

Croí - The West of Ireland Cardiac Foundation Limited

(A company limited by guarantee and not having a share capital)

Trustees' Report and Financial Statements

for the year ended 31st December 2012

DHKN Limited

Registered Auditors

Galway Financial Services Centre

Moneenageisha Road

Galway

Croi - The West of Ireland Cardiac Foundation Limited**Company Information**

Trustees	Prof. Kieran Daly (Chairperson)	
	Dr. Jim Crowley	
	Mr Terry Fahy	
	Mr. Kevin O' Reilly	
	Ms. Bridget Howley	
	Mr. Eugene Patrick Dalton	
	Prof. Martin O' Donnell	
	Mr. Mark Da Costa	
	Mr. Kieran Murphy	
	Ms. Patricia Orme	
	Dr. Briain MacNeill (Appointed: 11th September 2012)	
	Mr. Tim McSweeney (Resigned: 28th February 2012)	
	Mr. Damian Hanley (Resigned: 5th February 2013)	
	Dr. Patrick Nash (Resigned: 11th September 2012)	
Secretary	Ms. Patricia Orme	
Chief Executive	Mr. Neil Johnson	
Medical and Research Director	Dr. Jim Crowley	
Company Number	118373	
Registered Office	Croi House	
	Moyola Lane	
	Newcastle	
	Galway	
Auditors	DHKN Limited	
	Registered Auditors	
	Galway Financial Services Centre	
	Moneenageisha Road	
Solicitors	Galway	
	Lewis C. Doyle	
	Augustine Court	
	Augustine Street	
Principal Bankers	Galway	
	Allied Irish Banks plc	
	Lynch's Castle	
	Galway	
Charity Registration Number	Bank of Ireland plc	
	University Branch	
	Galway	
	CITY 7500	

Croi - The West of Ireland Cardiac Foundation Limited**Contents**

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Croi - The West of Ireland Cardiac Foundation Limited**Trustees' Report**
for the year ended 31st December 2012

The Council of Trustees have the pleasure in submitting their annual report together with the audited financial statements for the year ended 31st December 2012.

Overview and Results

The Foundation aims to reduce the impact of heart disease and stroke on families living in the West of Ireland. It is committed to the prevention and early detection of heart disease and stroke through a variety of initiatives, which include, research, education and training, patient and family support and the development of services and facilities.

The financial performance of the Foundation is set out in the financial statements. In line with many other voluntary organisations, fundraising was challenging and income fell during the year.

The principal programmes and initiatives in progress during the year were;

- Opening of Croi House - a Heart and Stroke Centre for prevention, education, rehabilitation, patient and family support. The Centre was officially opened by An Taoiseach, Enda Kenny TD on November 16th, 2012.
- The Croi Heart and Stroke Centre commenced delivery of a wide range of prevention and recovery programmes such as lifestyle and behaviour intervention; diet and weight management; cardiovascular risk screening, cardiac fitness assessment, yoga and relaxation, specialist physiotherapy and exercise prescription. In addition, the Centre provided training for members of the public in CPR and AED use; rapid access to cardiac diagnostics and support for stroke patients and their families.
- A continuing professional education programme delivered a range of training and education opportunities for medical, nursing and healthcare professionals.
- Support was provided to the Department of Cardiology at the University Hospital, Galway and the Stroke Units at the University Hospital, Galway and Merlin Park Hospital.
- The Croi 'Mayo Action on Heart Disease and Stroke' project delivered a wide range of education and health promotion activities throughout County Mayo.
- The Courtyard Apartments at Croi House were made available to families of patients attending for cardiology, cardiac surgery and stroke care.
- A Director of Prevention Programmes was appointed with honorary lecturer status at National University of Ireland Galway and plans were advanced towards the development of post-graduate education in cardiovascular health promotion and preventive cardiology at National University of Ireland Galway.

Croí - The West of Ireland Cardiac Foundation Limited

Trustees' Report
for the year ended 31st December 2012

Principal Risks and Uncertainties

The principal risk facing the business is the downturn in the economy which impacts on the Foundation's ability to fundraise from the general public and also affects the Health Service Executive's and other organisation's ability to support specific development programmes.

Investment Policy

The Trustees have considered the most appropriate policy for investing funds, and have taken decisions accordingly.

Trustees

The following Trustees retired since 1st January 2012

Name	Date
Mr. Tim McSweeney	28th February 2012
Mr. Damien Hanley	5th February 2013
Dr. Patrick Nash	11th September 2012

The Trustees express their thanks to the outgoing Trustees for their contribution to Croí - The West of Ireland Cardiac Foundation Limited.

The following Trustees were appointed since 1st January 2012

Dr. Briain MacNeill	11th September 2012
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Accounting Records

The Trustees believe that they have complied with the requirements of Section 202 of the Companies Act, 1990, with regard to books of account by employing accounting personnel with appropriate expertise and by providing adequate resources to the financial function. The books of account of the company are maintained at Croí House, Moyola Lane, Newcastle, Galway.

Auditors

The auditors, DHKN Limited have indicated their willingness to continue in office in accordance with the provisions of Section 160(2) of the Companies Act, 1963.

On behalf of the Board


)
) Trustees
)
Date: 9/4/2013

Croi - The West of Ireland Cardiac Foundation Limited

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the annual report and the financial statements in accordance with applicable Irish Law and Generally Accepted Accounting Practice in Ireland, including the accounting standards issued by the Accounting Standards Board and published by Chartered Accountants Ireland.

Company law 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 company and of the surplus or deficit of the company for that year. In preparing these the Trustees are required to:-

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

The Trustees confirm that they have complied with the above requirements in preparing the annual report and the financial statements. The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Acts 1963 to 2012. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the Board


.....)
.....) Trustees
.....)

Date: 9/4/2013

Croi - The West of Ireland Cardiac Foundation Limited**Independent Auditors' Report to the Members of Croi - The West of Ireland Cardiac Foundation Limited**

We confirm that we have audited the accounts of Croi - The West of Ireland Cardiac Foundation Limited for the year ended 31st December 2012 which comprise the Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective Responsibilities of Trustees and Auditors

As described in the Statement of Trustees' Responsibilities the company's Trustees are responsible for the preparation of the financial statements in accordance with applicable law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Accounting Standards Board and published by Chartered Accountants Ireland.

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

This report is made solely to the company's members, as a body, in accordance with Section 193 of the Companies Act, 1990. 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.

We report to you our opinion as to whether the financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, and are properly prepared in accordance with the Companies Acts, 1963 to 2012. We also report to you whether in our opinion: proper books of account have been kept by the company; whether at the balance sheet date, there exists a financial situation requiring the convening of an extraordinary general meeting of the company; and whether the information given in the Trustees' Report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purposes of our audit and whether the company's balance sheet is in agreement with the books of account.

We also report to you if, in our opinion, any information specified by law regarding Trustees' remuneration and Trustees' transactions is not given and, where practicable, include such information in our report.

We read the Trustees' 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 company's circumstances, consistently applied and adequately disclosed.

Croi - The West of Ireland Cardiac Foundation Limited

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. However this company, in common with many others of similar sized organisation, derives a substantial portion of its income from voluntary donations which cannot be fully controlled until they are entered in the accounting records, and are not therefore susceptible to independent audit verification.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Qualified opinion arising from limitation in scope

Except for any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning voluntary donations, in our opinion:

- The financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of the company's affairs as at 31 December 2012 and of its deficit for the year then ended;
- The financial statements have been properly prepared in accordance with the Companies Acts, 1963 to 2012.

Other Matters

We have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

In our opinion the information given in the Trustees' report is consistent with the financial statements.



Stephen Crowley F.C.A.

For and on behalf of

DHKN Limited
Registered Auditors
Galway Financial Services Centre
Moneenageisha Road
Galway

9th April 2013.

Croi - The West of Ireland Cardiac Foundation Limited

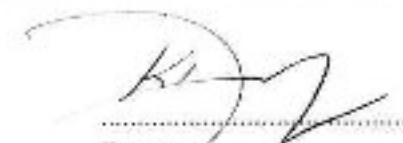
Income and Expenditure Account
for the year ended 31st December 2012

	Notes	2012 €	2011 €
Income			
Net Fundraising Income		424,728	372,171
Programme and Other Income	3	671,839	881,378
Total Income	2	1,096,567	1,253,549
Direct Development Expenditure		(792,388)	(879,144)
Operational Expenditure		(522,940)	(493,504)
Depreciation of Fixed Assets		(102,851)	(3,333)
Operating Deficit	4	(321,612)	(122,432)
Interest Receivable and Similar Income		73,490	140,324
(Deficit) / Surplus for the year	12	(248,122)	17,892
Allocation of Reserves (Current Year)			
Transfer from / (to) Capital Reserves	14	91,351	(6,667)
Transfer from Designated Reserves	13	25,230	-
Retained (Deficit) / Surplus		<u>(131,541)</u>	<u>11,225</u>

The Company had no recognised gains or losses in the financial year or the preceding financial year other than those dealt with in the Income and Expenditure Account.

The financial statements were approved by the board on 9 April 2013 and signed on its behalf by


Trustee


Trustee

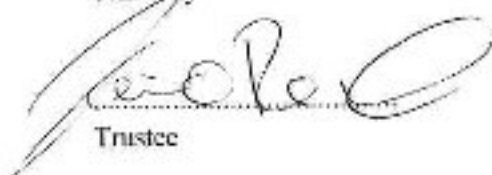
The notes on pages 9 - 14 form an integral part of the financial statements.

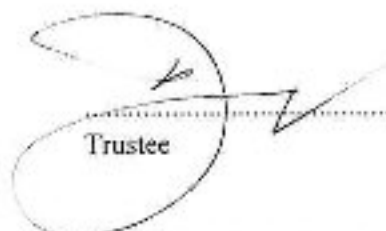
Croi - The West of Ireland Cardiac Foundation Limited

Balance Sheet
as at 31st December 2012

	Notes	€	2012 €	€	2011 €
Fixed Assets					
Tangible Assets	6		3,466,656		2,634,884
Current Assets					
Receivables	8	110,203		160,895	
Investments	9	1,770,846		2,790,808	
Cash at Bank and in Hand		132,777		85,287	
		2,013,826		3,036,990	
Creditors: amounts falling due within one year	10	(269,981)		(213,251)	
Net Current Assets			1,743,845		2,823,739
Net Assets			5,210,501		5,458,623
Reserves					
Accumulated Surplus	12		1,531,948		1,663,489
Designated Reserves	13		211,897		1,160,250
Capital Reserves	14		3,466,656		2,634,884
			5,210,501		5,458,623

The financial statements were approved by the Board on 9 April 2013 and signed on its behalf by


Trustee


Trustee

The notes on pages 9 - 14 form an integral part of the financial statements.

Notes to the Financial Statements
for the year ended 31st December 2012

Cash Flow Statement
for the year ended 31st December 2012

		2012	2011
	Notes	€	€
Reconciliation of Operating Deficit to net cashflow from operating activities			
Operating Deficit		(321,612)	(122,432)
Depreciation		102,851	3,333
Decrease in Receivables		17,855	3,696
Increase / (Decrease) in Creditors		56,730	(17,971)
		<hr/>	<hr/>
Net cashflow from operating activities		(144,176)	(133,374)
		<hr/>	<hr/>
Cash Flow Statement			
Net cashflow from operating activities		(144,176)	(133,374)
Returns on investments and servicing of finance	16	106,327	153,661
Capital expenditure	16	(934,623)	(2,274,155)
		<hr/>	<hr/>
Movement in cash in the year		(972,472)	(2,253,868)
		<hr/>	<hr/>
Reconciliation of net cash flow to movement in net funds (Note 17)			
Movement in cash in the year		(972,472)	(2,253,868)
Net Funds at 1st January		2,876,095	5,129,963
		<hr/>	<hr/>
Net Funds at 31st December		1,903,623	2,876,095
		<hr/>	<hr/>

Notes to the Financial Statements
for the year ended 31st December 2012

1. Accounting Policies

1.1. Accounting Convention

The financial statements are prepared under the historical cost convention.

1.2. Basis of Preparation

The financial statements have been prepared in accordance with accounting standards generally accepted in Ireland and Irish statute comprising the Companies Acts 1963 to 2012. Accounting standards generally accepted in Ireland are those published by Chartered Accountants Ireland and issued by the Accounting Standards Board.

1.3. Recognition of Income

Voluntary income consists of annual donations, gifts and the net proceeds of fund raising activities which are recognised as received, together with deposit interest earned in the year. The value of services provided by volunteers has not been included.

1.4. Deferred Income

Income received for a number of projects is carried forward and included as deferred income within creditors when it can be foreseen with reasonable assurance that expenditure on such projects will not take place due to timing and/or other operational considerations in the year in which the income was received. Income received for projects which have not taken place but for which expenditure has been incurred has been recognised in the income and expenditure account to the extent that costs are matched with revenue. In such circumstances no net profit is until the projects are complete. The Foundation considers that this treatment results in proper matching of costs and revenue.

1.5. Resources Expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any value added tax which cannot be fully recovered.

Resources expended are allocated to the particular activity where the cost relates directly to that activity.

1.6. Gifts In Kind

The value of any material gifts in kind is recognised as other income when the value is ascertained.

1.7. Tangible Fixed Assets and Depreciation

Fixed Assets are stated at cost less accumulated depreciation.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Croi House	-	2% Straight Line
Fixtures, Fittings & Equipment	-	20% Straight Line

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1.8. Capital Reserves

The Capital Reserves represents the unamortised value of income used for capital purposes.

1.9. Investments

Current asset investments are stated at the lower of cost and net realisable value.

1.10. Unrestricted Funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

1.11. Designated Funds

Designated funds are funds earmarked by the management committee for particular purposes.

1.12. Taxation

The Company is not liable to Corporation Tax by virtue of it having been granted charitable status by the Revenue Commissioners under Reference CHY 7500.

2. Incoming Resources

The total incoming resources of the company for the year has been derived from its principal activity wholly undertaken in Ireland.

3. Programme and Other Income

During the year ended 31st December 2012 the Health Service Executive co-funded the 'Croí My Action Programme'. In 2012 the Health Service Executive contributed €22,000 (2011: €285,137) towards the operation of the 'Croí My Action Programme'.

4. Operating Deficit	2012	2011
	€	€
Deficit for the year is stated after charging:		
Depreciation of Tangible Assets	102,851	3,333

Croi - The West of Ireland Cardiac Foundation Limited
Notes to the Financial Statements
for the year ended 31st December 2012



Fighting Heart Disease & Stroke

..... continued

5. Employees

	2012	2011
	Number	Number
Number of Employees		
The average number of employees during the year was:		
Management, Fundraising and Administration	7	7
Development Programmes	11	11
	<u>18</u>	<u>18</u>
Employment Costs	2012	2011
	€	€
Wages and Salaries	770,599	782,635
Social Welfare Costs	81,777	83,841
	<u>852,376</u>	<u>866,476</u>

6. Tangible Assets

	Fixtures, Fittings & Equipment	Croi House	Total
	€	€	€
Cost			
At 1st January 2012	10,000	2,628,217	2,638,217
Additions	164,412	770,211	934,623
At 31st December 2012	<u>174,412</u>	<u>3,398,428</u>	<u>3,572,840</u>
Depreciation			
At 1st January 2012	3,333	-	3,333
Charge for the year	34,882	67,969	102,851
At 31st December 2012	<u>38,215</u>	<u>67,969</u>	<u>106,184</u>
Net Book Values			
At 31st December 2012	136,197	3,330,459	3,466,656
At 31st December 2011	<u>6,667</u>	<u>2,628,217</u>	<u>2,634,884</u>

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8. Receivables	2012	2011
	€	€
Debtors	36,373	45,268
Prepayments and Accrued Income	73,830	115,627
	<u>110,203</u>	<u>160,895</u>

9. Current Asset Investments	2012	2011
	€	€
Funds on Deposit	1,770,846	2,790,808

These funds shall be utilised in a range of programmes designed to address the prevention and detection of heart disease and stroke. These initiatives shall include research, education, patient and family support, rehabilitation and the development of other services and facilities.

10. Creditors: Amounts Falling Due	2012	2011
Within One Year	€	€
Trade Creditors and Accruals	105,816	137,650
PAYE Payable	15,757	15,315
PRSI Payable	10,325	8,515
Deferred Income	138,083	51,771
	<u>269,981</u>	<u>213,251</u>

11. Share Capital

Croí - The West of Ireland Cardiac Foundation Limited is a company limited by guarantee and not having a share capital.

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12. Accumulated Surplus	2012	2011
	€	€
At 1st January	1,663,489	2,216,327
(Deficit) / Surplus for the year	(248,122)	17,892
Transfer from Designated Reserves (Note 13)	25,230	-
Transfer from / (to) Capital Reserves (Current Year) (Note 14)	91,351	(6,667)
Transfer to Capital Reserves (Prior Years) (Note 14)	-	(564,063)
At 31st December	1,531,948	1,663,489

13. Designated Reserves	Cardiac Surgical Reserve	Croi House Building Reserve	Total
	€	€	€
At 1st January 2012	25,230	1,135,020	1,160,250
Transfer to Income and Expenditure Account	(25,230)	-	(25,230)
Transfer to Capital Reserve (Note 14)	-	(923,123)	(923,123)
At 31st December 2012	-	211,897	211,897

These represent special reserves set aside for the purpose of setting up a Cardiac Surgical Unit and for the establishment of Croi House - a Centre for prevention, early detection, recovery and rehabilitation.

14. Capital Reserves	2012	2011
	€	€
At 1st January 2012	2,634,884	-
Transfer (to) / from Accumulated Surplus (Current Year) (Note 12)	(91,351)	6,667
Transfer from Accumulated Surplus (Prior Years) (Note 12)	-	564,063
Transfer from Designated Reserve (Note 13)	923,123	2,064,154
At 31st December 2012	3,466,656	2,634,884

15. Capital Commitments	2012	2011
	€	€

Details of capital commitments at the accounting date are as follows:

Contracted for but not provided in the financial statements	117,499	1,135,020
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Croi - The West of Ireland Cardiac Foundation Limited
Notes to the Financial Statements
for the year ended 31st December 2012



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16.	Gross Cash Flows	2012	2011	
		€	€	
	Returns on Investments and Servicing of Finance			
	Interest Received	106,327	153,661	
		_____	_____	
	Capital Expenditure			
	Payments to Acquire Tangible Assets	(934,623)	(2,274,155)	
		_____	_____	
17.	Analysis of Changes in Net Funds	Opening	Cash	Closing
		Balance	Flows	Balance
		€	€	€
	Cash at Bank and in Hand	85,287	47,490	132,777
	Funds on Deposit	2,790,808	(1,019,962)	1,770,846
		_____	_____	_____
	Net Funds	2,876,095	(972,472)	1,903,623
		_____	_____	_____

18. Post Balance Sheet Events

There have been no significant events affecting the company since the year end.

19. Approval of Financial Statements

The financial statements were approved by the Board on 9th April 2013.