLIO

	Group 2015 £000	Charity 2015 £000	Group 2014 £000	Charity 2014 £000
Market value as at 1 April	38,644	38,775	38,020	38,142
Less: Disposals at carrying value	(2,939)	(2,939)	(26,913)	(26,913)
Add: Acquisitions at cost	2,938	2,938	26,578	26,578
Net gain/(loss) on revaluation	1,074	1,074	959	968
Market value as at 31 March	39,717	39,848	38,644	38,775

9.1 MARKET VALUE AT 31 MARCH

	Held In UK £000	Held Overseas £000	2015 Total £000	2014 Total £000
Investment properties	12,871	–	12,871	12,871
Investments listed on Stock Exchange	40	30	70	32
Investments in Common Investment Funds	26,763	–	26,763	24,917
Cash held within the investment portfolio	13	–	13	824
Total Investments – Group	39,687	30	39,717	38,644
Investments in subsidiary companies	131	–	131	131
Total Investments – Charity	39,818	30	39,848	38,775

9.2 ANALYSIS OF INVESTMENT INCOME

	Held In UK £000	Held Overseas £000	2014/15 Total £000	2013/14 Total £000
Investment properties	447	–	447	439
Investments listed on Stock Exchange	8	–	8	1
Investments in a Common Investment Fund	841	–	841	707
Cash held outside the investment portfolio	29	–	29	75
Total Investment Income	1,325	–	1,325	1,222

NOTES TO THE ACCOUNTS

9.3 DETAILS OF MATERIAL INVESTMENT HOLDINGS

The Charity has two investment managers. Investments in individual entities as at 31 March 2015 representing over 5% of the respective managers' portfolio are:

Holding		2015 £000
M&G	Charifund	7,009
	M&G Global Dividend Fund	3,960
	M&G Optimal Income Fund	2,585
Cazenove	Majedie Asset Management UK Equity	1,066
	Equity Income Trust for Charities	2,888
	Capita Financial Trojan	687
	Ruffer Total Return	695

10 ANALYSIS OF DEBTORS

	Group 2015 £000	Charity 2015 £000	Group 2014 £000	Charity 2014 £000
Accrued income	3	3	47	47
Prepayments	26	26	9	9
Due from subsidiary undertaking – RFC Developments Ltd	–	571	–	523
Other debtors	17,020	16,957	8,920	8,820
Total debtors	17,049	17,557	8,976	9,399

In 2013/14, the Charity made a loan of £500,000 to its subsidiary, RFC Developments Ltd, at a premium of 6% above base rate, regarding a major development project on the Royal Free Hospital site. The loan is due for repayment upon the completion of the development, which is expected to be within the financial year 2017/18.

Other debtors include £5 million relating to the development project. It is due for receipt at various stages of completion of the project, and as at 31 March 2015, it was all due after more than one year.

All other debtors fall due within one year.

11 ANALYSIS OF CREDITORS

11.1 CREDITORS FALLING DUE WITHIN ONE YEAR

	Group 2015 £000	Charity 2015 £000	Group 2014 £000	Charity 2014 £000
Grant and other accruals	3,596	3,596	3,116	3,116
Due to subsidiary undertaking – RFC Developments Ltd	–	255	–	109
Other creditors	714	567	855	659
Total creditors falling due within one year	4,310	4,418	3,971	3,884

11.2 CREDITORS FALLING DUE AFTER MORE THAN ONE YEAR

	Group 2015 £000	Charity 2015 £000	Group 2014 £000	Charity 2014 £000
Grant accrual	7,680	7,680	7,680	7,680
Total creditors falling due after more than one year	7,680	7,680	7,680	7,680

NOTES TO THE ACCOUNTS

12 ANALYSIS OF MATERIAL FUNDS

12.1 ENDOWMENT FUND BALANCES

	Opening Balance £000	Incoming Resources £000	Resources Expended £000	Transfers £000	Gains/ Losses £000	Closing Balance £000
Cookson	51	–	–	–	2	53

The Cookson Fund is used to support an oncology fellowship. The unrealised gains of £2,000 were credited to a revaluation reserve.

12.2 UNRESTRICTED FUNDS

£000

Designated Funds:

Development of Institute of Immunity and Transplantation	7,680
Unrealised revaluation of property assets	6,916
Friends Fund – transferred from the formerly separate charity, Friends of the Royal Free Hospital	518
Departmental funds received from the former Barnet and Chase Farm Hospitals Charitable Fund	1,867
Departmental funds – Royal Free Hospital	14,657

Total designated funds **31,638**

Other general funds (undesignated) 1,397

Total unrestricted funds **33,035**

12.3 RESTRICTED FUNDS

	Opening Balance £000	Incoming Resources £000	Resources Expended £000	Transfers £000	Gains £000	Closing Balance £000
Capital Appeal	8,870	7,947	(1)	(4)	–	16,812
Beckett Legacy	466	13	(116)	–	–	363
Peter Costin Memorial Fund	507	27	(13)	–	–	521
St Peter's Trust	509	88	(217)	–	–	380
Dresden Assistance	448	15	(11)	–	–	452
Others (revaluation reserve)	–	–	–	–	22	22
Total Restricted Funds	10,800	8,090	(358)	(4)	22	18,550

Unrealised gains of £22,000 were credited to a revaluation reserve. £4,000 was transferred from the Capital Appeal Fund to unrestricted funds to correct an error in 2013/14.

12.4 DETAILS OF RESTRICTED FUNDS

Capital Appeal	To finance the building of the Institute of Immunity and Transplantation
Beckett Legacy	To fund a lecturer in medicine
Peter Costin Memorial Fund	To provide bursaries to medical students
St Peter's Trust	To support kidney, bladder and prostate research
Dresden Assistance	To support needy patients upon discharge from hospital

NOTES TO THE ACCOUNTS

13 NOTES TO THE CASH FLOW STATEMENT

13.1 RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES TO NET INCOMING RESOURCES

	Note	2014/15 £000	2013/14 £000
Net incoming resources		9,013	44
Non-operating item:			
Investment income due for the year		(1,325)	(1,222)
Non-cash items:			
Transfer of investments		(72)	–
Depreciation charges	7	1	1
(Increase)/decrease in debtors	10	(8,073)	(7,897)
Increase/(decrease) in creditors	11	339	8,618
Cash inflow/(outflow) from operating activities		(117)	(456)

13.2 ANALYSIS OF CHANGES IN NET FUNDS

	Balance 2014 £000	In Year Change £000	Balance 2015 £000
Cash in hand and at bank	2,477	428	2,905

14 CONTINGENT LIABILITIES

There were no contingent liabilities at either 31 March 2015 or 31 March 2014.

15 POST BALANCE SHEET EVENTS

There were no post balance sheet events.

16 TRUSTEES AND CONNECTED PERSONS TRANSACTIONS

No trustee or member of the key management staff or person related to them undertook any material transactions with the Charity in either 2014/15 or 2013/14. No trustees were reimbursed any expenses in 2014/15 or in 2013/14.

17 RELATED PARTY INTERESTS

The Charity has three subsidiary companies, in all of which it is sole shareholder, as follows:

RFC Recreation Club Ltd (company no 7686541) – Mr Christopher Burghes and Mr Stephen King, respectively Chief Executive, and Head of Finance, of the Charity, are directors.

RFC Developments Ltd (company no 8729267) – Dr Russell Gilbert and Mrs Janet Morgan, two trustees of the Charity, are directors, along with Mr Christopher Burghes and Mr Stephen King.

RFC Enterprises Ltd (company no 8729268) – this company is not yet trading.

Ms Caroline Clarke, Director of Finance of the Royal Free London NHS Foundation Trust, and Mrs Nicola Begent, a director of RFC Recreation Club Ltd, both attended trustee meetings in an advisory, non-voting capacity.

Back cover

Major Rob Staruch

PhD Student at the Centre for Regenerative Medicine
Investigating biodegradable injectable foams for soft
tissue wound reconstruction supported by a grant
from the Royal Free Charity



ROYAL FREE CHARITY

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🐦 @BarnetHospChty
📘 /RoyalFreeCharity

BARNET HOSPITAL CHARITY

Barnet Hospital
Wellhouse Lane
Barnet EN5 3DJ

CHASE FARM CHARITY

Chase Farm Hospital
127 The Ridgeway
Enfield EN2 8JL



royal free
charity

barnet hospital
charity

chase farm
charity