

**THE COMPLEMENTARY AND NATURAL
HEALTHCARE COUNCIL**

Company Number 06643004

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31st DECEMBER 2010**

The Complementary and Natural Healthcare Council
Financial Statements
For the year ended 31 December 2010

Contents

	Page
Regulatory Information	1
Report of the Directors	2 - 3
Report of the Auditors	4 - 5
Income and Expenditure Account	6
Balance Sheet	7
Notes to the Financial Statements	8 - 11

The Complementary and Natural Healthcare Council
Directors' Report
For the year ended 31 December 2010

Regulatory Information

Directors	Kay Dixon Margaret Dunn Anne Sultoon Dimitrios Varsamis (resigned 10 June 2011) Margaret Wallace Daniella Jenkins (appointed 1 January 2010, resigned 03 August 2011) John Lant (appointed 1 January 2010) Julian Weinburg (appointed 1 January 2010) Michael O'Farrell (appointed 1 January 2010)
Registered Office	83 Victoria Street London SW1H 0HW
Auditors	Kingston Smith LLP Chartered Accountants Devonshire House 60 Goswell Road London EC1M 7AD
Bankers	Co-operative Bank plc Specialist Charity Team 4th Floor 9 Prescot Street London E1 8BE
Solicitors	Kingsley Napley Knights Quarter 14 St John's Lane London EC1M 4AJ

The Complementary and Natural Healthcare Council

Directors' Report

For the year ended 31 December 2010 (Continued)

The directors present their report and financial statements for the year ended 31 December 2010.

Principal activities

The principal activity of the company throughout the period was to establish and maintain a regulatory body for Complementary and Natural Healthcare.

Directors

The following directors have held office during the year:

Kay Dixon	
Margaret Dunn	
Anne Sultoon	
Dimitrios Varsamis	(resigned 10 June 2011)
Margaret Wallace	
Daniella Jenkins	(appointed 1 January 2010, resigned 03 August 2011)
John Lant	(appointed 1 January 2010)
Julian Weinburg	(appointed 1 January 2010)
Mike O'Farrell	(appointed 1 January 2010)

Directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then 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 assume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

The Complementary and Natural Healthcare Council
Directors' Report
For the year ended 31 December 2010 (Continued)

Auditors

Kingston Smith LLP have indicated their willingness to continue in office and are deemed reappointed for the forthcoming year in accordance with the provisions of the Companies Act 2006.

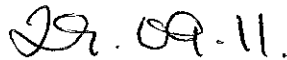
Statement of disclosure to auditor

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

On behalf of the board:

Date:



.....
Margaret Wallace

Auditor's Report to the Members of The Complementary and Natural Healthcare Council

We have audited the financial statements of Complementary and Natural Healthcare Council for the year ended 31 December 2010 which comprise the Income and Expenditure account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 DIRECTORS AND AUDITORS

As explained more fully in the Directors' Responsibilities Statement (set out on page 2) the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. 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 company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Director's Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

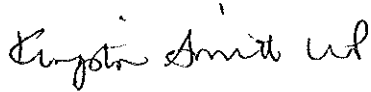
Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or

Auditor's Report to the Board members of The Complementary and Natural Healthcare Council (continued)

- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime.



**Sandra De Lord (Senior Statutory Auditor)
For and on behalf of Kingston Smith LLP, Statutory Auditor**

Devonshire House
60 Goswell Road
London EC1M 7AD

Date: 29.09.11

The Complementary and Natural Healthcare Council
Income and Expenditure Account
For the year ended 31st December 2010

	Notes	Year Ended 31 December 2010 £	10 July 2008 to 31 December 2009 £
Incoming resources			
Grants and donations	2	255,811	543,336
Application and registration fees	3	171,332	19,418
Investment income		298	896
Total incoming resources		427,441	563,650
Resources expended			
Professional support/activities	5	22,616	16,116
Set up and administration costs	6	325,745	430,048
Governance	7	50,206	117,298
Total resources expended		398,567	563,462
Net income for the period before taxation	4	28,874	188
Taxation	9	(63)	(188)
Net income for the period after taxation		28,811	-
Fund balances brought forward		-	-
Fund balances carried forward		28,811	-

There are no other recognised gains or losses.

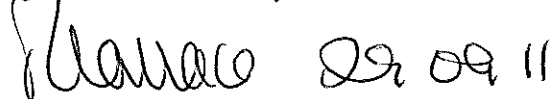
The Complementary and Natural Healthcare Council

Balance Sheet as at 31st December 2010

	Note	2010 £	2010 £	2009 £	2009 £
Fixed Assets					
Tangible fixed assets	10		10,820		19,344
			10,820		19,344
Current Assets					
Debtors	11	11,720		7,889	
Cash at bank and in hand		20,753		185,413	
		32,473		193,302	
Creditors: Amounts falling due within one year	12	(14,482)		(212,646)	
Net Current Assets/(Liabilities)			17,991		(19,344)
Total Net Assets			28,811		-
 Reserves					
Income and Expenditure account			28,811		-
			28,811		-

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved and authorised for issue by the Board on
Signed on their behalf by:



Margaret Wallace
Director

Company Number 06643004

The Complementary and Natural Healthcare Council

Notes to the Financial Statements

For the year ended 31 December 2010

1 Accounting Policies

Basis of Accounting

The company has taken advantage of the provisions of paragraph 3(3) of schedule 4 of the Companies Act and adopted the Companies Act formats to reflect the nature of the company's activities as a not for profit entity. The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The company is currently reliant on raising funding from sources over and above its application and registration fee income in order to support the costs of running its activities. The directors have considered management accounts, cash flow projections and budgets for the year 2011 and beyond and are confident that further similar income will be raised in meeting the projected financial targets set in their business plan. Having carefully considered these matters the directors believe the company will have sufficient resources to meet its liabilities as they fall due and that it is appropriate for the financial statements to be prepared on a going concern basis.

Income

Grants, application and registration fees and investment income are all recognised on an accruals basis.

Application and registration fees are allocated to income as received. Grant income is carried forward at the year end, as deferred income, to the extent that it will be spent in future accounting periods.

Expenditure

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation for payment to be made. Governance costs are the costs associated with the strategic direction of the organisation and with meeting regulatory requirements.

Tangible Fixed Assets

Depreciation is provided to write off the cost of the Fixed Assets over their estimated useful lives at the following annual rates:

Office fixtures and fittings	Straight line over 3 years
Office equipment	Straight line over 3 years

Operating leases

Operating lease and rental costs, where substantially all the benefits and risks of ownership remain with the lessor have been charged to expenditure as they arise.

Pensions

The company operates a money purchase pension scheme. The assets of the scheme are held separately from the company in an independently administered scheme. The pension cost charge represents contributions payable under the scheme by the company to the fund. The company has no liability under this scheme other than for the payment of the contributions.

2 Grants Income	Year Ended 31 December 2010	Period 10 July 2008 - 31 December 2009
	£	£
Department of Health	255,811	543,336
	255,811	543,336
	255,811	543,336
3 Membership Income	Year Ended 31 December 2010	Period 10 July 2008 - 31 December 2009
	£	£
Application Fees	-	2,508
Registration Fees	171,332	16,910
	171,332	19,418
	171,332	19,418

The Complementary and Natural Healthcare Council
Notes to the Financial Statements
For the year ended 31 December 2010 (Continued)

	Year Ended 31 December 2010	Period 10 July 2008 - 31 December 2009
4 Operating Income		
Net operating income for the period is stated after charging:	£	£
Depreciation	10,012	9,527
Audit fee	6,600	6,000
Other services provided by auditors	2,915	3,150
Directors remuneration	79,004	104,527
	<u>79,004</u>	<u>104,527</u>
		Period 10 July 2008 - 31
5 Professional Support/Activities	Year Ended 31 December 2010	December 2009
	£	£
Attendance fees	14,362	8,292
Assessors/Other Fees & Venue Hire	8,254	3,303
Travelling	-	4,521
	<u>22,616</u>	<u>16,116</u>
		Period 10 July 2008 - 31
6 Administration Costs	Year Ended 31 December 2010	December 2009
	£	£
Rent and Rates	47,189	49,476
Legal & professional fees	1,115	22,955
Consultants fees	24,599	44,532
Directors remuneration	45,895	82,827
Staff costs	89,589	97,308
Other staff costs	7,573	6,036
Staff recruitment	2,661	9,906
IT Support & Web development	24,341	64,086
Travel and Subsistence	7,423	7,119
Marketing & branding	49,071	14,255
Printing, postage and stationery	9,782	15,287
Telephone	1,167	1,569
Equipment	593	272
Insurance	2,506	3,469
Depreciation	10,012	9,527
Bank Charges	2,229	1,424
	<u>325,745</u>	<u>430,048</u>
		Period 10 July 2008 - 31
7 Governance Costs	Year Ended 31 December 2010	December 2009
	£	£
Board member recruitment costs	-	1,091
Directors remuneration	33,108	21,700
Meeting costs	-	29,154
Travel and Subsistence	7,327	4,599
Audit and accountancy fees	6,856	9,150
Legal and professional fees - Tax and fundraising and management costs	2,915	-
Marketing - Launch	-	51,604
	<u>50,206</u>	<u>117,298</u>

The Complementary and Natural Healthcare Council
Notes to the Financial Statements
For the year ended 31 December 2010 (Continued)

8 Staff Costs	Year Ended 31 December 2010	Period 10 July 2008 - 31 December 2009
	£	£
Gross salaries	149,294	133,090
Social security costs	14,503	10,990
Pension costs	4,796	4,083
	168,593	148,163
	168,593	148,163

Staff Numbers

The average number of staff employed by the organisation for the period was 6.

No employee received remuneration in excess of £60,000.

9 Taxation	Year Ended 31 December 2010	Period 10 July 2008 - 31 December 2009
	£	£
United Kingdom corporation tax on: Investment income at 21%	62	188
	62	188
	62	188

10 Tangible Fixed Assets	Fixtures Fittings and equipment
	£
Cost	
As at 01 January 2010	28,871
Additions	1,488
Carried forward at 31st December 2010	30,359
Depreciation	
As at 1 January 2010	9,527
Change for the year	10,012
Carried forward at 31st December 2010	19,539
Net Book Value	
As at 31st December 2009	19,344
As at 31st December 2010	10,820

11 Debtors	2010	2009
	£	£
Prepayments	5,500	6,509
Other Debtors	6,220	1,380
	11,720	7,889
	11,720	7,889

The Complementary and Natural Healthcare Council
Notes to the Financial Statements
For the year ended 31 December 2010 (Continued)

12 Creditors: Amounts falling due within one year	2010	2009
	£	£
Trade creditors	4,244	17,389
Corporation tax	63	188
Social security and other taxes	3,575	3,238
Deferred income	-	182,837
Accruals	6,600	8,994
	<u>14,482</u>	<u>212,646</u>

Deferred income consists of:

	2010	2009
	£	£
Deferred in period: Registration income	-	23,377
Department of Health Grant Funding	-	159,460
	<u>-</u>	<u>182,837</u>

13 Capital Commitments

Land and buildings are occupied under a license fee which is renewable quarterly at a current commitment of £3,600 per quarter.

14 Related party transactions

At the year end, one director owed £124 to the company which has since been repaid.

15 Limited Liability

In the event of a winding up the company is limited by guarantee and has no share capital. In the event of a winding up the liability of each member is limited to £1.