



Giving kids with limited life unlimited possibilities

LIFELITES
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2011
REGISTERED CHARITY NUMBER 1115655

Report and Accounts of the Trustees of Lifelites for the year ended 31 December 2011

In accordance with statutory requirements and the Statement of Recommended Practice 2005, the Trustees of Lifelites submit their report for the year ended 31 December 2011.

1. Administrative information

Name and registered office of the charity

The name of the charity is Lifelites, registered charity number is 1115655.

The registered office is 26 Great Queen Street, London, WC2B 5BL.

Constitution

Lifelites was established as a charity by a Deed of Trust ("The Trust Deed") on 3 November 2005, and was amended by supplemental deeds 27 July 2006 and 22 April 2010. Charitable status was granted by the Charity Commission on 2 August 2006.

Lifelites Trustees

J B	Aspden BSc, PharmS *	
R G H	Bethel MA, MB BChir, MRCGP	
L E	Bourne JP, BPhil(Ed),	
G	Bourne -Taylor MA	(retired 21 June 2011)
The Rt Hon	the Earl Cadogan, DL	
J W P	Campbell MA, Dip Arch, PhD, RIBA, FSA	
R W	Chevin BA, MSc, Cert Ed	
J M	Codd JP	
H K	Emmerson	
C F	Harris MA	
O N N	Hart FCA	
G	Ives LLB	
J G	Knopp FFA	
Rev M C G	Lane JP, ACIB, Dip Theol (Wales)	
J H	Martin *	
J D	Roseman BSc	
A C	Ross MA, MBA *	Chairman, LMC
S J	Shuttleworth MA	
N S	Springer FCA, FCCA	
J F	Thompson MB, FRCS Ed, FRCS, MS	
A G	Wauchope BA (Hons), FCSI	
C G	White, BSc *	
J S	Winpenny FRICS	
M	Woodcock JP, DLitt, CIntMC	Chairman

* Member of the Lifelites Management Committee (LMC)

Non-trustees Colin Knight and Simon Woolf are co-opted members of LMC

Lifelites Executive

Simone	Enefer-Doy	Chief Executive
Les	Hutchinson	Secretary to the Trustees

Relevant addresses

Auditor:	Spofforths LLP , 9 Donnington Park, 85 Birdham Road, Chichester, West Sussex PO20 7AJ
Bankers:	National Westminster Bank Plc , Bloomsbury Parr's Branch, 214 High Holborn, London WC1V 7BX N. M. Rothschild & Sons Ltd , New Court, St Swithin's Lane, London, EC4P 4DU Royal London Cash Management Limited , 55 Gracechurch Street, London, EC3V 0UF
Custodian Trustees:	RBC Dexia Investor Services Ltd (GAM London Ltd) , 71 Queen Victoria Street, London, EC4 4DE Pictet & CIE (Fulcrum Asset Management LLP) Route des Acacias 60, CH-1211 Geneva 73, Switzerland
Investment Managers:	GAM London Limited , 12 St James's Place, London, SW1A 1NX Fulcrum Asset Management LLP , 6 Chesterfield Gardens, London, W1J 5BQ
Solicitors:	Speechly Bircham , 6 St Andrew Street, London EC4A 3LX

2. Structure, governance and management

Governing document - Lifelites originated in 1999 as a project of the Royal Masonic Trust for Girls and Boys – RMTGB (Charity No. 285836) to mark the new millennium. Since 2006, Lifelites has been a separate charity (Charity No. 1115655) governed by its own Trust Deed. The Trust Deed sets out the objects of Lifelites, the powers of the Trustees, the manner of appointment, resignation and removal of Trustees, and the procedures and controls which govern the administration of Lifelites.

Trustees – For statutory purposes, the Trustees are charity trustees. Trustees are appointed by the Council of the RMTGB for a period of 3 years and are serving members of the Council of the RMTGB. The number of Trustees may not be less than three. The Trust Deed makes provision for the retirement and removal of Trustees. A retiring Trustee who continues to serve as a member of the Council of the RMTGB is eligible for immediate re-election.

Induction and training of new Trustees - It is the policy of Lifelites to provide appropriate induction and training to new Trustees. Every Trustee is encouraged to contribute effectively to the governance and fundraising of the charity.

Committees - The Trustees have the power to delegate their functions to committees, provided that any such committee comprises two or more persons and that at least two of the members are Trustees. Non-trustees may be co-opted on to these committees. The Trustees have appointed the **Lifelites Management Committee** to oversee day to day activities and make policy recommendations to the Trustees.

In the light of on-going developments in technology, the Management Committee has established a **Technology Advisory Panel** to continually reassess the technology provision for children in hospices and, in the process, ensure enhanced benefits for the users and value for money for the charity.

Risk management - The Trustees periodically review the operational, financial, regulatory, legal and strategic risks affecting Lifelites, and Lifelites risk management procedures. Appropriate measures to mitigate the effects of identified risks are in place and remain under review.

3. Public benefit

The Trustees of Lifelites have had due regard to guidance published by the Charity Commission on public benefit. The purpose of Lifelites is to provide technology and related services for children in children's hospices in the UK and Ireland with the primary intention of enhancing their lives during their stay. As such, the Trustees are satisfied that the requirements of the public benefit test are being met.

4. Objectives and activities

Lifelites provides recreational and educational technologies, including broadband access (where required) and equipment for those with special needs, for children in hospices.

Lifelites also provides training in the use of this equipment for hospice staff as well as a helpline and on-site technical support.

The Lifelites Technical Advisory Panel continually explores ways of updating and adding value for the users by identifying new equipment and services which may be suitable for inclusion within the existing Lifelites package. This enables children in hospices to benefit from the provision of a full range of cutting edge technologies for recreational and educational purposes.

5. Role and contribution of volunteers

Lifelites technical volunteers - Lifelites recruits and manages volunteers at most of the hospices to provide basic technical support, interim staff training and a link to Lifelites services and head office.

Fundraising and administration – Volunteers (including trustees) also play major roles in fundraising for the charity, administration and other essential support.

The Information Technologists' Company – Lifelites maintains strong links with this City Livery Company. The Company was the principal architect of the Lifelites project and continues to advise Lifelites on service developments.

6. Achievements and performance

Hospice projects - During 2011, Lifelites provided new equipment to 12 existing sites and 5 new sites. All these projects were delivered below budget. For the first time, the children's hospice in Northern Ireland was added to Lifelites list with the provision of a complete package including touch screen computers and special peripherals and software for children with disabilities.

Hospice staff training was further developed and concentrated on the software applications and maximising benefits of specialist technologies for children with disabilities in hospices.

Following a tender process a new service supplier has been appointed and commenced operation in Spring 2011. The new arrangement has reduced costs, enabling Lifelites to provide for all the new projects in the year. New ideas to help to revitalise services have also been brought forward. The new services have been very well received by the children's hospices.

Fundraising – Fundraising income in 2011 was £340,000. Significant fundraising achievements in 2011 included the development of the relationship with Thomas Cook Children's Charity for a second year. Other major grants during the year were also received from the Children with Cancers UK, The Dixons Foundation, GamesAid, The Provincial Grand Lodge of Essex and the West Riding Masonic Charities.

7. Plans for the future

- Lifelites will remain committed to strengthening its financial base by building on existing supporters and creating new funding opportunities.
- By creating new fundraising opportunities Lifelites will seek to sustain its provision of replacement equipment and planned maintenance at each existing hospice.
- During 2011, subject to raising sufficient funds, Lifelites plans to install new packages at 8 children's hospices already participating in the project.

- In order to maintain its status as the only provider of specialist equipment and services for children in hospices Lifelites will seek the funding necessary to provide equipment at 6 new sites and a new teenage unit.
- Lifelites will continue to add value to the services it provides and reduce costs by keeping up to date with developments in information technology, home education and recreational packages.

The Trustees are aware that, in the current economic downturn, income may reduce and steps have been taken to ensure the finances of Lifelites continue to be prudently managed.

8. Financial summary

During 2011, investments (see below) generated income of £12,000 (2010: £16,000) and capital losses of £97,000 (2010: gains of £76,000); donations amounted to £340,000 (2010: £244,000). Donations made to Lifelites during 2011 included support for installations at various Lifelites sites and the maintenance of all its projects.

The cost of installation and maintenance work carried out by Lifelites during 2011 was £344,000 (2010: £413,000).

As at 31 December 2011 Lifelites held funds to the value of £2,677,000 (2010: £2,889,000).

During 2011, Lifelites staff costs were represented by the employment costs of the Chief Executive, a Trust Fundraiser, a Fundraising & PR Assistant and an Administrator/Office Manager.

During 2011 financial services and office facilities were provided to Lifelites by the RMTGB at no cost.

Investment policy – Lifelites now benefits from a pooled investment fund, professionally managed under the supervision of a joint committee, comprising trustees of Lifelites, RMTGB and the other major Masonic charities.

The investments of Lifelites are held by the custodians RBC Dexia Investor Services Ltd (GAM London Ltd), and Pictet & Cie (Fulcrum Asset Management LLP) and registered in the name of MTGB Nominees, a company limited by guarantee, for Pictet & Cie and Roy Nominees Ltd for RBC Dexia Investment Services Ltd.

The investment objective set by the RMTGB is based on an absolute return strategy seeking to achieve (as a minimum, over a 3 – 5 year period) the maintenance of the value of the initial capital sum; a real return as measured against RPI of at least 4% per annum net of all expenses; and limit potential losses by, in the case of Fulcrum Asset Management Limited LLP, maintaining 12% annual volatility cap and an annual peak-to-trough loss tolerance of 15%, and in the case of GAM London Limited a target loss tolerance of no more than 15% of the capital value of the funds over a rolling 18 month period.

To achieve these objectives the new investment managers have focused on capital growth rather than investment income and this is reflected in the reduced investment returns for 2011. GAM achieved a return of -4.6% for 2011 and -0.2% since inception. Fulcrum achieved a return of -3.8% and 0.3% since inception. These disappointing investment returns reflect the difficult market conditions and unprecedented levels of volatility. The Trustees are closely monitoring the situation.

Reserves policy - When Lifelites was established as a separate charity in 2006, the RMTGB made a donation to Lifelites comprising the residue of the fund created when Lifelites was established as their Millennium project. The purpose of this donation was to enable Lifelites to maintain its charitable activities whilst it established other sustainable sources of income.

The residue of this donation is presently invested with the primary aim of providing an income to Lifelites as a supplement to its expanding fundraising activities.

9. Trustees' responsibilities

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

The law applicable to Trustees in England and Wales requires 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 income 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 then apply them consistently;
- observe the methods and principles in the Charities' SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departure disclosed and explained in the financial statements;
- 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 to enable them to ensure that the financial statements of the charity comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to the auditor

So far as each Trustee at the date of approval of this report is aware

- there is no relevant audit information of which the charity's auditor is 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.

Signed _____ Date _____

Mike Woodcock, Chairman (on behalf of Lifelites Board of Trustees)

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF LIFELITES

We have audited the financial statements of Lifelites for the year ended 31 December 2011 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law 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 Section 144 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 anyone other than the charity and the charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on 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 (APB'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 Trustees' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 Trustees' Annual Report is inconsistent in any material respect 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.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2011, and of its incoming resources and application of resources, for the year then ended;
- 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.

Spofforths LLP
 Statutory Auditor
 9 Donnington Park
 85 Birdham Road
 CHICHESTER
 West Sussex
 PO20 7AJ

Date

Spofforths LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Lifelites
Statement of Financial Activities
for the year to 31 December 2011

	Notes	Unrestricted Fund £'000s	Restricted Fund £'000s	Total 2011 £'000s	Total 2010 £'000
Incoming Resources					
Incoming resources from generated funds:					
Voluntary Income	2	170	170	340	244
Investment income	2	<u>12</u>	<u>-</u>	<u>12</u>	<u>16</u>
Total Incoming Resources		<u>182</u>	<u>170</u>	<u>352</u>	<u>260</u>
Application of Resources					
Cost of generating funds					
Cost of generating voluntary income	3	(101)	-	(101)	(101)
Investment management costs		<u>(11)</u>	<u>-</u>	<u>(11)</u>	<u>(8)</u>
		<u>(112)</u>	<u>-</u>	<u>(112)</u>	<u>(109)</u>
Charitable activities	4	(191)	(153)	(344)	(413)
Governance	5	<u>(11)</u>	<u>-</u>	<u>(11)</u>	<u>(7)</u>
		<u>(202)</u>	<u>(153)</u>	<u>(355)</u>	<u>(420)</u>
Total Resources Expended in the Year		<u>(314)</u>	<u>(153)</u>	<u>(467)</u>	<u>(529)</u>
Net (outgoing)/incoming resources before transfers		<u>(132)</u>	<u>17</u>	<u>(115)</u>	<u>(269)</u>
Gains/(Losses) on Investments Assets:		<u>(97)</u>	<u>-</u>	<u>(97)</u>	<u>76</u>
Net Movement in resources for the Year		<u>(229)</u>	<u>17</u>	<u>(212)</u>	<u>(193)</u>
Total Funds:					
Brought Forward		<u>2,859</u>	<u>30</u>	<u>2,889</u>	<u>3,082</u>
Carried Forward		<u>2,630</u>	<u>47</u>	<u>2,677</u>	<u>2,889</u>

There were no recognised gains or losses for 2011 and 2010 other than those included in the Statement of Financial Activities.

The notes on pages 10 to 13 form part of these accounts.

Lifelites
Balance Sheet
as at 31 December 2011

	Notes	2011 £'000	2010 £'000
Fixed Assets:			
Office Furniture, Equipment and Computers	7	-	2
Investments:			
Investment Assets	8	<u>2,671</u>	<u>2,921</u>
Total Fixed Assets		<u>2,671</u>	<u>2,923</u>
Current assets:			
Debtors	9	27	8
Creditors:			
Amounts falling due within one year	10	<u>(21)</u>	<u>(42)</u>
Net current assets		<u>6</u>	<u>(34)</u>
Net assets		<u><u>2,677</u></u>	<u><u>2,889</u></u>
Capital			
Restricted funds	11	47	30
Unrestricted funds		<u>2,630</u>	<u>2,859</u>
Total Charity Funds		<u><u>2,677</u></u>	<u><u>2,889</u></u>

Approved by the Trustees on and signed on their behalf.

..... Trustee

Lifelites
Notes to the Accounts
for the year to 31 December 2011

Principal Accounting Policies

I.

1.1 Basis of preparation of accounts

The accounts are prepared under the historical cost convention except for investments and securities which are stated at market value, and in accordance with the Charities Act 2011 and the Statement of Recommended Practice (SORP) Accounting and Reporting by Charities published in March 2005, and include the results of the Charity's operations which are described in the Trustees' Report and all of which are continuing. The accounts have been prepared in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005).

1.2 Incoming Resources

Investment income is accounted for on an accruals basis. Voluntary income is accounted for on an accruals basis. No incoming resources have been included in the SOFA net of expenses. No incoming resources have been deferred.

1.3 Resources Expended

Expenditure is brought into account on an accruals basis. Under the provisions of the Trust Deed the Trustees are empowered to make payments out of the total income arising from Lifelites' Funds.

Expenditure has been classified into three main headings and allocations have been made on the following basis:-

i) Cost of Generating Funds

The cost of generating voluntary income, which includes the cost of fundraising.

ii) Charitable Activities

The cost of Charitable Activities includes costs of equipment, project delivery and maintenance together with other related costs.

iii) Governance

Governance costs comprise the costs of running and administering the Charity, and includes professional fees.

iv) Support Costs

Wages and salaries are apportioned on a time spent basis and all other costs are allocated on a directly attributable basis.

1.4 Depreciation of Fixed Assets

Depreciation is charged on all furniture and equipment and computers on a four-year straight-line basis. All assets costing less than £500 are not capitalised.

1.5 Unrestricted Funds

The reserves of the Charity, are maintained by the Trustees to sustain on-going and new commitments in accordance with the objects of the Charity.

1.6 Restricted Funds

The Restricted Funds arise from hospice specific donations.

1.7 Pension Contributions

Lifelites contributes to a defined contribution scheme. All costs incurred are recognised in income and expenditure in the period in which incurred.

1.8 Investments

Investments are stated at market value and are further analysed in Note 8. All realised and unrealised gains and losses arising during the year are brought into account on the SOFA.

Lifelines
Notes to the Accounts
For the year to 31 December 2011

2. Incoming Resources	Unrestricted £'000s	Restricted £'000s	2011 £'000	2010 £'000
Voluntary Income				
Donations	170	170	340	244
Investment Income				
Investment Income	10	-	10	13
Interest	2	-	2	3
	12	-	12	16
Total Incoming Resources	182	170	352	260
3. Cost of Generating Voluntary Income	Unrestricted £'000s	Restricted £'000s	2011 £'000	2010 £'000
Salaries, National Insurance and Pension Contributions	83	-	83	73
Printing, Stationery, Postage, Telephone and Badges	12	-	12	23
Travel expenses	1	-	1	2
Staff Costs including Training Courses, Professional Subscriptions and Conferences	4	-	4	2
Depreciation	1	-	1	1
Total	101	-	101	101
4. Charitable Activities	Unrestricted £'000s	Restricted £'000s	2011 £'000	2010 £'000
Amounts paid for beneficiaries	100	153	253	328
Salaries, National Insurance and Pension Contributions	79	-	79	78
Printing, Stationery, Postage and Telephone	2	-	2	1
Travel expenses	2	-	2	3
Professional fees	1	-	1	-
Staff costs	5	-	5	3
Sundry expenses	1	-	1	-
Depreciation	1	-	1	-
Total	191	153	344	413
5. Governance	Unrestricted £'000s	Restricted £'000s	2011 £'000	2010 £'000
Salaries, National Insurance and Pension Contributions	4	-	4	3
Trustee Expenses	1	-	1	1
Audit fee	6	-	6	3
Total	11	-	11	7

Lifefites
Notes to the Accounts
For the year to 31 December 2011

6. Staff costs

No remuneration was paid to Trustees in the year. Trustees' expenses amounting to £73 (2010: £104) were reimbursed to 1 Trustee in the year (2010: 2)

	Unrestricted £'000s	Restricted £'000s	2011 £'000	2010 £'000
The staff costs were as follows:				
Gross Salaries	141	-	141	131
National Insurance	15	-	15	13
Pension Contributions	10	-	10	10
	<u>166</u>	<u>-</u>	<u>166</u>	<u>154</u>

During the year contributions of £10,088 (2010: £10,273) were made in relation to 3 members (2010: 3) of the UGLE Defined Contribution Scheme. At 31 December 2011 there are no employees with emoluments above £60,000.

	F.T.E.*	F.T.E.
Average number of staff employed during the year:		
Charitable Activities	2.1	1.5
Fundraising	2.1	1.6
Governance	0.1	0.5
Total	<u>4.3</u>	<u>3.6</u>

*Full Time Equivalents

7. Office Furniture, Equipment and Computers

	2011 £'000	2010 £'000
Cost of fixed assets:		
Balance brought forward 1 January	5	3
Additions during the year	-	-
Disposals during the year	-	-
Balance carried forward 31 December	<u>5</u>	<u>3</u>
Accumulated Depreciation 1 January	3	2
Depreciation charge for the year	2	1
Disposals during the year	-	-
Accumulated Depreciation 31 December	<u>5</u>	<u>3</u>
Net Book Value at 31 December	<u>-</u>	<u>2</u>
Net Book Value at 1 January	<u>2</u>	<u>3</u>

8. Investments

	Unrestricted £'000s	Restricted £'000s	2011 £'000	2010 £'000
UK Investments				
Market Value at 1 January	248	-	248	-
Purchases	13	-	13	334
Disposals	(137)	-	(137)	(300)
Change in Market Value	-	-	-	11
Market Value at 31 December	<u>124</u>	<u>-</u>	<u>124</u>	<u>248</u>
Cost at 31 December	116	-	116	239
Foreign Investments				
Market Value at 1 January	2,153	-	2,153	-
Purchases during the year	1,336	-	1,336	3,952
Disposals during the year	(1,219)	-	(1,219)	(1,871)
Change in Market Value	(90)	-	(90)	72
Market Value at 31 December	<u>2,180</u>	<u>-</u>	<u>2,180</u>	<u>2,153</u>
Cost at 31 December	2,170	-	2,170	2,097
Foreign Exchange Currency Contracts	20	-	20	18
Total Investments				
Market Value 1st January	2,401	-	2,401	-
Purchases	1,349	-	1,349	4,486
Disposals	(1,356)	-	(1,356)	(2,171)
Change in Market Value	(90)	-	(90)	86
Market Value 31st December	<u>2,304</u>	<u>-</u>	<u>2,304</u>	<u>2,401</u>
Managed Investment Cash	5	-	5	98
Margin Cash on Open Derivatives	19	-	19	20
Money Market Deposits	296	47	343	402
Market Value of Investments	<u>2,624</u>	<u>47</u>	<u>2,671</u>	<u>2,921</u>
TOTAL COST OF INVESTMENTS	<u>2,606</u>	<u>47</u>	<u>2,653</u>	<u>2,856</u>

Lifelites
Notes to the Accounts
For the year to 31 December 2011

9.	Debtors	<u>2011</u>	<u>2010</u>
		<u>£'000</u>	<u>£'000</u>
	Interest receivable	-	2
	Prepayments	11	1
	Royal Masonic Trust for Girls and Boys*	15	-
	Sundry Debtors	1	5
		<u>27</u>	<u>8</u>

*(See note 12 further details)

10.	Creditors - amounts falling due within one year	<u>2011</u>	<u>2010</u>
		<u>£'000</u>	<u>£'000</u>
	Audit fees	5	1
	Bank Overdraft	-	2
	Royal Masonic Trust for Girls and Boys*	-	18
	Sundry creditors	16	18
		<u>21</u>	<u>42</u>

*(See note 12 further details)

11. Restricted and Unrestricted Funds

The restricted funds of the Charity arise from donations related to specific expenditure for hospices detailed in note 14. The remaining reserves of the Charity, all of which are unrestricted, are maintained by the Trustees to enable the continuation of on-going and future services provided for children in hospices in accordance with the objects of the Charity.

12. Related Party Transactions

The charity Lifelites was formerly a project of the RMTGB. Financial services and office facilities are provided by the RMTGB at no cost to Lifelites. No financial support is currently forthcoming from RMTGB to Lifelites. At the year end the balance owed by the RMTGB amounted to £15K (2010: owed to RMTGB £18K).

13. Analysis of Net Assets between Funds

The assets and liabilities representing each fund at the year-end were as follows:

	Unrestricted Fund	Restricted Fund	Total	Total
	<u>2011</u> £'000	<u>2011</u> £'000	<u>2011</u> £'000	<u>2010</u> £'000
Fixed Assets	-	-	-	2
Investments	2,328	-	2,328	2,519
Money Market Deposits	296	47	343	402
Current assets	27	-	27	8
Current liabilities	<u>(21)</u>	<u>-</u>	<u>(21)</u>	<u>(42)</u>
Total	<u>2,630</u>	<u>47</u>	<u>2,677</u>	<u>2,889</u>

Lifelites
Notes to the Accounts
For the year to 31 December 2011

14. Lifelites and its Restricted Funds

The financial summary of the Funds is set out below, together with an analysis of the subsidiary Funds.

Fund	Income and Expenditure			
	Restricted Fund B/fwd	Incoming Resources	Resources Expended	Restricted fund e/fwd
Restricted Funds				
Acorns Selly Oak	1	2	3	-
Acorns Walsall	-	1	1	-
Acorns for the Three Counties	-	7	7	-
Bluebell Wood	-	5	5	-
Brian House	-	4	4	-
Butterwick	-	-	-	-
Charlton Farm	-	1	1	-
Chestnut Tree House	-	-	-	-
Children's Trust	-	-	-	-
Christopher's Hospice	-	10	8	2
Claire House	-	2	2	-
Demelza House	-	1	1	-
Derian House	-	3	3	-
Douglas House	-	4	4	-
Each Ipswich	-	6	6	-
Each Milton, Cambridge	-	1	1	-
Each Quidenham	-	8	6	2
Eden House	-	3	3	-
Ellenor Lions	-	4	4	-
Francis House	1	9	5	5
Helen House	-	-	-	-
Hope House	-	1	1	-
Julia's House, Poole	-	10	8	2
Keech Cottage	-	5	3	2
Little Bridge House	-	1	1	-
Little Havens	-	7	7	-
Demelza Child	-	-	-	-
Martin House	-	1	1	-
Naomi House	13	1	3	11
Rainbows Bookham	-	-	-	-
Rainbows Leicester	-	-	-	-
Rainbows, Fernstone	-	-	-	-
Richard House	-	10	10	-
Shooting Star (CHASE)	-	-	-	-
St Andrews, Grimsby	-	-	-	-
St Oswalds, Newcastle	15	-	10	5
Treetops Donna Louise Trust	-	-	-	-
Ty Gobiath	-	9	9	-
Ty Hafan	-	-	-	-
West Yorks Forget Me Not	-	25	14	11
Whitehouse (Haven House)	-	3	3	-
Robin House - Scotland	-	-	-	-
Rachael House - Scotland	-	-	-	-
Demelza South London	-	7	-	7
Little Harbour	-	10	10	-
Grace House	-	4	4	-
NICH	-	5	5	-
Lifelites Restricted	30	170	153	47
Lifelites Unrestricted	2,859	182	411	2,630
Total Hospices	<u>2,889</u>	<u>352</u>	<u>564</u>	<u>2,677</u>