

NPPG

A Private Company Limited by Guarantee

Company Number: 4620347
Registered Charity Number: 1117648

CONSOLIDATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2016



NPPG

A PRIVATE COMPANY LIMITED BY GUARANTEE

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NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****REFERENCE AND ADMINISTRATIVE DETAILS**

DIRECTORS:	A R Mee S R Tomlin D Mowbray N Gooding
SECRETARY:	N Gooding
CHAIR:	P North-Lewis
VICE CHAIR:	P A Dale
TREASURER:	D Mowbray
REGISTERED OFFICE:	38 Myrtle Drive Burwell Cambridgeshire CB25 0AJ
COMPANY NUMBER:	4620347
REGISTERED CHARITY NUMBER:	1117648
STATUTORY AUDITOR:	DonnellyBentley Ltd Chartered Accountants & Statutory Auditor Hazlemere 70 Chorley New Road Bolton Lancashire BL1 4BY
BANKERS:	HSBC 525 Prescot Road Old Swan Liverpool L13 5UU

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****REPORT OF THE BOARD (AS TRUSTEES AND DIRECTORS)****FOR THE YEAR ENDED 31 DECEMBER 2016**

The trustees, who are also directors of the charity for the purposes of the Companies Act, are pleased to present their annual report together with the audited financial statements of the charity for the year ended 31 December 2016 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

1. STRUCTURE, GOVERNANCE AND MANAGEMENT**Governing Document**

The organisation is a charitable company limited by guarantee, incorporated on 18 December 2002 and registered as a charity since 22 January 2007. It is governed by its Memorandum and Articles of Association.

As a registered charity the company is non-profit making and its directors and trustees are volunteers. The company has been incorporated without share capital and it is limited by guarantee, to a maximum of £1 by each of its members.

Appointment of Trustees

The directors/trustees are appointed by the NPPG as the directors/trustees have the power under the governing documents to co-opt individuals who support the objects of the organisation.

Trustee Induction

As part of their induction, the new directors/trustees are provided with information about the charity, the management structure, its history and working practices. In addition they are also provided with extracts of the Memorandum and Articles of Association plus information from the Charity Commission and Companies House regarding the duties and responsibilities of directors and trustees.

The Directors/Trustees who served during the year are listed below:

	31 December 2016	31 December 2015
Members:	Mr Philip A Dale (resigned 31/12/16) Mr Stephen R Tomlin Ms Diana Mowbray Mr Nigel Gooding	Mr Philip A Dale Mr Stephen R Tomlin Ms Diana Mowbray Mr Nigel Gooding

Risk review

The Board has conducted its own review of the major risks to which the charity is exposed and systems have been established to mitigate those risks.

Organisational Structure

NPPG is managed by its Board of Members and an executive committee which meets four times a year.

Minutes from the previous meeting and discussion papers are circulated before the scheduled meeting. The discussion papers are tabled either by a director/trustee or the executive committee. During the meetings the progress of the past months is assessed and considered against the targets and aims. The current status of the planned work is considered and discussed. Future aims and ambitions are considered in conjunction with the ongoing programme. Any discussion papers circulated before the meeting will be discussed and considered.

Day to day responsibility for the management of the charity has been delegated to Mr S Tomlin.

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****REPORT OF THE BOARD (AS TRUSTEES AND DIRECTORS)****FOR THE YEAR ENDED 31 DECEMBER 2016****2. OBJECTIVES AND ACTIVITIES**

The principal activities continue to be the advancement of education and training in paediatric and neonatal pharmacy, including the undertaking of research and the provision of information and advice concerning paediatric and neonatal pharmacy for the benefit of the general public.

3. PUBLIC BENEFIT

We have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing our objectives and activities and in planning our future activities. In particular the trustees consider how planned activities will contribute to the aims and objectives they have set.

4. ACHIEVEMENTS AND PERFORMANCE IN THE YEAR

- Involvement in a joint venture to publish a National Formulary of Medicines for Children (BNFC). This is widely used by Health Care Professionals across the UK to ensure that medicines are used in children safely and effectively.
- Involvement in a joint venture to develop information leaflets aimed at the parents of children who are prescribed medicines for various conditions, leading to information leaflets and a website.
- Undertake study days for members of NPPG to participate in education and training opportunities
- Host an annual conference which provides an opportunity for NPPG members to share research and development, and to learn more about medicines for children.
- Production of conference podcasts (placed on the NPPG website) to extend the audience the information can reach.
- Host awards which are a joint venture with other interested parties and allow research and development on matters relating to medicines in children.
- Ensure that children's medicines practice has remained high on the agenda of national policy, including involvement in NICE, MHRA, DH and RPS.
- Liaison with Pharmaceutical industry to produce products which can be used with safety in children.
- Produced further development of an electronic educational package to aid paediatric oncology pharmacists.
- Continued to produce the paediatric IV guides in conjunction with Medusa.
- Working with the RPS as one of its affiliated specialist partnership groups to aid credentialing of education needs for our membership.
- Information officer responded to several consultations from NPC, RPS, MHRA, EMA, Health and Care Professions Council and NICE in addition to responding to requests from the membership via the website's message board.
- NPPG has put a proportion of our capital into investments with a company "Investec" who specialises in helping charities to invest their capital in a relatively safe and low risk manner. This company will manage the portfolio on behalf of NPPG in accordance with our investment policy document to enhance future income from our capital.

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****REPORT OF THE BOARD (AS TRUSTEES AND DIRECTORS)****FOR THE YEAR ENDED 31 DECEMBER 2016****4. ACHIEVEMENTS AND PERFORMANCE IN THE YEAR (Continued)**

- Helping to develop a Paediatric Care On Line Education package for professionals working with children and young people in conjunction with RCPCH, funded by DoH.
- NPPG has been liaising with NHS England and other stakeholders regarding ePrescribing issues for paediatric oncology, to aid the compliance necessary of all centres within the next two years to achieve this.
- NPPG has been working closely with BAPM regarding the standardisation possibilities of neonatal TPN across the country – NPPG has been working closely with BNFC following several significant errors appearing in the 2016 edition of the book. The aim of this work was to ensure a quick resolution to the issues including the monthly revision online to correct the issues and getting communications out swiftly to all end users regarding the problem with the hard copies and advising switching to online versions instead.

5. FINANCIAL REVIEW

	£
The surplus for the year was	21,150
To which is added the retained surplus brought forward	<u>741,106</u>
Leaving a surplus carried forward of	<u>762,256</u>

NPPG general fund administers the day to day running of the charity. Income is derived from member subscriptions, publications and donations.

Investment Policy

Under the Memorandum and Articles of Association, the charity has the power to invest in any way the trustees wish.

The trustees, having regard to the liquidity requirements of the charity and to the reserves policy, have placed a proportion of capital into investments with a company "Investec" who specialises in helping charities to invest their capital in a relatively safe and low risk manner. The company will manage the portfolio on behalf of NPPG in accordance with the charity's investment policy to enhance future income from capital.

The remaining capital remains within interest bearing current accounts.

Reserves Policy

It is the policy of the charity to maintain unrestricted funds, which are free reserves of the charity, at a level which equates to approximately six months unrestricted expenditure. This provides sufficient funds to cover management, administration and support costs and allows the charity to react to changes in funding in a constructive manner. Currently reserves generated are over and above this. The Trustees are aware of the position. They are investigating increasing expenditure in activities which support the objects of the Charity as outlined in the plans for future periods.

Grant Making Policy

No grant was awarded in 2016.

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****REPORT OF THE BOARD (AS TRUSTEES AND DIRECTORS)****FOR THE YEAR ENDED 31 DECEMBER 2016****6. PLANS FOR FUTURE PERIODS**

The charity plans continuing the activities as outlined in (2) above in the forthcoming years by:

- Continuing to further develop jointly with other interested parties and charities, Patient Information Leaflets (PILs) for a greater range of medicines used in children.
- Working with other interested organisations to consider ways of risk managing the use of unlicensed oral liquid medicines in children.
- Maintaining the Paediatric Intensive Care Unit package which has been written to keep the information up to date and relevant.
- To write a neonatal intensive care package for education purposes to mirror the paediatric package.
- Continuing to provide education and training opportunities for NPPG members by hosting an annual conference and specialist study days.
- Facilitating research and development in the field of paediatric pharmacy by hosting research awards.
- NPPG to monitor our investments carefully to ensure income is generated, liaising closely with our investment advisors.
- Agreed to participate in The Clinical Pharmacy Congress in 2017 to give some sessions on paediatrics. In return our membership will be able to attend the conference free of charge.
- Provision of funding for a research grant to improve the use of medicines in children.
- Continuing involvement in a joint venture to provide specialist input into materials used to train non-specialist pharmacists and pre-registration pharmacists about issues relating to the safe and effective use of medicines in children.
- Developing an electronic based educational package for paediatric oncology pharmacists.
- Maintaining a national IV database suitable for use in children.
- To work with like minded pharmaceutical companies to create various tiers of corporate sponsorship of NPPG in order to raise capital to maintain our work, in lieu of reducing funds from the contract with NICE for BNFc year on year.
- Engage with industry to develop standardising drug infusion concentrations for national use within paediatrics.
- To work more closely with the Paediatric Chief Pharmacists group to ensure similar subjects are being covered by all aspects of the profession.
- To develop an unlicensed/specials formulary in conjunction with DoH to aid a reduction of drug tariff costs and to aid primary/secondary care interface issues.
- To work with CPPE to update paediatric educational packages on their website, and to discuss their hosting of the oncology packages being developed by the POP group.

7. FUNDS

The funds held by the Charity are detailed in note 10 to the accounts.

8. TAXATION

Exemption to taxation has been granted to the charitable company by virtue of its charitable status.

NPPG

A PRIVATE COMPANY LIMITED BY GUARANTEE

REPORT OF THE BOARD (AS TRUSTEES AND DIRECTORS)

FOR THE YEAR ENDED 31 DECEMBER 2016

9. STATEMENT OF TRUSTEES AND DIRECTORS RESPONSIBILITIES

The trustees (who are also directors of NPPG for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year.

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 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

10. STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant audit information of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken in order to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

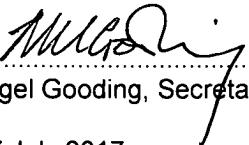
11. SMALL COMPANY EXEMPTION

In preparing this report the directors have taken advantage of the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

12. AUDITORS

A resolution will be proposed at the Annual General Meeting to reappoint the Auditors, DonnellyBentley Limited, Chartered Accountants and Registered Auditor.

SIGNED ON BEHALF OF THE BOARD BY:-


 Nigel Gooding, Secretary

17 July 2017

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF NPPG
A PRIVATE COMPANY LIMITED BY GUARANTEE
FOR THE YEAR ENDED 31 DECEMBER 2016

We have audited the financial statements of NPPG for the year ended 31 December 2016 on pages 4 to 7.5 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet and 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) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the charitable 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 charitable company'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 charitable company and its members as a body and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement (see page 2.4), the trustees (who are also the directors of the charitable company for the purposes of company law) 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 the applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board'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 group's and the parent charitable company'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' Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2016, and of the group's incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

INDEPENDENT AUDITORS REPORT
TO THE MEMBERS OF NPPG
A PRIVATE COMPANY LIMITED BY GUARANTEE
FOR THE YEAR ENDED 31 DECEMBER 2016

Opinion on other matters prescribed by the Companies Act 2006

In our opinion based on the work undertaken in the course of the audit:

- the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees Annual Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees Annual Report.

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
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

A handwritten signature in black ink, appearing to read 'Shaw', with several horizontal lines underneath it.

John Shaw BA (Hons) FCA DChA (Senior Statutory Auditor)
for and on behalf of DonnellyBentley Limited
Chartered Accountants & Statutory Auditor
70 Chorley New Road
Bolton
BL1 4BY

17 July 2017

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****ACCOUNTING POLICIES****FOR THE YEAR ENDED 31 DECEMBER 2016****1 Summary of significant accounting policies****(a) General information and basis of preparation**

NPPG is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

The nature of the charity's operations and principal activities are the advancement of education and training in paediatric and neonatal pharmacy including the undertaking of research and the provision of information and advice concerning paediatric and neonatal pharmacy to the benefit of the general public.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), and the Companies Act 2006.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Reconciliation with previously accepted accounting practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

No restatement of items has been required in making the transition to FRS 102. The transition date was 1 January 2015.

A PRIVATE COMPANY LIMITED BY GUARANTEE**ACCOUNTING POLICIES****FOR THE YEAR ENDED 31 DECEMBER 2016****CONSOLIDATION**

The statement of financial activities (SOFA) and balance sheet consolidate the financial statements of NPPG and its related undertaking, RCPCH Publications Limited; details of the relationship is given in notes 7 and 12. The results are consolidated on a 'one-line basis' (of net results or share of net assets) for an associated undertaking. No separate SOFA or cash flow statement has been presented for NPPG alone as permitted by section 408 of the Companies Act 2006.

FUND ACCOUNTING

General Funds are unrestricted funds which represent the accumulated funds of the company that are not subject to any restrictions regarding their use, and are available in the furtherance of the general objectives of the company.

Designated Funds have been designated by the Board for particular purposes, and are also unrestricted as the Board can re-assign those monies if it so desires.

Restricted Funds can only be used for their stated purpose, due to specific conditions imposed by the providers of those funds or grants. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

INCOME RECOGNITION POLICIES

Income is recognised in the accounting period in which it is receivable. Grants or income relating to a future accounting period or received in advance of the attributable costs is deferred and carried forward as grants and income in advance in creditors. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. Investment income comprises interest receivable on cash balances held in appropriate interest bearing accounts.

EXPENDITURE

Expenditure is recognised on an accrual basis as a liability is incurred, grants payable being separately disclosed. Expenditure includes irrecoverable VAT and is reported as part of the expenditure to which it relates.

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- All costs are allocated between the expenditure categories on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

VAT ACCOUNTING

All grant income and donations are outside the scope of VAT.

Irrecoverable VAT on expenditure is not analysed separately but attributed to the category of expenditure on which it is incurred.

A PRIVATE COMPANY LIMITED BY GUARANTEE**ACCOUNTING POLICIES****FOR THE YEAR ENDED 31 DECEMBER 2016****FIXED ASSET INVESTMENTS**

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SOFA if the shares are publicly traded or their fair value can otherwise be measured reliably. Other investments are measured at cost less impairment.

Investments in associates are measured at cost less impairment.

FOREIGN CURRENCIES

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

DEBTORS AND CREDITORS RECEIVABLE/PAYABLE WITHIN ONE YEAR

Debtors and creditors with no stated interest rate and receivable/payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

CASH AT BANK AND IN HAND

Cash at bank and in hand includes cash and short term highly/liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

TAXATION

The charitable company, but not its trading subsidiary, by virtue of its charitable status, is exempt from corporation tax on any surplus of income over expenditure.

GOING CONCERN

The trustees have reviewed the circumstances of NPPG and consider that adequate resources continue to be available to fund the activities of the charity for the foreseeable future. The trustees are of the view that the charity is a going concern.

CASH FLOW STATEMENT

Exemption has been taken from preparing a cash flow statement on the grounds that company qualifies as a small company under the Companies Act 2006. The Board of Management have elected to take advantage of the exemption under Update Bulletin 1 of the Charities SORP (FRS 102) not to prepare a cash flow statement.

A PRIVATE COMPANY LIMITED BY GUARANTEE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	UNRESTRICTED	
		2016	2015
		£	£
INCOME AND EXPENDITURE			
INCOME:			
Donations and legacies	2	138,212	85,003
Charitable activities	3	17,810	22,440
Investment income	4	<u>1,436</u>	<u>1,668</u>
TOTAL INCOME		<u>157,458</u>	<u>109,111</u>
EXPENDITURE:			
Charitable activities:			
Advancement of education and training in paediatric and neonatal pharmacy	5	<u>145,841</u>	<u>132,931</u>
TOTAL EXPENDITURE		<u>145,841</u>	<u>132,931</u>
NET INCOME/(EXPENDITURE)		11,617	(23,820)
OTHER RECOGNISED GAINS:			
Gain on revaluation of fixed asset investments		<u>9,533</u>	<u>-</u>
NET INCOME/(EXPENDITURE) BEFORE INTEREST IN ASSOCIATE		21,150	(23,820)
Interest in result of Associated Undertaking		<u>-</u>	<u>-</u>
NET MOVEMENT IN FUNDS FOR THE YEAR		21,150	(23,820)
Reconciliation of Funds			
Fund Balance Brought Forward at 1 January 2016		<u>741,106</u>	<u>764,926</u>
Fund Balance Carried Forward at 31 December 2016	11	<u>762,256</u>	<u>741,106</u>

Movements in funds are disclosed in note 11 to the financial statements.

All incoming resources and resources expended are derived from continuing activities.

There are no other gains or losses other than those noted above and therefore no separate statement of total recognised gains and losses has been prepared.

The accompanying accounting policies and notes form an integral part of these financial statements.

A PRIVATE COMPANY LIMITED BY GUARANTEE


CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2016

	Note	Group 2016 £	Group 2015 £	Company 2016 £	Company 2015 £
FIXED ASSETS					
Investments	7	<u>506,006</u>	<u>2</u>	<u>506,006</u>	<u>2</u>
CURRENT ASSETS					
Debtors	8	137,426	83,276	137,426	83,276
Cash at bank		<u>189,190</u>	<u>739,980</u>	<u>189,190</u>	<u>739,980</u>
		<u>326,616</u>	<u>823,256</u>	<u>326,616</u>	<u>823,256</u>
LIABILITIES					
Creditors falling due within one year	9	<u>70,366</u>	<u>82,152</u>	<u>70,366</u>	<u>82,152</u>
NET CURRENT ASSETS		<u>256,250</u>	<u>741,104</u>	<u>256,250</u>	<u>741,104</u>
NET ASSETS		<u>762,256</u>	<u>741,106</u>	<u>762,256</u>	<u>741,106</u>
THE FUNDS OF THE CHARITY:					
Unrestricted Funds	11	<u>762,256</u>	<u>741,106</u>	<u>762,256</u>	<u>741,106</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The consolidated financial statements on pages 4 to 7 were approved by the Board of the Directors and signed on its behalf by:-



.....
D Mowbray, Director

17 July 2017

A PRIVATE COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

1. INCOME

Income is directly attributable to the principal activities of the company. All income in 2016 and 2015 was attributable to unrestricted funds.

2. DONATIONS AND LEGACIES

	Total Funds 2016 £	Total Funds 2015 £
Donations from RCPCH Publications Ltd	133,212	78,503
Sponsorship	<u>5,000</u>	<u>6,500</u>
	<u>138,212</u>	<u>85,003</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Total Funds 2016 £	Total Funds 2015 £
Members' subscriptions	14,703	14,033
Income from annual conference	<u>3,107</u>	<u>8,407</u>
	<u>17,810</u>	<u>22,440</u>

4. INVESTMENT INCOME

	Total Funds 2016 £	Total Funds 2015 £
Bank interest	-	1,668
Income from managed investment portfolio	<u>1,436</u>	<u>-</u>
	<u>1,436</u>	<u>1,668</u>

5. ANALYSIS OF CHARITABLE EXPENDITURE

	2016 £	2015 £
Medicines for Children	20,000	-
Grants paid	(8,857)	8,857
Development of POP module	390	1,565
Information officer services	35,004	35,000
Membership liaison officer services	15,959	15,652
Telephone and internet	339	319
Post and stationery	1,448	65
Travelling expenses	12,025	9,144
Education meeting costs	1,037	1,514
Technical literature	8,280	8,280
Administration and clerical support	8,259	11,478
Insurance	-	294
Medusa project	16,000	8,298
Secretarial services	25,445	25,445
Audit	3,208	3,320
Accountancy	3,208	3,321
Sundry	221	379
Computer expenses	346	-
Investment management costs	<u>3,529</u>	<u>-</u>
	<u>145,841</u>	<u>132,931</u>

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2016****5. ANALYSIS OF CHARITABLE EXPENDITURE (Continued)**

All expenditure in 2016 and 2015 was attributable to unrestricted funds.

All of the above costs relate to direct service provision.

During the year NPPG contributed £20,000 towards Medicines for Children and has committed a further £20,000 for each of the next four years. Medicines for Children is a partnership programme by NPPG, RCPCH and WellChild which aims to provide up to date leaflets and a website aimed at parents of children who are prescribed medicines for various conditions.

The 2015 accounts showed £8,857 for grants payable. However, this is no longer to be paid out and has therefore been credited to grants payable in 2016.

6. STAFF COSTS

Neither the Chairman nor any other members of the Board received any remuneration for their services during the year.

There were no employees during the year excluding directors and voluntary staff.

7. FIXED ASSET INVESTMENTS

	Managed Investment Portfolio £	Net Interest in Associated Undertaking £	Total £
COST OR VALUATION:			
At 1 January 2016	-	2	2
Additions	500,000	-	500,000
Disposal	(3,529)	-	(3,529)
Revaluation	<u>9,533</u>	<u>-</u>	<u>9,533</u>
At 31 December 2016	<u>506,004</u>	<u>2</u>	<u>506,006</u>
IMPAIRMENT:			
At 1 January 2016 and 31 December 2016	<u>-</u>	<u>-</u>	<u>-</u>
CARRYING AMOUNT:			
At 31 December 2016	<u>506,004</u>	<u>2</u>	<u>506,006</u>
At 31 December 2015	<u>-</u>	<u>2</u>	<u>2</u>

Investments at fair value within the managed investment portfolio comprise:

	2016 £	2015 £
Equities	188,536	-
Securities	94,774	-
Cash within investment portfolio	162,794	-
Property within investment portfolio	<u>59,900</u>	<u>-</u>
	<u>506,004</u>	<u>-</u>

NPPG

A PRIVATE COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

7. FIXED ASSET INVESTMENTS (Continued)

Investments within the managed investment portfolio are valued on the basis of mid-market prices from the appropriate Stock Exchange or from the relevant fund manager at the Balance Sheet date. The increase in value of the investments amounting to £9,533 is an unrealised gain to be disclosed under Charities SORP (FRS 102) and does not reflect any actual gains incurred from sales of investments.

Investment management fees for the year to 31 December 2016 were £3,529.

These financial statements include the results of RCPCH Publications Limited (see note 12) which has been consolidated with those of the charity in accordance with the accounting policy on consolidation as an associated undertaking. This is because NPPG owns 50% of the ordinary share capital of RCPCH Publications Limited and there is no controlling interest. Both companies are registered in England and Wales.

8. DEBTORS

	Group		Company	
	2016 £	2015 £	2016 £	2015 £
Amount owed from related undertakings	133,212	78,503	133,212	78,503
Other debtors	<u>4,214</u>	<u>4,773</u>	<u>4,214</u>	<u>4,773</u>
	<u>137,426</u>	<u>83,276</u>	<u>137,426</u>	<u>83,276</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2016 £	2015 £	2016 £	2015 £
Accruals and deferred income	70,366	73,295	70,366	73,295
Other creditors	<u>-</u>	<u>8,857</u>	<u>-</u>	<u>8,857</u>
	<u>70,366</u>	<u>82,152</u>	<u>70,366</u>	<u>82,152</u>

10. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS: UNRESTRICTED

	2016 £	2015 £
Fixed asset investments	506,006	2
Current assets	326,616	823,256
Current liabilities	<u>(70,366)</u>	<u>(82,152)</u>
	<u>762,256</u>	<u>741,106</u>

The unrestricted fund is used in furtherance of the charity's principal activities as explained in the report of the Board.

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2016****11. NET MOVEMENTS IN FUNDS**

	At 01/01/2016 £	Incoming Resources £	Outgoing Resources £	Gains and Losses £	At 31/12/2016 £
<i>Unrestricted Funds:</i>					
General Fund	<u>741,106</u>	<u>157,458</u>	<u>(145,841)</u>	<u>9,533</u>	<u>762,256</u>

The General Funds represent the free funds of the charity which are not designated for particular purposes.

12. NET INCOME FROM AND TRANSACTIONS WITH RELATED UNDERTAKINGS

The Charity owns 50% of the ordinary share capital of RCPCH Publications Limited, further details of which are given in note 7. RCPCH Publications Limited makes gift payments to its shareholders, usually its total net profit. The share due to NPPG amounts to £133,212 in these financial statements. All activities have been consolidated in the SOFA in accordance with the accounting policy on consolidation. See also the note following the results of RCPCH Publications Limited below.

RCPCH Publications Limited has an accounting reference date of 31 August and a summary of its trading results is shown below.

RCPCH Publications Limited publishes a formulary for NPPG aimed at pharmacists, paediatricians, general practitioners, nurse prescribers and other health care professionals. The aim of this formulary is to assist those who prescribe, dispense or administer medicines for children. The formulary is unusual in that they cover the off-label use of medicines and also list unlicensed medicines necessary for the treatment of children.

The group balance sheet on page 6 is similar to the company balance sheet because the balance sheet of RCPCH Publications Limited has no accumulated reserves. This is because all the profits of RCPCH Publications Limited have been gifted to NPPG as 50% shareholder and the charity Royal College of Paediatrics and Child Health as the other 50% shareholder.

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2016****RCPCH Publications Limited: Summary Results**

	31/08/2016	31/08/2015
	£	£
Turnover	303,495	194,141
Cost of sales and administrative expenses	<u>(37,878)</u>	<u>(37,760)</u>
Operating profit	265,617	156,381
Interest receivable	<u>806</u>	<u>625</u>
Net Profit	<u>266,423</u>	<u>157,006</u>
Charitable Trading Funds:		
Balance at 1 September	-	-
Net profit	266,423	157,006
To be gifted to RCPCH for year ended 31 August	(133,211)	(78,503)
To be gifted to NPPG for year ended 31 August	<u>(133,212)</u>	<u>(78,503)</u>
Balance at 31 August	<u>-</u>	<u>-</u>
Charity share:		
Balance at 1 September	<u>-</u>	<u>-</u>
Balance at 31 August	<u>-</u>	<u>-</u>

The British National Formulary for Children (BNFC) is produced as a joint venture, the arrangements for which were formalised in an agreement between RCPCH Publications Limited, The Royal Pharmaceutical Society and BMJ Publishing Group Limited dated 13 April 2005. The joint ventures then entered into a three year supply agreement with the Department of Health dated 20 September 2005 to ensure all relevant health professionals in England received the BNFC. On 9 March 2011, the Paediatric Publications Board considered, agreed and signed the new BNFC contract with NICE (National Institute of Clinical Excellence) for the bulk purchase of the formulary over the next eight years.

The first edition of the BNFC was published in September 2005 with the website going live that month and publication of a CD-ROM version in October 2005. The year ended 31 August 2016 principally includes the company's share of income associated with developing and publishing the twelfth edition of BNFC.

13. CAPITAL COMMITMENTS

The company had no capital commitments at the year end.

NPPG**A PRIVATE COMPANY LIMITED BY GUARANTEE****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2016****14. RELATED PARTY TRANSACTIONS**

Mr S R Tomlin is a director of NPPG and is also an employee of Guys and St Thomas NHS Trust. During the year NPPG paid £25,445 (2015 - £25,445) to Guys and St Thomas NHS Trust for the services of Mr S R Tomlin.

15. TRANSACTIONS WITH DIRECTORS AND TRUSTEES

None of the directors received any remuneration for their services during the year.

All four directors were reimbursed for travel costs or costs which they had incurred on behalf of NPPG for a combined total of £2,324 (2015: £2,669).

16. ULTIMATE CONTROLLING PARTY

The charitable company is under the control of the Board.

NPPG

A PRIVATE COMPANY LIMITED BY GUARANTEE

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2016

	2016		2015	
	£	£	£	£
INCOME				
Member subscriptions	14,703		14,033	
Sponsorship	5,000		6,500	
Donation received	133,212		78,503	
Bank interest	-		1,668	
Profit from annual conference	3,107		8,407	
Income from managed investment portfolio	<u>1,436</u>		<u>-</u>	
		157,458		109,111
EXPENDITURE				
Medicines for Children	20,000		-	
Grants paid	(8,857)		8,857	
Development of POP module	390		1,565	
Information officer services	35,004		35,000	
Professional secretarial service	25,445		25,445	
Membership liaison officer services	15,959		15,652	
Medusa project	16,000		8,298	
Telephone and internet	339		319	
Post and stationery	1,448		65	
Travelling expenses	12,025		9,144	
Education meeting costs	1,037		1,514	
Technical literature	8,280		8,280	
Administration and clerical support	8,259		11,478	
Auditors' remuneration	6,416		6,641	
Insurance	-		294	
Sundry	221		379	
Computer expenses	346		-	
Investment management fees	<u>3,529</u>		<u>-</u>	
		<u>145,841</u>		<u>132,931</u>
Finance costs		11,617		(23,820)
Bank charges		<u>-</u>		<u>-</u>
NET INCOME/(EXPENDITURE) FOR THE YEAR		<u>11,617</u>		<u>(23,820)</u>