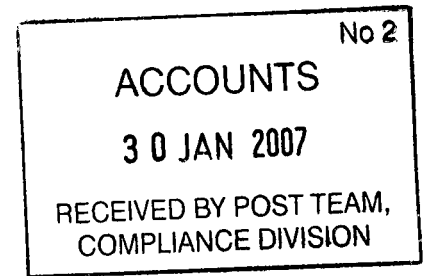


'Charity Commission'

COMPANY REGISTRATION NUMBER 5177034

1109600



OBESITY FORUM
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
31 MARCH 2006

Charity Number 1109600

WALLACE CROOKE & CO
Chartered Accountants & Registered Auditors
32 Lichfield Street
Walsall
West Midlands
WS1 1TJ

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

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**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 MARCH 2006**

The trustees, who are also directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Obesity Forum (commonly referred to as NOF - National Obesity Forum)
Charity registration number	1109600
Company registration number	5177034
Registered office	32 Lichfield Street Walsall WS1 1TJ

The trustees

The trustees who served the charity during the period were as follows:

Mr J H Pinkney
Dr A J Adamson
Dr C Waine OBE (Chairman)
Dr D W Haslam
Mr D P Fields
Professor F D Hobbs
Dr I Campbell
Mrs J U Deville-Almond
Ms K T Thomas
Dr O Ali
Mr T S Fry

Mr J H Pinkney was appointed as a trustee on 1 February 2006.
Dr A J Adamson was appointed as a trustee on 1 February 2006.
Professor F D Hobbs was appointed as a trustee on 2 February 2006.
Dr I Campbell was appointed as a trustee on 1 June 2005.
Mr T S Fry was appointed as a trustee on 1 March 2006.
Mr J H Pinkney retired as a trustee on 18 September 2005.
Mr D P Fields retired as a trustee on 6 May 2005.
Dr I Campbell retired as a trustee on 1 December 2005.
Mr P M Sacher was appointed as a trustee on 8 May 2006.
Professor F D Hobbs retired as a trustee on 19 June 2006.

Secretary Mrs M A Voce

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2006

Auditor	Wallace Crooke & Co Chartered Accountants & Registered Auditors 32 Lichfield Street Walsall West Midlands WS1 1TJ
Bankers	Barclays Walsall, The Bridge Walsall Area Group of Branches Leicester LE87 2BB

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 12 July 2004 and registered as a charity on 23 May 2005. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Trustees

The directors of the company are also Charity Trustees for the purposes of charity law and under the company's Articles. Under the requirements of the Memorandum and Articles of Association the members of the Charity are elected to serve, each year one-third of the members of the council shall retire from office. A retiring member of the council shall be eligible for re-election. The organisation has a robust recruitment system to ensure a broad skill mix, Trustees are requested to provide a list of their skills, which is regularly reviewed, and in the event of particular skills being lost due to retirements, every effort is made to recruit new Trustees with the appropriate skills. Knowledge of obesity is not essential but we require potential Trustees share the organisations vision of a future in which the understanding, promotion and prevention of obesity is paramount.

Trustee Induction and Training

All new trustees are invited and encouraged to attend a personal induction meeting with the company secretary. Trustees are presented with a copy of the latest published accounts, management accounts and the Companies Memorandum and Articles of Association.

Trustees are also encouraged to attend trustee meetings which are held around eight times per year at a central location.

Risk Management

The Trustees have conducted their own review of the major risks to which the charity is exposed and systems have been established to mitigate the risks the charity faces. External risks to funding have led to the development of a plan which broadens the income base of the charity. Internal financial risks are minimised by the implementation of procedures for authorisation of all transactions.

These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

OBESITY FORUM COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2006

Organisational Structure

The governing body is a group of nine committed individuals who meet bi-monthly and are responsible for the strategic direction and policy of the charity. Maria Voce, the Company Secretary also sits on the Committee but has no voting rights.

The day to day responsibility of the organisation rests with the Office Manager and Company Secretary, Maria Voce. She is responsible for ensuring that the charity delivers the services and meets its objectives on a daily basis.

OBJECTIVES AND ACTIVITIES

The Obesity Forum's main objective is to further such charitable purposes for the benefit of those suffering from medical conditions related to obesity as the members of the Council of Management think fit from time to time in particular but not exclusively by:

Preventing and relieving those with medical conditions related to obesity;

Advancing the education of the general public on the causes and harmful effects of obesity and recognition of obesity as a medical condition;

Improving medical management and treatment of obesity; and

Conducting or promoting or encouraging research or training of any person connected with the care, welfare, treatment and support of those suffering with obesity and dissemination of knowledge.

ACHIEVEMENTS AND PERFORMANCE

During the period the company has successfully developed its two key aims of;

- a) Raising Public and Government awareness, and
- b) Educating health care professionals.

The Charitable activities undertaken to date include:

Annual Obesity Conference held over two days each October. The conference is attended by circa 400 health care professionals and is acknowledged as the leading Obesity conference in the UK.

Annual attendance at the major political party conferences and lobbying of government in an attempt to influence government policy on obesity.

A.F.O.R Campaign - the theme of the campaign being the reduction of cardiometabolic risk by having evidence based preventative activity included in the General Medical Services (GMS) contract.

Providing information and support to healthcare professionals through the provision of a leading obesity website (www.nationalobesityforum.org.uk), and quarterly newsletter to 3,500 health care professionals.

Collaboration with a wide range of interested parties to enhance the understanding of obesity in society, including sponsorship of Annual best practice awards for excellence in health care and obesity management and to reward innovation by health care professionals.

OBESITY FORUM COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2006

Successes to date:

1. The Annual conference attendance and press coverage is a remarkable achievement with the NOF barely able to satisfy the demand for places, or media interest. The range of sponsors which have enabled the conference to take place has helped to demonstrate the integrity and independence of the NOF.
2. The NOF are contacted on a daily basis by the media to provide comment on issues relating to obesity.
3. Published first national Obesity care pathway and supporting toolkit which has influenced primary care treatment of obesity significantly. Used by majority of Primary Care Trusts as a reference when developing own care pathways, including adoption 'as is' across whole areas across e.g. North and South Essex (7 PCT's). Since its launch in October 2005 over 300 people download the Obesity care pathway each month, month on month.
4. The website and newsletter's have been an invaluable source to enable us to put our message across.
5. The Annual awards in excellence have seen first hand the real changes which structured weight management can bring to peoples lives. The emotional contributions by their recipients, on occasion young children, have highlighted how lives can really be changed by weight loss.
6. A Corporate membership system has been established which allows Corporate bodies to attend an annual meeting with key Stakeholders and board trustees, who are prominent health care professionals.

FINANCIAL REVIEW

The charity has had a difficult period with a deficit of £97,175, leaving reserves of £11,065 at 31 March 2006. The charity has £10,332 of these reserves held for unrestricted purposes.

Principal Funding Sources

The principal funding sources for the charity are currently by way of grants and donations, together with its income from the Annual Conference on Obesity which it holds each October.

Investment Policy

Aside from retaining a prudent amount in reserves each year most of the charity's funds are to be spent in the short term so there are few funds for long term investment. Having considered the options, the Trustees agreed to that income being kept in a high interest account to ensure the best interest rates with immediate access.

OBESITY FORUM COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2006

Reserves Policy

The Trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ("free reserves") held by the charity should be not less than three months of the resources expended within unrestricted funds. At the balance sheet date, this equates to £90,835. This is the level at which the Trustees consider that they would be able to continue the current activities of the charity for a reasonable period of time in the event of a significant drop in funding.

At the balance sheet date the free reserves were £10,332 and hence £80,503 below the required level. The trustees are dedicated to improving the financial position of the charity and significant reductions in expenditure have been made since the year end.

PLANS FOR FUTURE PERIODS

The NOF's agenda for the forthcoming twelve months will be as follows:

1. To hold its Annual conference in October, 2007. We aim to make the conference even better than in previous years and to maximise media coverage and influence.
2. To develop the website to become a world class information resource and the reference point for obesity issues. The website will be developed to the highest possible standard to allow for it's interrogation by health care professionals, the media and the public alike.
3. Design and implementation of Regional Groups. The Regional Groups will become mini conferences and we will initially set up 3 Regional conferences which will allow a more regional presence to be felt. The NOF intend to expand this number as resources allow, and acknowledge the role that the conferences will play in educating at a local level.
4. To be more actively accepted and acknowledged by government. We will seek twice yearly meetings with the Health Committee where we will present the case for obesity being in the Government's agenda.
5. A continued push to have obesity recognised on the General Medical Services (GMS), Quality and Outcomes Framework.

RESPONSIBILITIES OF THE TRUSTEES

The trustees are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2006

- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with Companies Act 1985. The trustees 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 auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITOR

Wallace Crooke & Co resigned as Auditors on 24 March 2006 and were re-appointed on 3 January 2007.


A resolution to re-appoint Wallace Crooke & Co as auditor for the ensuing year will be proposed at the Annual General Meeting.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
32 Lichfield Street
Walsall
WS1 1TJ

Signed by order of the trustees


Dr C Waine OBE
Chairman

26 January 2007

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF OBESITY
FORUM**

YEAR ENDED 31 MARCH 2006

We have audited the financial statements of Obesity Forum for the year ended 31 March 2006 on pages 9 to 18 which have been prepared under the historical cost convention and the accounting policies set out on pages 11 and 12.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND AUDITORS

The responsibilities of the trustees (who also act as directors of Obesity Forum for the purposes of company law) 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) are set out in the Statement of Responsibilities of the Trustees on pages 5 to 6.

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

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, and whether the information given in the Trustees Annual Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding remuneration of the trustees and other transactions is not disclosed.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF OBESITY
FORUM *(continued)***

YEAR ENDED 31 MARCH 2006

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out in the related note to the financial statements.

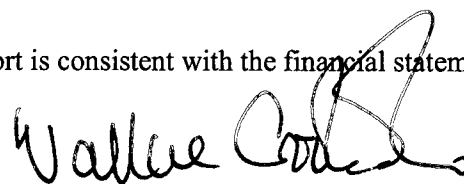
GOING CONCERN

In forming our opinion, we have considered the adequacy of the disclosures made in note 21 of the Financial Statements concerning the preparation of the accounts on the going concern basis. In view of the significance of this uncertainty, we consider that it should be drawn to your attention but our opinion is not qualified in this respect.

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 March 2006 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Trustees Annual Report is consistent with the financial statements.



WALLACE CROOKE & CO
Chartered Accountants
& Registered Auditors

32 Lichfield Street
Walsall
West Midlands
WS1 1TJ

26 January 2007

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE
INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 31 MARCH 2006

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
INCOMING RESOURCES					
Incoming resources from generating funds:					
Voluntary income	2	183,807	6,000	189,807	154,434
Investment income	3	1,951	–	1,951	674
Incoming resources from charitable activities	4	79,488	–	79,488	78,246
Other incoming resources	5	12,471	–	12,471	–
TOTAL INCOMING RESOURCES		<u>277,717</u>	<u>6,000</u>	<u>283,717</u>	<u>233,354</u>
RESOURCES EXPENDED					
Costs of generating funds:					
Costs of generating voluntary income	6	(22,353)	–	(22,353)	(13,754)
Charitable activities	7/8	(281,733)	(17,550)	(299,283)	(190,319)
Governance costs	9	(59,256)	–	(59,256)	(21,981)
TOTAL RESOURCES EXPENDED		<u>(363,342)</u>	<u>(17,550)</u>	<u>(380,892)</u>	<u>(226,054)</u>
NET (OUTGOING)/INCOMING RESOURCES BEFORE TRANSFERS					
Transfer between funds	10 11	(85,625) (7,050)	(11,550) 7,050	(97,175) –	7,300 –
NET (EXPENDITURE)/INCOME FOR THE YEAR		<u>(92,675)</u>	<u>(4,500)</u>	<u>(97,175)</u>	<u>7,300</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>103,007</u>	<u>5,233</u>	<u>108,240</u>	<u>100,940</u>
TOTAL FUNDS CARRIED FORWARD		<u>10,332</u>	<u>733</u>	<u>11,065</u>	<u>108,240</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 11 to 18 form part of these financial statements.

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**


BALANCE SHEET

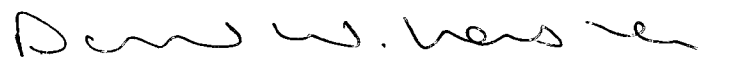
31 MARCH 2006

	Note	2006 £	£	2005 £
FIXED ASSETS				
Tangible assets	13		1,036	-
CURRENT ASSETS				
Debtors	14	6,238		40,000
Cash at bank and in hand		<u>41,667</u>		<u>84,955</u>
		47,905		124,955
CREDITORS: Amounts falling due within one year	15	<u>(37,876)</u>		<u>(16,715)</u>
NET CURRENT ASSETS			10,029	108,240
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>11,065</u>	<u>108,240</u>
NET ASSETS			<u>11,065</u>	<u>108,240</u>
FUNDS				
Restricted income funds	16		733	5,233
Unrestricted income funds	17/18		<u>10,332</u>	<u>103,007</u>
TOTAL FUNDS			<u>11,065</u>	<u>108,240</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the members of the committee on the 26 January 2007 and are signed on their behalf by:


Dr C Waine OBE
(Chairman)


Dr D W Haslam
(Trustee)

The notes on pages 11 to 18 form part of these financial statements.

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2006**

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance the Financial Reporting Standard for Smaller Entities (effective January 2005), the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 1985.

Donations, legacies and similar incoming resources

Donations, legacies and similar incoming resources are included in the year in which they are receivable, which is when the charity becomes entitled to the resource and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfill conditions before becoming entitled to the income or where the donor has specified that the income is to be expended in a future period.

Grants

Grants receivable including grants for the purchase of fixed assets are brought into account on receipt unless its receipt is certain in which case it is brought into account when the grant is notified.

Expenditure

Resources expended are recognised in the period in which they are incurred.

Resources expended are allocated to the particular activity where the cost relates directly to that activity. Certain costs, which are attributable to more than one activity, are apportioned across cost categories on an appropriate basis.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment- 33% Reducing Balance

Costs of generating funds

Costs of generating funds incorporate the salaries, direct expenditure and overhead costs of the staff who undertake fundraising work.

Charitable expenditure

Charitable expenditure comprises those costs incurred on projects undertaken in pursuance of the charitable aims of the company.

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

Governance Costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Fund accounting

Funds held by the charity are either:

- (a) Unrestricted general funds – these are funds without specified purpose and are available as general funds.
- (b) Restricted funds – these are funds which can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or through the terms of an appeal.

Transfers between funds are made to cover the deficits on individual restricted funds.

2. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Grants receivable				
Sanofi Aventis	90,000	–	90,000	40,000
Abbott Laboratories	70,000	–	70,000	25,000
Roche Products Limited	–	–	–	39,250
Other	23,807	6,000	29,807	50,184
	<u>183,807</u>	<u>6,000</u>	<u>189,807</u>	<u>154,434</u>

3. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Bank interest receivable	1,951	1,951	674
	<u>1,951</u>	<u>1,951</u>	<u>674</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
EDUCATING HEALTH CARE PROFESSIONALS			
Annual Conference Income:			
Sponsorship Income	56,460	56,460	66,500
Delegate Income	23,028	23,028	11,746
	<u>79,488</u>	<u>79,488</u>	<u>78,246</u>

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2006**

5. OTHER INCOMING RESOURCES

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Other Incoming Resources	<u>12,471</u>	<u>12,471</u>	<u>—</u>

6. COSTS OF GENERATING VOLUNTARY INCOME

	Basis of Allocation	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Costs directly allocated to activities:				
Salaries and wages	Direct	18,027	18,027	—
Media support and public relations	Direct	—	—	13,754
Printing	Direct	1,839	1,839	—
Postage	Direct	1,038	1,038	—
Support costs allocated to activities:				
Depreciation	Usage	127	127	—
Insurance	Staff Time	183	183	—
Communications	Usage	772	772	—
Other expenses	Usage	367	367	—
		<u>22,353</u>	<u>22,353</u>	<u>13,754</u>

7. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Activities undertaken directly	233,488	4,500	237,988	173,243
Support costs	48,245	13,050	61,295	17,076
	<u>281,733</u>	<u>17,550</u>	<u>299,283</u>	<u>190,319</u>

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

8. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly £	Support costs £	Total Funds 2006 £	Total Funds 2005 £
Raising Public and Government Awareness	146,450	35,057	181,507	64,859
Educating Health Care Professionals	91,538	26,238	117,776	125,460
	<u>237,988</u>	<u>61,295</u>	<u>299,283</u>	<u>190,319</u>

	Basis of Allocation	Raising Public and Government Awareness £	Educating Health Care Professionals £	Total Funds 2006 £	Total Funds 2005
Support costs allocated to activities:					
Salaries and wages	Staff Time	18,500	18,027	36,527	9,425
Conference attendance & publications	Usage	12,156	-	12,156	-
Depreciation	Usage	127	127	254	-
Office costs	Usage	3,832	3,832	7,664	3,255
Accountancy fees	Usage	-	2,292	2,292	-
Other expenses	Usage	442	1,960	2,402	4,396
		<u>35,057</u>	<u>26,238</u>	<u>61,295</u>	<u>17,076</u>

9. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Salaries and wages	18,027	18,027	8,235
Accountancy fees	13,518	13,518	5,148
Audit fees	1,631	1,631	2,000
Legal fees	3,140	3,140	2,685
Costs of trustees' meetings	10,254	10,254	3,774
Other costs	2,817	2,817	139
Consultancy	9,869	9,869	-
	<u>59,256</u>	<u>59,256</u>	<u>21,981</u>

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2006**

10. NET (OUTGOING)/INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

	2006	2005
	£	£
Depreciation	509	-
Auditors' fees - Audit	1,631	2,000
- Accountancy	15,810	5,148
- Consultancy fees	2,776	-
Remuneration of trustees	-	-
Expenses reimbursed to trustees	<u>9,251</u>	<u>8,610</u>

Six (2005 : six) Trustees received expenses payments amounting to £9,251 (2005 : £8,610) during the period in respect of reimbursed travel and subsistence costs and sundry office expenses

11. FUND TRANSFERS

Purposes of restricted funds:

Awards Fund: The fund is for the allocation of monetary awards at the annual conference to regional and a national award winner.

Website Development: The fund is for the development and promotion of the charity's website www.nationalobesityforum.org.uk

The transfer from unrestricted funds of £7,050 to the restricted fund, Website Development, was to cover the deficit of funds spent on the Website against the grant income received.

In the Trustee's opinion, there are sufficient resources held to enable each fund to be applied in accordance with the restrictions imposed by donors.

12. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2006	2005
	£	£
Wages and salaries	66,542	24,960
Social security costs	6,039	2,135
	<u>72,581</u>	<u>27,095</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	2006	2005
	No	No
Number of administrative staff	<u>1</u>	<u>2</u>

No employee received emoluments of more than £60,000 during the year (2005 - Nil).

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2006**

13. TANGIBLE FIXED ASSETS

	Office Equipment £
COST	
Additions	<u>1,545</u>
At 31 March 2006	<u>1,545</u>
 DEPRECIATION	
Charge for the year	<u>509</u>
At 31 March 2006	<u>509</u>
 NET BOOK VALUE	
At 31 March 2006	<u>1,036</u>
At 31 March 2005	<u>-</u>

14. DEBTORS

	2006 £	2005 £
Trade debtors	4,375	-
Other debtors	1,031	-
Prepayments	<u>832</u>	40,000
	<u>6,238</u>	<u>40,000</u>

15. CREDITORS: Amounts falling due within one year

	2006 £	2005 £
Bank loans and overdrafts	2,492	13,445
Trade creditors	7,864	-
PAYE and social security	888	-
Deferred income	25,000	-
Other creditors	<u>1,632</u>	3,270
	<u>37,876</u>	<u>16,715</u>
 Deferred Income:		
	2006 £	2005 £
At 1 April 2005	-	-
Released to SOFA	-	-
Deferred	<u>25,000</u>	-
	<u>25,000</u>	<u>-</u>

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

16. RESTRICTED INCOME FUNDS

	Balance at 1 Apr 2005	Incoming resources	Outgoing resources	Transfers	Balance at 31 Mar 2006
	£	£	£	£	£
Awards Fund	5,233	–	(4,500)	–	733
Website	–	6,000	(13,050)	7,050	–
	<u>5,233</u>	<u>6,000</u>	<u>(17,550)</u>	<u>7,050</u>	<u>733</u>

17. UNRESTRICTED INCOME FUNDS

	Balance at 1 Apr 2005	Incoming resources	Outgoing resources	Transfers	Balance at 31 Mar 2006
	£	£	£	£	£
General Funds	<u>103,007</u>	<u>277,717</u>	<u>(363,342)</u>	<u>(7,050)</u>	<u>10,332</u>

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets	Net current assets	Total
	£	£	£
Restricted Income Funds:			
Awards Fund	–	733	733
Unrestricted Income Funds	<u>1,036</u>	<u>9,296</u>	<u>10,332</u>
Total Funds	<u>1,036</u>	<u>10,029</u>	<u>11,065</u>

19. APB ETHICAL STANDARDS

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the management information and financial statements.

20. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee. The members have undertaken to contribute £10 in the event of the company being wound up.

21. BASIS OF PREPARING THE FINANCIAL STATEMENTS

The accounts are prepared on a Going Concern basis which assumes the charity will continue in existence for the foreseeable future.

Subsequent to the year end date the charity has re-structured its financial commitments and the Trustees are confident that it is appropriate to prepare the financial statements on a Going Concern basis.

**OBESITY FORUM
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2006**

21. BASIS OF PREPARING THE FINANCIAL STATEMENTS *(continued)*

If the Company were unable to continue in operational existence for the foreseeable future, adjustments would have to be made to reduce the balance sheet values of assets to their recoverable amounts, and to provide for further liabilities that might arise, and to reclassify fixed assets as current assets.