EUROPEAN SOCIETY OF COLOPROCTOLOGY
(A company limited by guarantee)

Report and Financial Statements

Year ended 31 December 2014

Charity No: SC029997
Company No: SC205553
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EUROPEAN SOCIETY OF COLOPROCTOLOGY

Report of the Directors

Year ended 31 December 2014

The directors, who are trustees for the purposes of charity law, have pleasure in presenting their report and the audited financial statements of the Society for the year ended 31 December 2014.

Reference and Administrative Information

Company Number
SC205553

Charity Number
SC029997

Directors
Sergey Achkasov  (Resigned 26 September 2014)
Jean-Claude Givel  (Died August 2015)
Werner Hohenberger  (Resigned 25 September 2014)
Michael Parker
Algimantas Tamelis
Arne Wibe  (Resigned 26 September 2014)
Tom Scheinin
Giovanni Romano
Sebastiano Biondo  (Appointed 25 September 2014)
Torbjorn Holm  (Appointed 26 September 2014)
Adam Dziki  (Appointed 26 September 2014)
Julio Leite  (Appointed 26 September 2014)
Emmanuel Tiret  (Resigned 25 September 2014)

Company Secretary
Eloy Elspin

Registered Office
The Coach House
7 St Albans Road
Edinburgh  EH9 2PA

Senior Statutory Auditor
Kevin Cattanach

Independent Auditors
Whitelaw Wells
Chartered Accountants and Statutory Auditors
9 Ainslie Place
Edinburgh  EH3 6AT

Bankers
Lloyds TSB
2 Glanmor Road
Uplands
Swansea  SA2 0PU

Solicitors
McClure Naismith
292 St Vincent Street
Glasgow  G2 5TQ
Structure Governance and Management

Governing document

The Society is a charitable company limited by guarantee and has no share capital. The company was established under a Memorandum of Association that established the objects and powers of the charitable company and is governed under its Articles of Association.

Recruitment and appointment of Directors

The directors of the company are also the charity trustees for the purposes of charity law. The Society is formed of three regions, west, centre and east, and ensures that Director appointments reflect a balanced representation of these regions.

Directors may be proposed by any member; it is then the responsibility of the existing Directors to review proposed candidates based on their experience, knowledge of the Society and ability to perform the required duties; their appointment is then ratified by the Membership at the AGM. Their term of office is three years although they must offer themselves for re-election at each AGM. The directors are responsible for the management of the company and oversee the activities of the Executive Committee to ensure that they fulfil the objectives of the Society. The chairmanship of the Directors rotates around the three regions.

Director Induction and Training

Directors are selected based on their familiarity with the work of the charity; as part of their induction information is distributed to new directors on the charity’s aims and objectives, constitution and financial situation as well as its day-to day operations. New directors are also required to understand their statutory responsibilities.

Organisational Structure

Members

Membership of the Society is open to individuals and those within corporate companies who have a medical interest in the field of coloproctology. The grades of membership are:

- **Those with voting rights:** a) Regular (European) b) Voting (non-European) who are fully accredited medical practitioners with a demonstrable interest in coloproctology

- **Those without voting rights:** Trainee, Senior, Affiliate, Corporate
  Honorary members are without voting rights unless at the invitation of the Executive

Details can be obtained from the company’s registered office and are also available on the ESCP Website under “About ESCP”.

Council

Regular members (only) may stand as Council members. Each country has one member (National Representative) on the Council voted in by other full members from that country.
STRUCTURE GOVERNANCE AND MANAGEMENT (CONTINUED)

EXECUTIVE COMMITTEE
The Council appoints an Executive Committee, comprising the office bearers of the Society, who resolve urgent matters and carry out the day to day running of the Society. The Executive comprises:

- President, President Elect, President in Waiting, Past President
- Secretary & Treasurer
- Chairs of each sub-committee: Programme, Education, Research, Membership, Website and External Affairs. In 2014, a new Guidelines committee was formed informally for ratification at the AGM 2015, and the chair of that group was seconded to the Executive also, pending ratification in September 2015 as an Executive member.
- Journal & UEMS Representatives

For one year prior to end of office, an Assistant Secretary or Assistant Treasurer is appointed to shadow the outgoing Secretary/Treasurer and they become a member of the Executive Committee at that time.

RISK MANAGEMENT

The directors undertook a rigorous review of all risks to which the charity is exposed during 2012, in particular those related to the operations and finances of the charity. The directors were satisfied that on the whole, adequate procedures were in place to mitigate exposure to major risks, although they made a number of recommendations to the Executive Committee, requesting that these be addressed during the early part of 2013. At the end of 2014, progress and status on significant issues raised as being of concern was as follows:

Matters addressed

1. **Strategic plan**: further progression made within sub-committees; an overall plan has not yet been completed but it is expected that the Executive can achieve this by the end of 2015. One of the greatest challenges is the Executive members' pan-European location and the difficulty and cost of getting people together more frequently. This is one of the principal reasons for the process taking so long.

2. **Website**: the new website launched successfully in early 2014. However, later in the year the Society was faced with the challenge of losing the developer due to business demise; this was quickly addressed by the Executive who formed a sub-working group to recruit a replacement developer and an appointment that was made by the end of the year. The website is functioning well, and further development to enhance it, as had been envisaged as a phase II project, will go ahead in 2015.

3. **Developing an educational agenda to attract younger surgeons to the Society**: the Education Committee met in November for a strategic planning day, followed with a further day in early 2015. They have identified the three main goals, and will work through 2015 to develop the full detail of how these goals will be reached in order that this can be inserted into the overall strategic plan.

4. **Review of Societal structure and procedures**, establishing all committees’ terms of reference and a guide outlining all policies and methods in use.
Structure Governance and Management (continued)

Matters addressed (continued)

5. Creating a PR strategy, fostering relations with other key societies and aiming towards more engagement in the EU political arena: this was not addressed in 2014 and will be carried forward to 2015.

6. Investment of funds: the Society opened an investment account with ING in Luxembourg, having fully assessed different options, and has invested a significant part of its spare capital.

Related Parties

ESCP became an active partner in the organisation of the Tripartite Colorectal Meeting that took place in Birmingham, UK in July 2014. The Society was invited by the Association of Coloproctology of Great Britain and Ireland to become an equal partner and the event was run through a newly formed company, as explained at note 7. ESCP’s risk was limited to £40,000, and a legal agreement was signed between the two organisations. The event was very successful, both financially and from a programme perspective, and the two organisations were able to share equally an overall surplus of around £90,000.

The Executive made efforts in 2014 to bring about reciprocal Travelling Fellowships with societies in Korea, Latin America and China on a similar basis to those that exist with the Japanese and American Societies. Communications with each of these three prospective partners proved problematic during the year, but at the time of this report, it has been confirmed that the Korean Society will send a Fellow to the Dublin conference in September 2015, and ESCP will send a Fellow to their meeting in September 2016. In addition, the Society worked throughout 2014 to establish working partnership with the European Crohn’s and Colitis Organisation (ECCO), the European Society of Surgical Oncology (ESSO) and the European Association of Endoscopic Surgeons (EAES) with positive outcomes in terms of activities planned for 2015 to hold joint or collaborative symposia at the Dublin meeting. In addition, ESCP continues its involvement in UEG (United European Gastroenterology) within which it is a member society that receives an annual grant from UEG of £18,657 / €25,000.

Objectives and Activities

The primary object of the Society is multidisciplinary research into diseases of the colon, rectum and anus (coloproctology), especially with respect to prevention, diagnosis and treatment.

The objects as stated in the governing documents are:

- the promotion and advancement of the science, knowledge and practice of coloproctology in Europe;
- the promotion and performance of scientific studies in the fields of colonic, rectal and anal diseases;
- the performance of comparative studies in treatment and diagnosis in the fields of colonic, rectal and anal diseases (coloproctology) throughout Europe;
- the organisation of conferences and events to promote the scientific and clinical training of its members;
- the establishment of standards throughout Europe for training in the field of coloproctology;
- promotion of coloproctology as a medical speciality in Europe.
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Report of the Directors

Year ended 31 December 2014

Achievements and Performance

The Executive Committee convened on four occasions during 2014 and discussed regular business matters, and spent further time in strategic planning discussions. Face to face meetings were held in Frankfurt in January 2014, in Birmingham in July 2014 and in September at the annual conference in Barcelona. A teleconference was held also in April.

Strategic planning progress: due to the Tripartite meeting, there was less progress during 2014 on ESCP’s strategic plan, which remains incomplete. However, sub-committee contributions to the plan were developed significantly, namely research and educational elements which will be folded into the plan, as it is drawn to completion in 2015.

Appointments: the new Executive Committee was elected to oversee the day-to-day business of the Society. Professor Yury Shelygin was elected as President, Professor Stefan Post as President Elect and Professor Emmanuel Tret as President in Waiting, Professor Eloy Espin Basany was elected as Secretary having served one year as Assistant Secretary in preparation. Mr Peter Dawson was elected by Colorectal Disease, ESCP’s recognised journal, to be the journal’s representative on the ESCP Executive. Professor Anna Martling was elected to be Assistant Programme Committee Chair, to succeed Donato Altomare in September 2015.

Membership: The number of members reached 843 in September 2014, around the time of the annual conference, being slightly down from the same time in 2013 at 902.

National representation: the rolling programme of National Representative elections continued as part of the ESCP constitution, with National Representatives taking office for a period of three years.

Research initiatives: the Research Committee continued to be active during 2014, seeking to engage members across Europe and promote international collaboration in Coloproctology research.

The Cohort-Studies Sub-Committee worked to prepare for the launch of the first ESCP pan-European snapshot audit of right hemicolectomy/ileo-caecal resections (January 15), results of which will be presented at the next conference in Dublin and possibly published in Colorectal Disease. The Research Committee ran two successful sessions at ESCP Barcelona, which included the presentation of new clinical trials, a symposium on new strategies in early rectal cancer (in collaboration with EAES) and the second ESCP Guidelines Synthesis Report on perianal fistula and perianal Crohn’s disease.

The Committee continued their efforts to establish a web-based platform for international research projects. They were also involved in the ProMISS study proposal, a Horizon 20:20 bid for EU research funding (unfortunately unsuccessful on that occasion). The Committee also produced a strategic plan, outlining the goals and objectives of the Committee over the next five years.

Fellowships: the Executive’s commitment in 2013 to fund ten 3-month fellowships each year was again honoured in 2014; a total of nine were awarded (based on candidate suitability) to be undertaken between September 2014 and mid-2015, and these are supported by Medtronic and Ethicon who each agreed to provide an educational grant of €24,000, the remaining third (€24,000) being provided by ESCP.
Achievements and Performance (continued)

The same process of application and review handled by the Executive was undertaken, ensuring a fair geographical and merit-based selection. Each candidate secured a 3-month placement at a Centre in another country, enabling them to gain valuable hands-on experience and insight into how things work in another country.

ESCP, supported by Diamond sponsor Covidien, again funded 2-day trainee surgeon placements at colorectal surgical units in Spain prior to the conference in September 2014; a total of seven people undertook these placements.

Constitutional matters: at the AGM in Barcelona, members reviewed and agreed further adjustments to the Society Rules, the guidelines by which day to day business is transacted. These changes were for practical reasons and included:
- Stipulating open invitation to members to suggest nominees for Executive appointments
- Stipulation regarding the appointment of sub-committee chairs
- Provision of the option to create sub-committees within Committees for specific projects
- Provision for Executive recommendation of Honorary members
- Provision of more detail regarding the External Relations committee’s remit

Summary: the ESCP’s reputation as the voice of coloproctology within Europe is now well established, and its international standing continues to increase. ESCP President Prof Ronan O’Connell represented ESCP at the the American Society of Colon and Rectal Surgeons (ASCRS) annual conference in Hollywood, Florida in May 2014. The ESCP meeting in Barcelona could not be attended by incoming President Prof Terry Hicks, however Walter Koltun, a previous keynote speaker at ESCP meetings, took his place.

The ESCP continues to attract steady levels of financial support from the pharmaceutical industry, which recognise the importance of the ESCP in an increasingly competitive conference market. ESCP also continues to maintain close links with the UEMS (Union Européene Médecins Spécialistes), by hosting the EBSQ (Coloproctology) examinations annually at its annual meeting in September. At the Barcelona conference, six successful applicants passed the EBSQ (Coloproctology) examination from a total of ten candidates.

Financial Review

The overall state of finances of ESCP remains healthy. The Barcelona conference in September 2014 was highly successful in financial terms, due partly to improved levels of exhibition activity and partly to higher delegate contributions. Conference revenue amounted to £835,600 (2013: £670,600), of which £431,500 (2013: 300,000) was from registrations, £349,200 (2013: £325,000) from exhibition/sponsorship and £54,800 (2013: £45,600) from major sponsor packaged activities, donations and other exhibition income. With associated conference and sponsorship costs of £661,900 (2013: £532,900), the conference realised a healthy surplus of £173,700 (2013: £137,700). A surplus on membership services and other activities of £16,600 (2013: deficit of £9,200) and gift aid received from the joint venture of £43,700 (2013: £nil), brought the unrestricted net income of the Society to £234,000 (2013: £128,500) for the year. In addition, the Society contributed £12,000 (2013: £29,200) toward educational fellowships, leaving a net increase on unrestricted free reserves of £221,500 (2012: £99,300).
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Report of the Directors

Year ended 31 December 2014

Financial Review (continued)

Investment Policy
The reserves are currently held in cash but as conference profits have been consistent in recent years, the Executive recommended to the Directors in 2013 that some funds be invested. Research was undertaken, and an investment account was opened in late 2014. Funds have been transferred to this account in 2015.

Reserves Policy
The reserves fund represents unrestricted funds arising from past operating results.

It is the charity's policy to maintain the unrestricted funds to cover one year of administration costs and a contingency for possible loss on the annual conference if it were to be cancelled at short notice resulting in expense commitments without revenue to cover them.

General reserves at 31 December 2014 were £889,379 (2013: £667,951). The Directors continue to be aware that they hold reserves in excess of those needed for conference purposes; with some funds now invested, the use of surplus funds will be applied to educational and research initiatives once the strategic plan is finalised.

Grants Policy
From time to time the charity receives funding or uses its own funds to award grants for trainee surgeon placements and fellowships. Grant are awarded on merit by the Education Committee.

Plans for Future Periods

Strategic planning: the Executive plan to finalise the strategic plan during 2015.

Conference: ESCP’s next conference will be held in Dublin, Ireland, from Wednesday 23rd – Friday 25th September 2015 and the scientific programme has already been established and key speakers invited at the time of this report.

Educational initiatives: it had been recognised in 2013 that the Society could offer much more to junior/trainee surgeons, in addition to its quality annual meeting programme, and the Education Committee worked with the Programme Committee to create a 3rd parallel stream of educational workshops during two days of the Barcelona conference. These were very successful and will be repeated in 2015, along with two new one-day workshops for senior trainees, which will be held the day before congress starts. It is also intended that ESCP should begin to facilitate regional training workshops around Europe, and this will begin with a joint ECCO/ESCP IBD Masterclass in Moscow in April 2015.

External relations: as previously described, the Korean Society will send a Fellow to the Dublin conference in September 2015, and ESCP will send a Fellow to their meeting in September 2016. In addition, there are plans for joint or collaborative symposia at the Dublin meeting with ECCS, ESSO and EAES.
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Report of the Directors

Year ended 31 December 2014

Responsibilities of the Directors

Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the directors should follow best practice and:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles of 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 departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The directors 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.

Statement as to Disclosure of Information to Auditors

So far as the directors are aware, there is no relevant audit information (as defined by Section 468 of the Companies Act 2006) of which the company’s auditors are unaware, and each director has taken all steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company’s auditors are aware of that information.

Auditors

A resolution to re-appoint Whitelaw Wells as auditors for the ensuing year will be proposed at the annual general meeting in accordance with the Companies Act 2006.

This report has been prepared in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

Approved by the Board of Directors on 24th September 2015 and signed on its behalf by:

Michael C Parker
Director
EUROPEAN SOCIETY OF COLORECTAL SURGERY

Independent Auditors' Report to the Trustees and Members

Year ended 31 December 2014

We have audited the financial statements of the European Society of Coloproctology Limited for the year ended 31 December 2014 on pages 11 to 19, which comprise the Statement of Financial Activities (incorporating 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 and to the trustees in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that, in our opinion, we may state to the company's members and 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 company, the company's members as a body, and the trustees for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

As explained more fully in the Statement of Responsibilities of the Directors set out on page 8, 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.

We have been appointed auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

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 Practises 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 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 Report of the Directors 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 misstatement or inconsistencies we consider the implications for our report.
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Independent Auditors’ Report to the Trustees and Members

Year ended 31 December 2014

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2014 and of its 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 applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors 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 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the charitable company has not kept proper and adequate accounting records, or returns adequate for our audit have not been received from branches not visited by us;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees’ remuneration specified by law are not made;
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies’ exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

KEVIN CATTANACH

Kevin Cattanach
Senior Statutory Auditor
for and on behalf of Whitelaw Wells, Statutory Auditors
9 Ainslie Place
Edinburgh
EH3 6AT

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

24 September 2015

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EUROPEAN SOCIETY OF COLOPROCTOLOGY

Statement of Financial Activities
(inorporating Income and Expenditure Account)

Year ended 31 December 2014

<table>
<thead>
<tr>
<th>Notes</th>
<th>Unrestricted Funds</th>
<th>Restricted Funds</th>
<th>Total Funds 2014</th>
<th>Total Funds 2013</th>
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</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
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</tbody>
</table>

Incoming resources

Incoming resources from generated funds

**Voluntary income:**
- Grants and donations receivable 4 18,657 - 18,657 50,406

**Activities for generating funds:**
- Sponsorship 186,473 - 186,473 202,408

**Investment income:**
- Gift aid receivable from joint venture 7 43,683 - 43,683 -

Incoming resources from charitable activities

- Membership fees 97,267 - 97,267 71,054
- Conference income 486,374 - 486,374 342,178
- Exhibitor income 162,766 - 162,766 122,369
- Grants receivable 5 - 56,517 56,517 35,715

Total incoming resources 995,220 56,517 1,051,737 824,130

Resources expended

Costs of generating funds 10,700 - 10,700 8,680
Charitable activities 721,146 55,923 777,069 652,242
Governance costs 29,914 - 29,914 57,238

Total resources expended 6 761,760 55,923 817,683 718,160

Net income / (expenditure) for the year before transfers 2 233,460 594 234,054 105,970

Gross transfers between funds 12 (12,032) 12,032 - -

Net movement in funds 221,428 12,626 234,054 105,970

Total funds at 1 January 2014 667,951 6,654 674,605 568,635

Total funds at 31 December 2014 889,379 19,280 908,659 674,605

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

The notes on pages 13 to 19 form part of these financial statements.
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Balance Sheet

As at 31 December 2014

<table>
<thead>
<tr>
<th>Notes</th>
<th>2014</th>
<th>2013</th>
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<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Fixed assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investments – Joint Venture</td>
<td>7</td>
<td>-</td>
</tr>
<tr>
<td>Current assets</td>
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</tr>
<tr>
<td>Debtors</td>
<td>8</td>
<td>233,322</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td></td>
<td>822,309</td>
</tr>
<tr>
<td></td>
<td></td>
<td>1,055,631</td>
</tr>
<tr>
<td>Creditors: amounts falling due within one year</td>
<td>9</td>
<td>(146,972)</td>
</tr>
<tr>
<td>Net current assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>908,659</td>
</tr>
<tr>
<td>Total assets less current liabilities</td>
<td>11</td>
<td>908,659</td>
</tr>
<tr>
<td>Funds</td>
<td>12</td>
<td></td>
</tr>
<tr>
<td>Unrestricted</td>
<td></td>
<td>889,379</td>
</tr>
<tr>
<td>Restricted</td>
<td></td>
<td>19,280</td>
</tr>
<tr>
<td>Total funds</td>
<td></td>
<td>908,659</td>
</tr>
</tbody>
</table>

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 with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These financial statements were approved by the directors on 24 September 2015 and are signed on their behalf by:

Michael C Parker
Director

The notes on pages 13 to 19 form part of these financial statements
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Notes to the Financial Statements

Year ended 31 December 2014

1. Accounting policies

(a) Basis of accounting
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Companies Act 2006, and follow the recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice issued in March 2005.

These financial statements contain information about the European Society of Coloproctology as an individual charity and do not contain consolidated financial information as the parent of a group. Consolidated group accounts have been prepared in accordance with Scottish Statutory Instrument 2006 No.218 The Charities Accounts (Scotland) Regulations 2006 (as amended).

(b) Fund accounting
Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objects of the charity. Restricted funds are to be used for specific purposes as laid down by the donor.

(c) Incoming resources
All incoming resources are included in the statement of financial activities when the charity is unconditionally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of grants and donations and is included in full in the Statement of Financial Activities when the amount can be quantified, there is certainty of receipt, and the charity has fulfilled any entitlement conditions.
- Investment income is recognised when receivable.
- Conference, sponsorship and exhibition income is recognised when the conference takes place.
- Membership fees are included on a straight line basis over the period of the membership. Membership fees are invoiced annually and membership runs on a rolling basis. Amounts relating to the following year are calculated at the year end and treated as deferred income.
- Incoming resources from charitable activities are recognised when the conference takes place.

(d) Resources expended
Expenditure is recognised on an accruals basis as a liability is incurred. All costs are allocated directly to activities.

- Costs of generating funds comprise the costs of generating and administering sponsorship.
- Charitable expenditure includes the costs of running the annual conference, fellowship grants payable and the costs of servicing the membership, including administration of the membership database and the cost of membership publications.
- Grants payable are recognised in the year in which they are awarded.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity, including audit fees and costs associated with Board and other committee meetings.
(e) Foreign currency
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 converted into sterling using the rate of exchange on the date the transaction is settled. Exchange rate differences are taken into account in arriving at the operating result.

2. Net incoming resources for the year

This is stated after charging:

<table>
<thead>
<tr>
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<th>2014</th>
<th>2013</th>
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<tbody>
<tr>
<td>Auditors' remuneration: Audit</td>
<td></td>
<td></td>
</tr>
<tr>
<td>services</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounting services</td>
<td></td>
<td></td>
</tr>
<tr>
<td>3,550</td>
<td></td>
<td>2,100</td>
</tr>
<tr>
<td>1,750</td>
<td></td>
<td>750</td>
</tr>
</tbody>
</table>

3. Taxation

The Society is exempt from corporation tax on its charitable activities.

4. Voluntary income: grants and donations receivable

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>United European Gastroenterology</td>
<td>18,657</td>
<td>42,406</td>
</tr>
<tr>
<td>British Journal of Surgery</td>
<td>-</td>
<td>3,600</td>
</tr>
<tr>
<td>Colorectal Disease</td>
<td>-</td>
<td>2,400</td>
</tr>
<tr>
<td>Covidien</td>
<td>-</td>
<td>2,000</td>
</tr>
<tr>
<td>18,657</td>
<td>50,406</td>
<td></td>
</tr>
</tbody>
</table>

5. Charitable activities: grants receivable

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Medtronic – Fellowship grant</td>
<td>18,457</td>
<td>35,715</td>
</tr>
<tr>
<td>Ethicon – Fellowship grant</td>
<td>18,780</td>
<td>-</td>
</tr>
<tr>
<td>Ethicon – Russian Masterclass</td>
<td>19,280</td>
<td>-</td>
</tr>
<tr>
<td>56,517</td>
<td>35,715</td>
<td></td>
</tr>
</tbody>
</table>
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Notes to the Financial Statements

Year ended 31 December 2014

6. Total Resources Expended

<table>
<thead>
<tr>
<th>Cost of Generating</th>
<th>Membership Services</th>
<th>Conference Costs</th>
<th>Fellowship Grants</th>
<th>Governance Costs</th>
<th>2014 Total</th>
<th>2013 Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Conference cost</td>
<td>-</td>
<td>479,756</td>
<td>-</td>
<td>-</td>
<td>479,756</td>
<td>376,713</td>
</tr>
<tr>
<td>Management fees</td>
<td>-</td>
<td>124,518</td>
<td>-</td>
<td>-</td>
<td>124,518</td>
<td>115,039</td>
</tr>
<tr>
<td>Journal publication</td>
<td>-</td>
<td>20,919</td>
<td>-</td>
<td>-</td>
<td>20,919</td>
<td>16,265</td>
</tr>
<tr>
<td>Administration fees</td>
<td>10,700</td>
<td>40,895</td>
<td>-</td>
<td>-</td>
<td>51,595</td>
<td>41,856</td>
</tr>
<tr>
<td>Grants payable</td>
<td>-</td>
<td>4,192</td>
<td>55,923</td>
<td>-</td>
<td>60,115</td>
<td>63,693</td>
</tr>
<tr>
<td>Board, Council and Executive</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>24,614</td>
<td>24,614</td>
<td>54,388</td>
</tr>
<tr>
<td>Committee meeting costs</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>5,300</td>
<td>5,300</td>
<td>2,850</td>
</tr>
<tr>
<td>Auditors’ remuneration</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>55</td>
<td>55</td>
<td>1,326</td>
</tr>
<tr>
<td>Professional fees</td>
<td>-</td>
<td>1,808</td>
<td>-</td>
<td>-</td>
<td>1,808</td>
<td>1,899</td>
</tr>
<tr>
<td>Finance costs</td>
<td>-</td>
<td>18,142</td>
<td>-</td>
<td>-</td>
<td>18,142</td>
<td>39,611</td>
</tr>
<tr>
<td>Website costs</td>
<td>-</td>
<td>8,182</td>
<td>1,500</td>
<td>-</td>
<td>9,682</td>
<td>3,726</td>
</tr>
<tr>
<td>Other costs</td>
<td>-</td>
<td>21,179</td>
<td>-</td>
<td>-</td>
<td>21,179</td>
<td>804</td>
</tr>
<tr>
<td>Foreign exchange losses</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

10,700 69,996 651,150 55,923 29,914 817,683 718,160

All grants are paid to individuals. There were nine (2013: ten) grants awarded in the year for fellowships and twelve (2013: seven) for two-day pre-conference placements.
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Notes to the Financial Statements

Year ended 31 December 2014

7. Investments – Joint Venture

European Society of Coloproctology holds a 50% interest in Tripartite Birmingham 2014 Limited, a private company limited by guarantee, by virtue of being one of two members of the company. Tripartite Birmingham 2014 Limited was incorporated on 28 November 2013 in England and Wales and commenced trading on 1 December 2013. The principal activity of the company was hosting an international meeting of colorectal experts in 2014 to promote research and knowledge in this area for the benefit of patients and health professionals. After gift aid distributions of £87,365, including £43,683 payable to ECSP, the company recorded a profit of £nil for the period 28 November 2013 to 31 December 2014 and had closing reserves of the same amount.

8. Debtors

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Prepayments and accrued income</td>
<td>83,504</td>
<td>43,178</td>
</tr>
<tr>
<td>VAT</td>
<td>14,447</td>
<td>12,414</td>
</tr>
<tr>
<td>Other debtors</td>
<td>65,083</td>
<td>13,829</td>
</tr>
<tr>
<td>Grants receivable</td>
<td>26,605</td>
<td>35,715</td>
</tr>
<tr>
<td>Amount receivable from joint venture</td>
<td>43,683</td>
<td></td>
</tr>
<tr>
<td></td>
<td>233,322</td>
<td>105,136</td>
</tr>
</tbody>
</table>

9. Creditors: amounts falling due within one year

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accruals</td>
<td>52,443</td>
<td>43,655</td>
</tr>
<tr>
<td>Other creditors</td>
<td>35,952</td>
<td>24,807</td>
</tr>
<tr>
<td>Fellowship grants payable</td>
<td>52,312</td>
<td>35,848</td>
</tr>
<tr>
<td>Deferred income (Note 10)</td>
<td>6,265</td>
<td>27,788</td>
</tr>
<tr>
<td></td>
<td>146,972</td>
<td>132,098</td>
</tr>
</tbody>
</table>

10. Deferred income

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Membership fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>As at 1 January 2014</td>
<td>27,788</td>
<td>16,968</td>
</tr>
<tr>
<td>Released to incoming resources</td>
<td>(27,788)</td>
<td>(16,968)</td>
</tr>
<tr>
<td>Deferred in the year</td>
<td>6,265</td>
<td>27,788</td>
</tr>
<tr>
<td></td>
<td>6,265</td>
<td>27,788</td>
</tr>
</tbody>
</table>
11. Analysis of net assets between funds

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted funds £</th>
<th>Restricted funds £</th>
<th>Total funds £</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current assets</td>
<td>984,039</td>
<td>71,592</td>
<td>1,055,631</td>
</tr>
<tr>
<td>Current liabilities</td>
<td>(94,660)</td>
<td>(52,312)</td>
<td>(146,972)</td>
</tr>
<tr>
<td>Net assets at 31 December 2014</td>
<td>889,379</td>
<td>19,280</td>
<td>908,659</td>
</tr>
</tbody>
</table>

12. Funds

<table>
<thead>
<tr>
<th></th>
<th>As at 1 January 2014</th>
<th>Incoming Resources £</th>
<th>Resources Expended £</th>
<th>Transfers £</th>
<th>As at 31 December 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted funds</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General funds</td>
<td>667,951</td>
<td>995,220</td>
<td>(761,760)</td>
<td>(12,032)</td>
<td>889,379</td>
</tr>
<tr>
<td>Total unrestricted funds</td>
<td>667,951</td>
<td>995,220</td>
<td>(761,760)</td>
<td>(12,032)</td>
<td>889,379</td>
</tr>
<tr>
<td>Restricted funds</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fellowship grants</td>
<td>6,654</td>
<td>37,237</td>
<td>(55,923)</td>
<td>12,032</td>
<td>-</td>
</tr>
<tr>
<td>Russian Masterclass grant</td>
<td>-</td>
<td>19,280</td>
<td>-</td>
<td>-</td>
<td>19,280</td>
</tr>
<tr>
<td>Total restricted funds</td>
<td>6,654</td>
<td>56,517</td>
<td>(55,923)</td>
<td>12,032</td>
<td>19,280</td>
</tr>
<tr>
<td>Total funds</td>
<td>674,605</td>
<td>1,051,737</td>
<td>(817,683)</td>
<td>-</td>
<td>908,659</td>
</tr>
</tbody>
</table>

Fellowship grants
During the year the charity received funding from Medtronic and Ethicon to provide fellowships in the field of colorectal surgery. The purpose of the fellowships is to enable beneficiaries to engage in educational and clinical activities to develop their expertise in colorectal surgery over a period of three months. The transfer from general funds represents a contribution from the charity toward the cost of the fellowships.

Russian Masterclass grant
Ethicon provided funding to support the charity’s first regional educational one day event. With assistance from ECCO, ESCP organised a meeting which took place one day before the International Congress of the Russian Association of Coloproctology in Moscow, Russia, on Thursday 16 April 2015. This event is intended to be the first of many regional events designed to broaden the educational agenda for coloproctology across Europe, and predominantly in the eastern region.
13. Employees

The Society has no employees.

14. Directors’ remuneration

None of the directors received remuneration in the year (2013: £nil).

Five (2013: eight) directors each received a complimentary registration for the conference, valued at £315/€400 per person.

15. Company limited by guarantee

The members that have full voting rights are obliged to contribute £1 each in the event of the company being wound up.

No one individual had control of the charity during the year.

16. Related party transactions

ESCP received donations totalling £18,657/€24,991 (2013: £42,406/€50,000) from United European Gastroenterology and paid a membership fee of £430/€500. The charity is a member of that organisation and is represented on its Board.

Three (2013: eight) Directors and thirteen (2013: thirteen) Executive Committee members received complimentary registration for the conference in Barcelona, valued at £315/€400 per person. Thirteen (2013: thirteen) Executive Committee members also received complimentary accommodation, valued at £355/€445 per person.

In addition, those who attended the January meeting were reimbursed travel costs of up to £240/€300 per person. There were twenty one (2013: forty) people in attendance, comprising of Trustees, Executive Committee, Regional Representatives and National Representatives.

There were no balances due to or form related parties as at the year end (2013: nil).

During the year the charity provided a guarantee of up to £40,000 in respect of the liabilities of its new joint venture, as disclosed at note 7. The charity also received gift aid of £43,683, paid costs of £3,370 on behalf of the joint venture, which were reimbursed, and paid travel costs of £891 for the keynote speaker, a representative of ESCP, to attend the conference run by the joint venture.

17. Financial commitments

The charity has a contract with an independent service provider for conference administration and secretariat services, which expires on 31 December 2017. The amount payable is based on agreed hourly rates but varies depending on the number of hours worked. The total cost for 2014 was £176,113 and a similar amount is likely to be payable annually in future.
EUROPEAN SOCIETY OF COLOPROCTOLOGY

Notes to the Financial Statements

Year ended 31 December 2014

18. Contingent liabilities

As at the year end the charity had signed contracts for the hire of conference centres for the 2015 and 2016 conferences, each of which included penalty clauses should the conference be cancelled.

In respect of the 2015 conference the charity would incur a charge of £110,000 were the booking to be cancelled before 22 August 2015, £125,000 were it to be cancelled between 23 August and 13 September 2015, and £154,000 were it cancelled after 13 September 2015.

In respect of the 2016 conference the charity would incur a charge of £55,000 were the booking to be cancelled by April 2015 and a £73,000 were the booking cancelled thereafter.