

Charity Registration No. 1016315 (England and Wales)

**THE DERMATITIS AND ALLIED DISEASES
RESEARCH TRUST**

**TRUSTEES' REPORT AND
UNAUDITED FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 5 APRIL 2015

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

CONTENTS

	Page
Legal and administrative information	1
Report of the trustees	2 - 5
Independent examiner's report	6
Statement of financial activities	7
Balance sheet	8
Notes on the financial statements	9 - 13

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Charity Status:	Registered in England and Wales
Charity Number:	1016315
Working Name:	Dermatrust
Address:	40 Queen Anne Street London W1G 9EL
Website:	www.dermatrust.org.uk
Trustees:	Professor M H A Rustin Mr A G Moss Mr S J Patey Dr C Orteu Dr S McBride Dr V Swale Professor A Akbar Dr E Seaton Dr J Jones Professor C Bunker Mr B Yam Dr F Ismail Dr M Griffiths Dr D Greenblatt Dr M Ameen Dr T Leslie (appointed 11 September 2014)
Patrons:	Professor Dame Carol Black The Lord Colwyn Ms G Glaister Sir Bernard Haitink Mr John Marshall Professor K M Spyer Mr Michael van Straten Dr T Stuttaford Rabbi Mark Winer Sir Terry Wogan Professor A Zuckerman
Bankers:	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ Lloyds Bank Plc 40 Rosslyn Hill Hampstead London NW3 1NL
Accountants:	Lewis Golden LLP Chartered Accountants & Registered Auditors 40 Queen Anne Street London W1G 9EL
Independent Examiner:	Russell Tenzer FCA Hazlems Fenton LLP Chartered Accountants Palladium House 1 – 4 Argyll Street London W1F 7LD

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2015

The trustees submit their report and the financial statements for the year ended 5 April 2015.

Legal and Administrative Information

Legal and administrative information set out on page 1 forms part of this report.

The trustees during the year were as follows:-

Prof M H A Rustin	Dr C Orteu	Prof A Akbar	Dr J Jones
Mr A G Moss	Dr S McBride	Dr V Swale	Mr B Yam
Mr S J Patey	Dr E Seaton	Prof C Bunker	Dr F Ismail
Dr M Griffiths	Dr D Greenblatt	Dr M Ameen	Dr T Leslie

Dr Tabi Leslie was appointed as trustee on 11th September 2014.

Structure Governance and Management

The Trust was established by Dr M H A Rustin, Dr S Wright, Sir Ian Morrow, Dr T Stuttaford, Mr A G Moss and Mrs W Lourie as the Dermatitis and Allied Diseases Research Trust under a trust deed dated 30 December 1992. The Trust's working name is Dermatrust.

The Trust does not have a Chief Executive. However Prof M H A Rustin is the senior executive trustee and Mr A G Moss oversees the financial reporting of the Trust. Ms Estelle Morris is a part-time fundraiser for the Trust.

The trustees collectively have the authority to appoint new trustees by resolution of a meeting of the trustees. The trustees will consider appropriate methods for the recruitment when it is decided that new trustees are required.

The trustees are required by the trust deed to meet at least once in every year. The quorum at such meetings is three trustees. The trustees met four times during the year.

During the year the trustees have undertaken a risk assessment. This assessment helped to identify the major risks to which the charity is exposed. The trustees have reviewed the major risks and have established a system to mitigate those risks.

Andrew Moss is a partner in Lewis Golden LLP, which provides accountancy and administration services to the Trust. Details of any fees paid to Lewis Golden LLP are disclosed in the notes to the financial statements.

There have been no changes in the policies of the Trust during the year.

Objectives and Activities for the Public Benefit

The objects of the Trust are to support the advancement of research and treatment of benign and malignant diseases of the skin.

The trustees apply the Trust income and resources at their absolute discretion to the research and development of new medicines and equipment for the relief of persons suffering from benign and malignant diseases of the skin. The trust deed imposes no specific restrictions on the way in which the Trust can operate and the trustees may make such investments as they think fit.

The Trust is based at the Royal Free Hospital, London and supports the clinical and research activities of the Consultant Dermatologists at the Royal Free Hospital. Specifically, the Trust supports the research being carried out by Professor Rustin, Dr Orteu, and Dr McBride into the cause and improved treatment of atopic eczema, Fabry disease and psoriasis respectively. The trust now directly funds one clinical research fellow who is registered for an MD and two research scientists who have registered for PhDs, and one Post-Doctoral Scientist. Dermatrust also supports the research activity of Dr Katie Lacy in the Cutaneous Medicine and Immunotherapy Unit at Kings College London School of Medicine. Collectively this research makes up the Dermatrust Research Programme, which is the primary charitable activity of the Trust. Further information on the Programme is given in pages 3 to 4.

The trustees use the services of a consultant fundraiser to raise funds which can then be used to develop the Research Programme.

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2015

Objectives and Activities for the Public Benefit (continued)

The trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance and referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

Achievements and Performance

The sixth Dermatrust Research Fellow Dr Neil Patel commenced his Clinical Research Fellow post in February 2013 and he has been employed for a three year period in order to complete a PhD thesis. Dr Isioma Uzoamaka Egbuniwe a Clinical Research Fellow supported by Dermatrust and supervised by Dr Katie Lacy and Professor Arne Akbar completed her PhD thesis entitled "The function and modulation of B and unconventional T cell subsets in cutaneous pathology" which was awarded by Kings College London.

The immune system in the skin declines as people age; this is manifested by the higher rate of skin infections seen in the elderly. Skin resident T lymphocytes are a recently described population that are permanently resident in the skin and are recognised to have a critical role in defending the skin from invading pathogens. There are an estimated 20 billion T cells in the skin, double the number present in the blood, highlighting their importance in maintaining the skin's defence against infection.

The research group including Professor Akbar, Dr Vukmanovic-Stejic and Dr Patel have been investigating whether a change in skin resident T cells may account for the diminished immune response in the old. To study these cells, skin biopsies were taken from young and old healthy volunteers, the leucocytes were isolated by collagenase digestion and analysis performed by flow cytometry. In addition immunofluorescence microscopy on snap-frozen skin biopsy sections was used for more precise enumerating / localisation of particular cell types within the skin.

Histological analysis demonstrated no difference in the numbers of skin resident T cells between young and old. Using CD27 and CD45RA to define four subsets of T cell differentiation, we showed that there was no difference in the terminally differentiated CD27-CD45RA⁺ subset of CD4⁺ T cells between young and old, suggesting that excessive T cell differentiation towards a senescent phenotype was not the cause of impaired immunity in old skin. Furthermore stimulated skin resident CD4⁺ T cells from young and old were equally able to secrete cytokines in vitro, implying no loss of function in this population in older individuals. In summary, the skin resident T cell population was surprisingly similar between young and old humans in terms of cell numbers, differentiation state, and functional ability. Additional experiments demonstrated an equivalent number of VZV-specific CD4⁺ T cells in the skin in both age groups. Overall, these findings suggest that the skin resident T cell population is not defective in the old, pointing to an alternate cause for their impaired skin immunity. Regulatory T cells, which inhibit immune responses, were shown to be increased in number in old skin compared to young, a finding that may partly explain the impaired cutaneous immune response in old individuals. This work was published in the Journal of Investigative Dermatology in March 2015. (Vukmanovic-Stejic M, Sandhu D, Seidel JA, Patel N, Sobande TO, Agius E, Jackson SE, Fuentes-Duculan J, Suárez-Fariñas M, Mabbott NA, Lacy KE, Ogg G, Nestle FO, Krueger JG, Rustin MH, Akbar AN. The Characterization of Varicella Zoster Virus-Specific T Cells in Skin and Blood during Aging. *J Invest Dermatol* 2015;135:1752-62).

Vaccination is one of the few therapeutic interventions that can be administered to boost human immune responses and so we have been investigating whether the shingles vaccine can boost T cell responses in the skin (the vaccine is already known to boost the T cell response in the blood). Preliminary data has shown that in individuals aged over 70, subcutaneous vaccination does not significantly alter the number of CD4⁺ T cells or regulatory T cells within the skin. However, after vaccination, if the skin is then challenged with an intradermal injection of VZV antigen, CD4⁺ T cells accumulate in greater numbers at the injection site, and demonstrate greater proliferation, than before vaccination. In further work we aim to explore whether vaccination can increase the numbers of VZV-specific CD4⁺ T cells in the skin.

These commitments to the research objectives of the Trust amount to almost £300,000 in the short to medium term. Accordingly the trustees have allocated an equivalent amount, not including amounts accounted for through restricted funds, to a designated fund. Whilst the trust has sufficient resources to meet these commitments, the trustees intend to continue raising funds to satisfy their long-term aims.

As a direct result of Dermatrust's work, the Royal Free Hospital employs Sister Waite in the Clinical Trials Unit. This work generates income for the Hospital, which therefore makes resources available for Dermatrust sponsored research.

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2015

How Dermatrust Sponsored Research delivered Public Benefit

The main thrust of the Trust's research is to identify mechanisms causing persistent inflammation in the skin, to examine the effect of ageing on immune responses and immune memory and to understand and hopefully modulate the immune responses to skin cancer.

The benefits of the Trust's work to the public are the funding of on-going research with the goal of being able to assist sufferers of skin inflammation disorders, the dissemination of research findings, the development of new therapies and the education of future researchers.

During the year, research sponsored by Dermatrust has been presented at National and International meetings and invited lectures have been given at a number of institutions in England, America and Europe. Results of the research have been published in highly respected peer reviewed journals.

The trustees consider that by sponsoring such medical research, they are promoting the general charitable principle of the advancement of health and medical knowledge and this could benefit anybody who suffers from persistent skin inflammations.

Financial Review

	2015 £	2014 £
Income received from donations, legacies & similar incoming resources amounted to	78,654	222,020
Income from investments during the year amounted to	1,579	2,280
Total income for the year was	80,233	224,300
from which costs of generating donations & other funds were payable of	(9,138)	(21,998)
Charitable expenditure in furtherance of the charity's objects by supporting the Research Programme amounted to	(110,822)	(66,917)
Resources expended on governance costs amounted to	(24,752)	(22,709)
Resulting in a (deficit)/surplus after expenditure for the year of	(64,479)	112,676
Funds balances brought forward at 6 April 2014 amounted to	445,730	333,054
Giving total trust funds carried forward at 5 April 2015 of	381,251	445,730

There are no funds in deficit at the date of the financial statements. The Trust's financial position at the balance sheet date is sufficient to meet ongoing expenditure and commitments. However, the Trust is reliant on future donations in order to be able to plan for future research.

The Trust's reserves consist of its Unrestricted Income Fund, which had a balance of £68,821 (2014: £154,537); and the Designated Income Fund and Restricted Income Funds, which are explained in more detail in notes 9 and 10 respectively. It is a long term aim of the trustees to increase the reserves to a level that will generate regular investment income sufficient to support future research. However, current rates of return mean that this aim is impractical in the short term. The trustees will continue to review the level of reserves of the Trust.

The Trust and its trustees do not hold any funds as Custodian Trustee on behalf of others.

The trustees' powers to invest are unrestricted. The trustees have decided to place most of the Trust's funds on 90 day notice deposit account in order to balance the level of return obtainable with the requirement to fund the Research Programme. At the date of the accounts, the Trust had a balance of £348,087 (2014: £406,541) on deposit. The trustees do not consider there to be sufficient free reserves available to justify long term investments. The trustees will continue to review the level of funds on deposit with regard to the changing investment climate.

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2015

Plans for Future Periods

The Trust has sufficient funds designated to meet its current commitments, supporting the research of Dr Patel until February 2016. However, the Trust is reliant on raising new funds in order to be able to expand the Research Programme and commit to funding new research. The trustees intend to continue fundraising, and in particular to establish a new appeals committee. It is hoped that the committee will both assist in fundraising and arranging fundraising events, and will help to raise the profile of the Trust.

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the Trustees' Annual 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 & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of 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:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

In so far as the trustees are aware:


- there is no relevant audit information of which the charity's independent examiner is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant independent examination information and to establish that the independent examiner is aware of that information.

The financial statements have been prepared in accordance with the requirements of the Statement of Recommended Practice and the trust deed.

Approved and signed on behalf of the trustees on 7 December 2015



Malcolm H A Rustin
Trustee



Andrew G Moss
Trustee

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

I report on the financial statements of the Trust for the year ended 5 April 2015 as set out on pages 7 to 13.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of financial statements. The charity's trustees consider that an audit is not required for the year under section 144(2) of the Charities Act 2011 ('the 2011 Act') and that an independent examination is needed.

It is my responsibility to:

- examine the financial statements under section 145 of the 2011 Act;
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state where particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- a) which gives me reasonable cause to believe that in any material respect the requirements:
- to keep accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare financial statements which accord with the accounting records and to comply with the accounting requirements of the 2011 Act;
- have not been met; or
- b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.


Russell Tenzer FCA
Hazlems Fenton LLP
Chartered Accountants
Palladium House
1 – 4 Argyll Street
London W1F 7LD


Date

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

STATEMENT OF FINANCIAL ACTIVITIES (including an income and expenditure account) FOR THE YEAR ENDED 5 APRIL 2015

INCOME AND EXPENDITURE

	Notes	Unrestricted Income Fund	Designated Income Funds	Restricted Income Funds	Expendable Endowment Capital Fund	Total Funds	Total Funds
		2015 £	2015 £	2015 £	2015 £	2015 £	2014 £
Incoming Resources							
Incoming resources from generated funds							
Voluntary income	3	53,654	-	25,000	-	78,654	222,020
Investment income	4	1,579	-	-	-	1,579	2,280
Total Incoming Resources		<u>55,233</u>	<u>-</u>	<u>25,000</u>	<u>-</u>	<u>80,233</u>	<u>224,300</u>
Resources Expended							
Costs of generating funds							
Costs of generating voluntary income	5	(9,138)	-	-	-	(9,138)	(21,998)
Charitable activities							
Research Programme - Dermatrust fellows, technicians & consumables		(12,670)	(74,740)	(23,412)	-	(110,822)	(66,917)
Governance costs	6	(24,752)	-	-	-	(24,752)	(22,709)
Total Resources Expended		<u>(46,560)</u>	<u>(74,740)</u>	<u>(23,412)</u>	<u>-</u>	<u>(144,712)</u>	<u>(111,624)</u>
Net (Outgoing)/Incoming Resources before Transfers		8,673	(74,740)	1,588	-	(64,479)	112,676
Transfers between funds	9	(94,389)	94,389	-	-	-	-
Net Movement In Funds		<u>(85,716)</u>	<u>19,649</u>	<u>1,588</u>	<u>-</u>	<u>(64,479)</u>	<u>112,676</u>
Fund balances brought forward							
As at 6 April 2014		<u>154,537</u>	<u>179,023</u>	<u>112,070</u>	<u>100</u>	<u>445,730</u>	<u>333,054</u>
Fund Balances Carried Forward as at 5 April 2015		<u>68,821</u>	<u>198,672</u>	<u>113,658</u>	<u>100</u>	<u>381,251</u>	<u>445,730</u>

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

BALANCE SHEET AS AT 5 APRIL 2015

	Notes	2015		2014	
		£	£	£	£
Current Assets					
Cash at bank and in hand		404,731		492,728	
Debtors	7	2,094		2,053	
		<u>406,825</u>		<u>494,781</u>	
Creditors: Amounts Falling Due Within One Year					
	8	<u>(25,574)</u>		<u>(49,051)</u>	
Net Current Assets			<u>381,251</u>		<u>445,730</u>
Net Assets			<u>381,251</u>		<u>445,730</u>
Unrestricted Income Fund					
	9		68,821		154,537
Designated Income Funds					
	9		198,672		179,023
Restricted Income Funds					
	10		113,658		112,070
Expendable Endowment Capital Fund					
	10		100		100
Total Trust Funds			<u>381,251</u>		<u>445,730</u>

Approved and signed on behalf of the Trustees on:

7 December 2015



Malcolm H A Rustin
Trustee



Andrew G Moss
Trustee

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2015

1 BASIS OF PREPARATION

1.1 Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards under the historical cost convention and with the Charities Act 2011.

The requirements of the Statement of Recommended Practice: Accounting and Reporting by Charities issued in March 2005 (SORP 2005) and The Charities (Accounts and Reports) Regulations 2008 have been taken into account in preparing these financial statements.

2 ACCOUNTING POLICIES

2.1 Incoming resources

(i) Recognition of incoming resources

These are included in the Statement of Financial Activities (SoFA) when: the charity becomes entitled to the resources, the trustees are virtually certain they will receive the resources, and the monetary value can be measured with sufficient reliability.

(ii) Incoming resources with related expenditure

Where incoming resources have related expenditure, the incoming resources and related expenditure are reported gross in the SoFA. Income from activities for generating funds and direct expenditure to generate such income are shown separately in the SoFA. The constituent income and receipts are together recognised on an accruals basis.

(iii) Grants, donations and legacies (Income)

Grants, donations and legacies are only included in the SoFA when the charity has unconditional entitlement to the resources. In effect this is on a receipts basis.

(iv) Tax reclaims on donations and gifts

Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.

(v) Incoming resources from charitable activities

These resources arising from activities in furtherance of charitable objects are shown in the financial statements on a receipts basis. They include donations received arising from laser treatment.

(vi) Donated services and facilities

The value of any donated services or facilities are not included in the financial statements, but are described in the trustees' annual report.

(vii) Investment income

Investment income is shown in the financial statements on an accruals basis. Investment income earned on the Restricted Income Fund is recognised in the Unrestricted Income Fund.

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

NOTES ON FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 5 APRIL 2015

2 ACCOUNTING POLICIES (continued)

2.2 Expenditure and liabilities

(i) Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

(ii) Governance costs

Governance costs are accounted for on an accruals basis and include costs of the preparation and examination of financial statements and the cost of any advice given to the trustees on governance or constitutional matters.

(iii) Grants with performance conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.

(iv) Grants payable without performance conditions

These are only recognised in the financial statements when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity.

(v) Costs of generating voluntary income

Fundraising and publicity costs include consultancy fees and direct expenditure.

(vi) Resources expended on charitable activities

Direct charitable expenditure and other expenditure are accounted for on an accruals basis. All costs are directly attributable to a specific activity.

2.3 Funds

The Trust maintains a capital fund called "Expendable Endowment Capital Fund" comprising the monies with which the Trust was established. The Trust also maintains an "Unrestricted Income Fund" which is available for charitable expenditure. Periodically the trustees designate unrestricted funds to ensure that sufficient funds are put aside to cover the cost of future planned research. These "Designated Income Funds" comprise monies expected to be paid by the Trust on sponsored research, but subject to performance conditions. The "Restricted Income Funds" are funds over which the donor has placed specific conditions relating to their use.

3 VOLUNTARY INCOME	2015	2014
	£	£
Donations and grants received	76,720	220,429
Income tax on donations recoverable	1,934	1,591
	<u>78,654</u>	<u>222,020</u>
4 INVESTMENT INCOME		
Income received directly attributed to:		
UK Bank interest	<u>1,579</u>	<u>2,280</u>

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

NOTES ON FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 5 APRIL 2015

5 COSTS OF GENERATING VOLUNTARY INCOME	2015	2014
	£	£
Fundraising events		
London Marathon entry	3,158	5,089
Prudential Ride London	-	1,890
	<u>3,158</u>	<u>6,979</u>
Fundraising and publicity expenses		
Professional fees	5,125	13,829
Expenses	36	78
	<u>5,161</u>	<u>13,907</u>
Printing and stationery	-	52
Justgiving & Virgin Money Giving charges	748	791
Website costs	43	-
Telephone costs	-	269
Bank charges	28	-
	<u>5,980</u>	<u>15,019</u>
Total	<u>9,138</u>	<u>21,998</u>
6 GOVERNANCE COSTS		
Independent examination fee	2,480	2,080
Accountancy and administration charges (note 12)	22,272	20,629
	<u>24,752</u>	<u>22,709</u>
7 DEBTORS		
Accrued income	17	22
Prepayment	2,077	2,031
	<u>2,094</u>	<u>2,053</u>
8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Accruals	<u>25,574</u>	<u>49,051</u>

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

NOTES ON FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 5 APRIL 2015

9 UNRESTRICTED FUNDS

	As at 6 April 2014 £	Incoming resources £	Outgoing resources £	Transfers £	As at 5 April 2015 £
Designated funds:					
Research Programme	179,023	-	(74,740)	94,389	198,672
Unrestricted Income Fund	154,537	55,233	(46,560)	(94,389)	68,821
	<u>333,560</u>	<u>55,233</u>	<u>(121,300)</u>	<u>-</u>	<u>267,493</u>

The Designated Research Programme Fund has been set aside by the trustees out of the unrestricted income fund for the specific purpose of supporting the Research Programme. The trustees periodically consider the funds required and designate a sufficient amount by means of transfer between the Unrestricted Income Fund and the Designated Research Programme Fund to cover the cost of current and planned research.

The Unrestricted Income Fund comprises monies that can be used in accordance with the charitable objects of the Trust at the discretion of the trustees.

10 RESTRICTED FUNDS

	As at 6 April 2014 £	Incoming resources £	Outgoing resources £	As at 5 April 2015 £
Restricted funds:				
Equipment	4,184	-	-	4,184
Audrey & Stanley Burton Charitable Settlement (PhD Students)	-	5,000	-	5,000
2013 3 year Clinical Research Fellow	3,412	-	(3,412)	-
John Fleming Melanoma Fund	4,474	-	-	4,474
Academy Chair of Dermatology	100,000	-	-	100,000
Consumables for microarrays	-	20,000	(20,000)	-
Total restricted funds	<u>112,070</u>	<u>25,000</u>	<u>(23,412)</u>	<u>113,658</u>
Expendable Endowment Fund	<u>100</u>	<u>-</u>	<u>-</u>	<u>100</u>
	<u>112,170</u>	<u>25,000</u>	<u>(23,412)</u>	<u>113,758</u>

The restricted funds consist of donations received for particular restricted purposes within the objects of the charity:

- 1 - The Locker Foundation and Penny in the Pound Fund Charitable Trust have donated funds to be used for the purchase of equipment;
- 2 - a grant from the Audrey and Stanley Burton Charitable Trust to support the clinical research of two PhD students. They have also provided funds to support consumables used for microarrays;
- 3 - grants from The George John and Sheilah Livanos Charitable Trust to support the costs of a Clinical Research Fellow over 3 years and a Clinical Research Fellow in Atopic Eczema;
- 4 - grants from The Alan Howard Foundation to support the costs of a Clinical Research Fellow over 3 years and to fund an Academic Chair of Dermatology; and
- 5 - John Fleming ran the 2012 Virgin London Marathon and has produced a dance video to raise sponsorship to fund research into melanoma.

THE DERMATITIS AND ALLIED DISEASES RESEARCH TRUST

NOTES ON FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 5 APRIL 2015

11 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Income Fund	Designated Income Funds	Restricted Income Funds	Expendable Endowment Fund	Total 2015
	£	£	£	£	£
Cash at bank and in hand	181,945	111,122	113,658	100	406,825
Other net current assets/(liabilities)	(13,124)	(12,450)	-	-	(25,574)
	<u>168,821</u>	<u>98,672</u>	<u>113,658</u>	<u>100</u>	<u>381,251</u>

12 TRUSTEES' INTEREST IN CONTRACTS

Andrew G Moss is a partner in Messrs Lewis Golden LLP, Chartered Accountants, who provided accountancy, administration and tax services to the Trust to the value of £22,272 (2014: £18,720) including VAT.

None of the other trustees received any remuneration or reimbursement of expenses during the year.

13 RELATED PARTY TRANSACTIONS

Professor M H A Rustin and Drs C Orteu, S McBride, V Swale, E Seaton, J Jones, F Ismail, M Griffiths and T Leslie, trustees, are employees of the Royal Free Hospital. As a result of Dermatrust's work the Royal Free Hospital employs a nurse in the Clinical Trials Unit and this generates income for the Hospital. While no entries are made in the Trust financial statements for this income or expenditure, the Special Trustees of the hospital make resources available to the Dermatrust Research programme. In the year ended 5 April 2015 such resources have been allocated to funding the Trust's research programme, reducing its cost to Dermatrust.

14 FUTURE COMMITMENTS – DERMATRUST RESEARCH PROGRAMME

The trustees are using a grant received from the Audrey & Stanley Burton Charitable Settlement to fund two clinical research PhD students for three years each: one of who is working with a former Dermatrust Research Fellow Dr Lacey and Professor Nestle at Kings College London; and one is working with Professor Akbar at University College London.

£50,000 per annum and £18,000 per annum has been included within the designated funds for Dr Neil Patel. The trust has sufficient resources to meet these existing commitments.