



Noah's Ark

Children's Hospital Charity
Elusen Ysbyty Plant

Annual Report

2017



Here for the children of Wales,
today and tomorrow.



Contents

3	About Us
4	A Message From Our Chair
5	Reference & Administrative details
6	Achievements, Performance & Plans
7	Income & Expenditure
8	Awareness & Fundraising for the whole Hospital
10	Supporting Capital Developments
11	Professional Development
12	Patient and Family support
13	Play Specialists Emergency Parent Packs
14	Medical Equipment
16	Cardiology
17	Innovation
18	Ophthalmology
19	Radiology
20	Direct Patient Care
21	Paediatric Clinical Assessment Unit
22	Our Objectives
23	Thank you
24	Financial Review
24	Structure, Governance & Management
26	Trustees' Responsibilities Statement
27	Independent Auditors Report
30	Financial Statements and related notes

About Us

We are the official charity of the Noah's Ark Children's Hospital for Wales.

We are here to help support all patients of the hospital and exclude no one.

The Noah's Ark Charity responds to urgent need across the hospital, funding innovative life-saving equipment and investing in technology that helps to train the clinicians of tomorrow. We also provide funding for patient and family services that help alleviate anxieties, support parents and engage children.

We Fund

- medical equipment & direct patient care
- innovation
- support for patients and their families
- staff and professional development
- environment and facilities
- capital development

Our Mission and Goals

We believe passionately that all children in Wales should get the best possible hospital care.

We aim to help the Noah's Ark Children's Hospital for Wales become a centre of excellence in paediatric care.

Our mission is to ensure that the hospital's dedicated and committed practitioners have the best equipment and facilities they need to secure the best outcome possible for their young patients.

We also want children and their families feel supported and cared for, in what are often very challenging times.

This is why we invest in services designed to enhance and enrich patient experience.

Our charity is independent of the NHS although we work in close partnership with Cardiff and Vale University Health Board. Everything we fund is only made possible through donations and gifts in legacies.

Charitable Objects

The relief of sickness and promotion of good health in children and young people attending the Noah's Ark Children's Hospital for Wales and its outreach services, in particular by the provision of excellent facilities, equipment and other resources, and the advancement of innovative and pioneering treatments.

Public Benefit

The Trustees confirm that they have complied with the duty in section 4 of the charities act 2006 to have due regard for the Charity Commissions' guidance on public benefit.

A Message From Our Chair

Eddie Hayward OBE

Chairman of the Noah's Ark Charity

I am pleased to present our annual report and accounts for 2017 and to warmly thank all those who have contributed; it is only with your help that we are able to change the lives of vulnerable babies and children across Wales.

Over 73,000 children are treated by specialists at the Noah's Ark Children's Hospital for Wales each year, either at the hospital or in their local communities across the nation. We continue to support the work of the specialist teams by providing the best medical equipment and facilities to enable the best possible treatments and outcomes for patients and their families.

We continue to be significantly involved in developing services at the hospital so that it can remain world-class. Through our grant-making programme we have allowed staff at all levels to have a positive impact on their service area and whilst this may include small items that transform a patient's experience, it also includes pioneering medical equipment that will transform a patient's life. I am pleased to share examples of the impact we have had through this scheme in this report.

In 2016 we launched our Noah's Ark Tiny Lives Appeal in support of the development of the neo-natal unit at the University Hospital of Wales in Cardiff. We aim to raise funds to help save the lives of the most vulnerable babies as well as provide facilities that help make the experience for parents at the unit more comfortable and less stressful. We have met some wonderful families who have kindly shared their experiences at the neonatal unit with us. By the end of 2017 we had raised £600,274 and saw how much the state-of-the-art equipment bought from these funds made an immediate difference to both staff and families. Thank you to all who have supported so far and to those new to our charity who have pledged to help in 2018 and beyond.

We rely entirely on voluntary income to be able to help the hospital and in 2017 we invested £918,185 thanks to our supporters. This included the continuation of support for the play specialist team and the funding of the night service in the clinical assessment centre. In addition to this, we also approved a further £209,369 in hospital grants that will be drawn down in 2018.

As a small team with limited resources, we welcome the support of communities and businesses around Wales to help us continue to work in partnership with the health board, hospital and staff in providing patients and their families with the best possible support and care. We will always strive to help provide facilities and services that are world-class, embracing progress in technology and innovation.



Reference and Administrative Details

Registered charity name	Noah's Ark Children's Hospital Charity
Charity registration number	1069485
Company registration number	03486361
Principal office and registered office	Upper Ground Floor Noah's Ark Children's Hospital for Wales, Heath Park, Cardiff, CF14 4XW
The Trustees	<div> <div> Dr. M Alfaham MB, CHB, MRCP, MD, FRCPCH S.E.Morgan LLB (Hons) W.Calvin MBE OStJ E.P.Rabaiotti MBE KStG Dr R.Verrier-Jones MA FRCP Hon FRCPH E.A Hayward OBE R.Lloyd Griffiths OBE OStJ B.A Thomas MBE J.A Hayward Mrs.A Abhyankar M.Ch FRCS FRSCS (Paeds) L.H.Doyle Cert PFS First SMM </div> <div> appointed 23rd January 2017 resigned 24th October 2017 retired 3rd October 2017* retired 3th October 2017* resigned 16th October 2017 </div> </div>
Company Secretary	S E Morgan until 10 th October 2017
Senior Management	Suzanne Mainwaring MSc
Honorary Accountant	Stuart Castledine BSC (Eng)FCA
Auditor	Carston Chartered Accountants & Statutory Auditor Tudor House, 16 Cathedral Road, Cardiff, CF11 9LJ
Bankers	HSBC Bank PLC 56 Queen Street, Cardiff, CF10 2PX
Solicitors	Eversheds 1 Callaghan Square, Cardiff, CF10 5BT

*Retired to take up the honorary position of Founder Member with the charity.

Achievements, Performance and Plans For Future Periods

Fundraising activities have enabled us to continue to contribute to our designated fund for the Noah's Ark Children's Hospital for Wales. The majority of these funds are committed to projects approved through our grant making programme for drawdown in 2018.

They include:

- Play specialist service (£345,000)
- Optical coherence tomography scanner (£185,000)
- Neonatal unit equipment and facilities for parents and carers – Tiny Lives Appeal

Tiny Lives Appeal

The neonatal unit at the University Hospital for Wales cares for some of the smallest and most critically ill babies in Wales. It's also the only place in Wales where neonatal babies needing surgery can receive treatment. At the end of 2016, we launched our Tiny Lives Appeal to raise £1 million towards the expansion and enhancement of the unit.

The unit currently supports the life-saving care of around 560 babies each year but thanks in part to advancements in medical care that number is set to increase. Starting 2017 with £57,452 we made excellent progress towards our target raising a further £542,822 taking the total raised, less some small expenditure on toys and books, to £600,088 by the end of its first year. Most of this is held ready for draw down in 2018 although orders for equipment have been made and the first tranche of vital equipment being in place by the end of the 2017. Baby Leo incubators, a mobile DR X Ray machine and air/oxygen blenders have already been making a huge difference. When the Tiny Lives Appeal is concluded, we will set up a fund for the neonatal unit to meet their ongoing needs.

The market place continues to be crowded and competitive but our small team has coped well with a heavy workload raising over £5 for every £1 spent. We have grown our income by 18% in comparison to 2016 and as we plan for the longer term we intend to continue this growth year on year.

Our current fundraising activities cover a wide range of income sources. These include community fundraising (including schools), corporate partnerships, individual giving and events.

Some traditional sources of income continue to be challenged (recycling fell by 18% and legacies by 19%) but where we have focused our limited resources we have stabilised income or seen growth (individual giving increasing by 53%).

We are currently working on a three year plan which will allow the health board to achieve development projects for patients and families and allow the charity the flexibility and freedom to broaden its activities and invest where income will be greater but slower to return. Legacy marketing is a key example and in 2018 we will build on activity tested in 2017.

We were very pleased to produce a video of Clarke, an inspirational little boy who was saved by the specialists at Noah's Ark Children's Hospital.

In 2018 we will grow our events income and introduce new bespoke events onto our calendar, we will continue with a family friendly programme and seek to broaden our appeal.

We will also develop an Ambassadors Programme which will include youth, family and community ambassadors. We hope that this will bolster our resources and increase our presence in communities across Wales.

Short, medium and long term strategies

In the short term, we will complete our Tiny Lives Appeal and be proud of the part played in enabling the large expansion of the neonatal unit.

We will also seek to increase the amount of unrestricted funds available to us so that we can develop our grant making. We will continue to support the important play specialist service as well as support innovation in health care, support the clinical research unit and will develop sustainable and long-lasting corporate and community partnerships to help us achieve this.

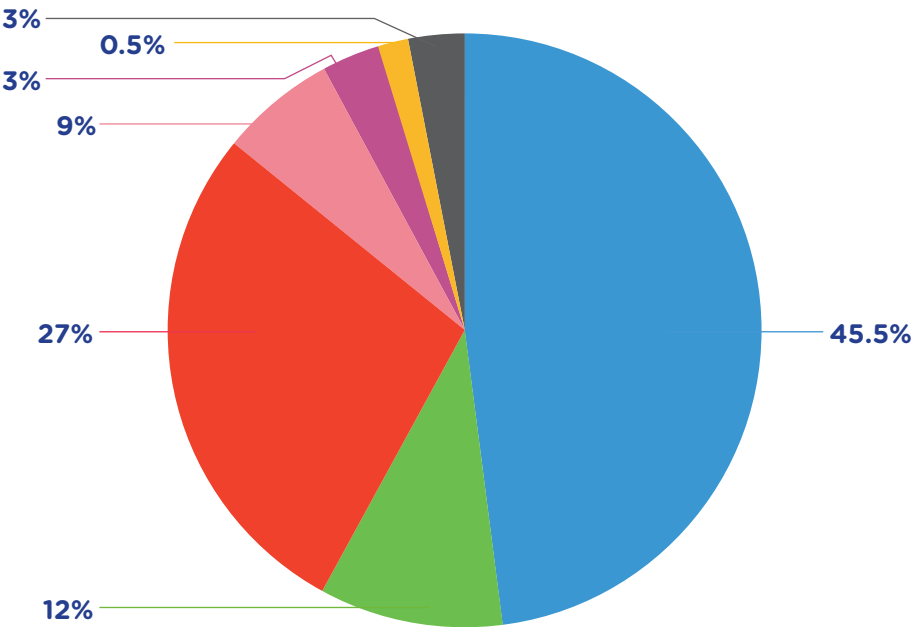
For the medium and long term, we are working closely with the health board on areas for development that require financial support.

As part of this process the charity is conducting research and due diligence on certain large scale projects to assess the impact on service development and also the viability of fundraising to meet expectations.

Projects include the refurbishment of areas of phase one of the children's hospital, now over twelve years old, and the development of new service models to support children with complex medical needs and their families, pioneering medical equipment, community services and capital development projects.

These charts illustrate the sources of our income and how that income has been spent to support children and families and the Noah's Ark Children Hospital for Wales.

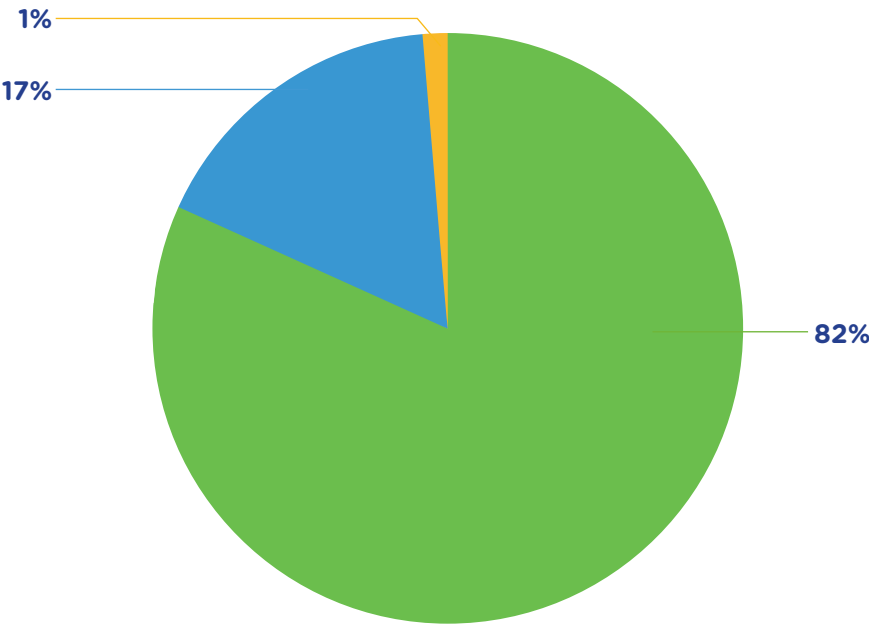
Income 2017



- Donations (£588,967)
- Legacies (£151,976)
- Trusts & Foundations (£348,569)
- Events (£115,248)
- Recycling (£38,397)
- Investment (£4,638)
- Trading (£39,567)

Total £1,287,362

Expenditure 2017



- Charitable activities (£1,113,701)
- Trading (£13,012)
- Fundraising costs (£234,528)

Total £1,361,247

82p in every £1 raised is spent on our charitable activities

Communication and Engagement

The key communications aim of the charity during 2017 has been to show both new and existing donors the value of their support, demonstrating what we have and can continue to achieve for children by working together.

The Tiny Lives Appeal, launched at the end of 2016, provided us with the opportunity to reach out to new audiences, many of whom have had personal experience of the neonatal unit. In 2017, parents who supported us during the launch by telling their stories became champions for the appeal, helping to spread the word within their peer groups and raise substantial funds. It's with thanks to many of them that we were able to promote the appeal so successfully again in the lead up to Christmas 2017. During our six week campaign, our online and print coverage alone reached almost 1.5 million. The appeal was also short-listed in the not-for-profit category at the Institute of Public Relations Pride Awards.

In October 2017, we published our first ever impact report which sets out the diverse ways in which the charity has continued to support the hospital since the opening of its second phase in May 2015. From lifesaving equipment to family support services, we were able to demonstrate the impact our supporters' donations have made through the voices of some of the families and medical practitioners who benefit as a direct result. Our impact report is now being used to engage new potential supporters in the charity's work so that we can continue to invest in the future of the Noah's Ark Children's Hospital for Wales.

Aims for 2018

As the charity celebrates its 18th year, we will continue to reach new audiences, engaging and motivating people by demonstrating the direct benefit that their support will make to thousands of children. We will listen and consult with people to ensure that supporting the charity is meaningful, straightforward and enjoyable for them, performing audience research that will not only help us improve the way that we communicate with our supporters but ensure that we are doing that in a way that most suits them.

We will continue to engage with patient families, helping them to tell their story and spread the charity's message in a way that means something to them and brings us closer to those that we are there to support.

And finally, we hope very much to see out the year with a celebration of the Tiny Lives Appeal as it hits its £1 million target.





For every £1 we spend on fundraising we raise over £5.



Over 82p in every £1 is spent directly on supporting the children's hospital.

Supporting Capital Developments Noah's Ark Tiny Lives Appeal

Helping to launch the appeal in November 2016 was baby Tilly, who celebrated her first birthday on the same day. It was a milestone her family feared she might never meet after mum, Katie, went in to labour nearly four months early. Despite every effort to stop the labour, Tilly was born at just 23 weeks and six days gestation, a day younger than when premature babies are considered viable for life outside the womb.

Katie said: **"Like many premature babies, Tilly had to overcome a lot of hurdles in the first few weeks of her life and for what felt like forever, we just lived from one minute to the next with no idea of what to expect."**

We're so lucky to have Tilly home and well now but I wanted to support the appeal for all the other families who are going through what we went through. The care Tilly received on the unit was incredible and I want to do my bit to make sure that more parents feel the joy that we did when we finally got to bring her home."



Our aim in 2018

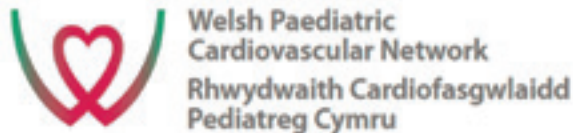
In 2018, with your support, we hope to hit our £1m fundraising target to fund all of the equipment and facilities needed by the neonatal such as ventilators that breathe for the sickest of babies, a phototherapy machine that protects a baby's fragile system and a pioneering machine that can save a baby's sight.

We also plan to fund an overnight room so parents can stay close to their babies during the night.

Professional Development

The care provided at the Noah's Ark Children's Hospital for Wales by its dedicated clinical teams, saves lives and transforms futures. It's why families often refer to them as "angels in scrubs".

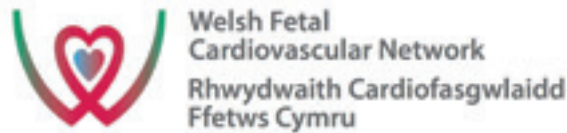
The hospital's 197 doctors, 600 nurses and countless support staff provide around the clock care to 73,000 children a year across 26 different specialities. As a charity we are committed to supporting these inspirational medical professionals in their constant strive for excellence.



Sponsorship of the Welsh Paediatric Cardiovascular Network

In 2017 the Noah's Ark Charity invested in the continued professional development of paediatricians, neonatologists, trainee doctors and nurses across Wales through its sponsorship of the Welsh Paediatric Cardiovascular Network. The purpose of the network is to standardise the care provided to children with heart problems.

£360



Sponsorship of the Welsh Fetal Cardiovascular Network

In order to help improve the diagnosis and treatment of congenital heart disease in unborn babies, the charity has also provided sponsorship to the Welsh Fetal Cardiovascular Network. The network enables the provision of education and skills training to sonographers, midwives, radiologists and obstetricians with the ultimate aim of improving the quality of life of children born with heart problems.

The network also provides a forum for healthcare professionals throughout Wales to communicate with each other, enabling them to work collaboratively to optimise and enhance fetal cardiac assessments.

£508

Resusci junior CPR manikin

The charity funded a Resusci junior CPR manikin to be used in multi-disciplinary trauma simulation study which will form a focus for education in the paediatric emergency department and wider specialities in paediatric care. The paediatric trauma simulation events are the only such events in Wales; they are attended by multi-disciplinary teams from both primary and secondary care. The aim is to improve the management of paediatric trauma across the region and the provision of a paediatric size manikin rather than an adult size will greatly enhance the training.

£911



Play Specialists

£335,000

Our commitment to funding the hospital play specialist team continues.

Play is an incredibly important part of children's lives. It helps them to develop, communicate and learn about the world around them. For the same reasons it's also vitally important for children in hospital.

This is why we have continued our commitment to help fund the amazing play specialist team.

Working closely with the rest of the multi-disciplinary team, play specialists use a variety of therapeutic tools to prepare children for hospital procedures and help them to overcome any fears or concerns they may have. The team help ensure that patients continue to reach their development milestones through play while also organising fun and stimulating activities that just allow children to be children, despite the difficulties they face.

We also give a £10,000 grant for toys and games. This is split across 13 areas of the hospital where play specialists are located.

Patient and Family support

Parents often liken the Noah's Ark Children's Hospital for Wales to being part of a big family or a home away from home.

With the ethos of family at our heart, the charity is proud to fund support services that make being in hospital a little easier not only for the young patients themselves but also their parents or carers and siblings.

£429,738 invested in 2017

“Our stay at the hospital felt so homely in the strangest way. We felt like a family with these people who had been strangers only a few days before.”

Natasha
Patient's mum

Fliss' story

Fliss was two when she became very ill and spent Christmas 2015 on intensive care at the Noah's Ark Children's Hospital for Wales. The illness she had meant that she wasn't able to move anything other than her eyes. Fliss couldn't even smile.

After a while, with the support of the doctors, nurses and the special equipment that kept her alive, Fliss started to get a bit better. But she was very sad because she wasn't able to move and do all the things that she used to do, like play with her toys and run around with her brother. So even though she could smile again, she didn't want to.

The play specialist team came to visit Fliss. They played with her, moving her hands and feet for her until very slowly, she started to be able to move them a bit more for herself. They also sang songs with her to help her talk again.

Fliss was in hospital for seven months and sometimes the treatment she needed was frightening and the exercises she did to improve her mobility were painful. But the play specialists made it fun for her and slowly, with the help of the doctors, nurses, play specialists and physios, Fliss found her smile again.

Fran, Fliss' mum said: **"There are no words in the world to describe how grateful we are to the Play Specialist Team. They've acted as advocates for Fliss, harnessing her with coping strategies when she needed them but also reminding us that despite her additional needs, Fliss is still the little girl she always was. They've kept Fliss happy and my husband and I sane!"**



Emergency Parent Packs

Many families are transferred from far afield and don't have anyone nearby to drop off basic items like a toothbrush or a change of clothes. Completely focused on their child, some parents arrive without even a pound to buy a drink or something to eat.

After speaking to parents and hospital staff in 2016 to see what additional support the Noah's Ark Charity could provide to families. Following those conversations, we said that in 2017 we would trial emergency packs for parents and carers who had little or no notice that their child would be admitted in an emergency.

The scheme has been a tremendous success with over 200 packs distributed. We will continue to supply packs to the wards who can directly respond to need. Thank you to the companies and individuals who have helped made the scheme possible.





Medical Equipment

Loyal to our mission to help ensure world class care for patients at the Noah's Ark Children's Hospital for Wales, we continue to fund equipment that enables practitioners to treat more children, diagnose with ever greater accuracy and treat more effectively.

£184,145

“Prior to receiving the new ultrasound machine for hip scanning, we only had access to a borrowed one for a few hours, meaning that we could just scan around ten babies a week. Now we're able to see around 24, so that babies are being seen quicker and younger. Diagnosis and treatment before six months can mean the difference between wearing a harness for a few weeks and far more invasive procedures like surgery.

The new ultrasound machine has made a huge impact on our ability to provide the best form of treatment, meaning that children are able to go on to develop unhindered.”

Clare Carpenter

Consultant and Orthopaedic Surgeon



AV system for operating theatres - £35,108

Investing in the surgeons of tomorrow

Prior to 2017, with the huge help of one private donor, we were delighted to fund the entire suite of operating theatres at the Noah's Ark Children's Hospital for Wales. Now, thanks to the approval of a grant application, we will fund an audio-visual system that allows operations to be relayed to the teaching room. This helps to reduce the number of staff within each theatre, therefore managing the risk of potential infection. It also enables a full group of trainees to watch the detail of an operation from immediately above the operating site. We are thrilled to support our surgeons of the future.

Cardiobase - £24,000

This information portal will improve clinicians' ability to share key information and notes about cardiac patients in their care.

Accuvein - £3,700

This equipment helps to visualise difficult veins in small children, those who have undergone many procedures before, or who have dark skin or birthmarks hiding the veins. An infrared technology light identifies the position of the vein for blood tests. This will benefit 200 children every year.

Monitors - £13,882

These central monitors will provide additional monitoring needed to maintain high safety standards for children with tracheotomies and neurological conditions for example. The monitors are capable of assessing blood pressure, ECG and respiratory function and are stationed at the central nursing desk.

Kidney centre - £4,888

Our purchase of various items will enable dialysis patients to be able to relax and work or play during their long sessions and for staff to be more efficient in providing their treatment.



Cardiology

Thanks to the incredible support of all those who donate to the Noah's Ark Charity, we have been able to invest in the heart health of thousands of children, even before they are born.

The Cardiology Unit, which treats around 4,000 patients a year, now has two echocardiograph machines funded by the charity. It's most recent addition will specifically detect and diagnose heart conditions in babies both before and after birth.

As part of our commitment to the opening of the hospital's second phase, the charity provided funding for equipment that assists in diagnosing heart conditions in older children. The department also now benefits from a new information portal Cardiobase which has improved clinicians' ability to share key information and notes about the cardiac patients in their care.

In addition we have funded two central monitors for the cardiac ward to improve the care of patients with additional monitoring such as ECG, blood pressure and respiratory monitoring.

Total invested in 2017: £99,493

Innovation

£27,189

Drawn down in 2017 was the funding for the telemedicine system allowing clinicians to watch high resolution live scans and diagnose when the patient is at a different hospital.

We encourage applications and proposals from hospital staff who seek innovation in their department to improve treatment and experience for patients.

Vascular Access Equipment

£40,000

A new piece of equipment used by surgeons and anaesthetists at the Noah's Ark Children's Hospital for Wales is helping to revolutionise the care of children with serious and complex conditions.

The portable ultrasound machine, allows surgeons to insert catheters carrying vital nutrition and medication straight in to a vein near the heart. The technique, also used at Great Ormond Street Hospital, is so precise that it can even help support the treatment of premature babies weighing less than two kilos.

Before the new ultrasound was introduced, the insertion of a central venous catheter involved an open procedure where an incision was made to insert the catheter before being closed up again. It was a method that could cause long term problems for very small babies. Even in older children, there was a risk that the catheter could move and leak, causing irreparable damage to veins.

Dr Richard Skone, consultant in paediatric anaesthetics, says:

“The new ultrasound funded by the Noah's Ark Charity is very high spec which means we can use it for even the tiniest of babies. The machine helps us to guide the catheter straight in to the vein with a needle so there's no need to cut the skin.

We're also able to guide the needle and catheter below the collar bone which not only makes it far more effective but is also a lot more comfortable for the patient.

“Many of the children we treat, especially those with cancer or long term neurological conditions need the lines in over long periods. The method we used before could be quite uncomfortable and hinder the children's mobility because we had to ensure that the catheter didn't move too much. The new ultrasound machine means we can treat more children and with better medical and surgical outcomes but it also means an improvement in the everyday quality of those children's lives and that's something we're just as proud of.”





Ophthalmology

The paediatric ophthalmology department treats more than 3000 patients a year. Our charity has funded the equipment to create this department as it becomes increasingly independent of the adult service enabling it to treat more patients and respond more effectively to emergency cases.

Some eye conditions like Retinopathy of Prematurity (ROP) only occur in infancy and childhood. Around 50% of babies born very prematurely develop ROP which in severe cases can lead to blindness.

In 2017, we approved an application for an Optical Coherence Tomography scanner. This state of the art equipment will allow specialists to detect, diagnose, document and monitor eye diseases. The scanner uses a laser to scan the optic nerve and retina and can identify subtle changes not visible to naked eye and has significantly improved the investigation of children with visual loss. We will be invoiced for this equipment in 2018.

In addition the machine also allows detailed imaging of the front of the eye which will help with the diagnosis and management plan for a number of eye diseases.

This equipment for the first time will allow angiograms of the retina to be carried out without the use of injections. This will aid diagnosis and management of various retinal vascular disorders.



Radiology

Following a £1.8m investment by the Noah's Ark Charity, the Paediatric Radiology Department opened its doors in 2015 and now sees over 1000 patients a year.

It's dedicated MRI scanner helps diagnose and monitor children with a number of conditions, from cancer and neurological issues to musculoskeletal injuries.

In 2016 we approved a grant for an MRI compatible DVD system, £14,950, which has been paid for in 2017.

While the dedicated play specialist, we help to fund, allays fears and addresses anxieties. We were pleased to hear that the MRI compatible DVD player funded by us has resulted in a dramatic decrease in patients needing general anaesthetic to undergo scans.

Dr Susan Morris consultant paediatric radiologist said **"There has been a huge improvement in the service we're able to provide to children of all ages since the opening of the new facility. The department sees children of all ages with all types of conditions, many of whom have to return to us over several years.**

To see in clinical outcomes too. We can now scan children as young as three without a general anaesthetic, something that was practically unheard of before. More scans are completed successfully and the results are clearer, all because the children are comfortable and relaxed."



Direct Patient Care

The Noah's Ark Charity supports and enhances direct patient care by investing in both new and existing services and facilities. In 2017, we gave a further £10,000 to the biofeedback service for children with complex bladder dysfunction. The computerised machine analyses the way a patient passes urine and provides feedback through visual tools that helps children learn how to better relax their muscles.



Paediatric Clinical Assessment Unit

April 2017 saw the beginning of a year-long commitment by the charity to fund the night service at the hospital's assessment unit, maintaining its provision as a 24 hour service.

The unit makes it possible for patients to be treated and monitored and then often discharged without the need for hospital admission. This alleviates anxiety for worried parents but also any pressure on hospital bed spaces.

The service is also vital in reducing pressure on accident and emergency services, particularly at night time.

£266,240



Looking Ahead

Together we have accomplished a great deal for the children of Wales, but there is always so much more to be done.

With your support, we can continue to help achieve the very best for thousands of children who are treated at the hospital each year – saving lives, helping families and supporting the work of the hugely dedicated people who work here.



Our Objectives

- Support innovation and advances in paediatric medical care.
- Grow our grant making scheme, allowing us to respond directly to the needs of frontline clinical teams.
- Provide more opportunity for our supporters to fundraise through action by expanding and enhancing our events calendar.
- Raise £1 million for the new neonatal unit through our Tiny Lives Appeal by December 2018.
- Extend our provision of patient and family support, finding new and meaningful ways to help parents and lift children's spirits.
- Continue to demonstrate the positive and transformative impact our supporters have on the lives of young patients and their families.

Our heartfelt thanks to all our supporters and volunteers who make our work possible.

**Below are some of the companies, organisations and individuals
who made substantial contributions in 2017.**



**Volvo Construction Equipment GB Ltd
WD Lewis (Holdings) Ltd
Chepstow Plant International
The Chloe Bigmore Trust
Llanidloes Noah's Ark Appeal Committee
The Toy Trust / Hasbro
Enterprise Rent-a-Car
Miller Argent (South Wales) Ltd
Ikea
UPS Foundation
Wooden Spoon
King Bert Productions
Primark
The Morrisons Foundation
Dezna Robins Jones Charitable Foundation
Tesco
Wilcox Textile Reclaimers & Processors**

**Wallace & Gromit's Children's Foundation
Burns Pet Nutrition
The Echo Trust
Dame Shirley Bassey CBE
A&S Manuel
Karen Clatworthy & Sandra Owen
Mark Goodfellow
Mair Jones Griffiths
Harold George Dyke
Clifford Raymond Pike
Mrs Edda Conti
Elizabeth Mary Smith
Elizabeth Louisa Mary Jenkins
Kirsty Pearson & Annie's Rainbows
The Entertainer
Elusen Jac Bach**

Financial Review

The Trustees are pleased that income for the year again exceeded £1m at £1,287,362.

Total funds of £1,997,370 were held at the end of the year, of which £657,462 were restricted and £1,339,908 were unrestricted. The Trustees have designated £805,014 to be spent on future costs of the hospital. General reserves stood at £534,894 at the year-end.

Reserves Policy

The Trustees consider, and during the year re-affirmed, that general reserves should not fall below £500,000 to cover estimated annual operational costs, with some contingency to allow the Trustees to respond to urgent charitable requirements which may arise. The general reserve exceeds this at the year-end at £534,894.

Structure, Governance and Management

The organisation is a charitable company limited by guarantee and as such is governed by a Memorandum and Articles of Association. The company was incorporated on 29 December 1997 under the Companies Act 1985 and registered as a charity on 11 May 1998. The charity's name was formally changed with the Charity Commission on 22 August 2012 and Companies House on 18 March 2013.

The Noah's Ark Children's Hospital Charity has a Board of Trustees who are both Trustees and Directors of the charitable company as required by company law.

Recruitment and appointment of new Trustees

Trustees are appointed, by majority vote, at the Annual General Meeting, for their expertise, profile and specialist skills in adding value to our charitable and fundraising activities.

Trustee Induction, training and organisational structure

Trustee Induction and Training is the responsibility of the Chair and the Director. New Trustees will be issued with a set of documents to help them become more familiar with the charity and which should include governing documents, the previous years audited accounts, information on the management structures and all relevant health and safety information. These can then be discussed at meetings with the Chair and Director.

The Trustees meet quarterly to review progress against strategic plans. Some of the Trustees also sit on separate Finance and Fundraising Groups. An AGM is called annually. The Trustees also meet monthly to discuss fundraising and general business.

The Director is responsible for the strategic plan and the day to day operation of the charity and attends the Finance, Fundraising and Trustee meetings where a full brief is given to Trustees.

The Trustees are unremunerated. Expenses are reimbursed where claimed.

Our People

Our staff team at the end of 2017 numbered eight, a very small team with a very big task. The charity does not employ any permanent staff but funds the cost of staffing for those who undertake charitable activities as well as fundraising and administration staff who run and support the charity. These staff contracts are in the main held by Cardiff and Vale UHB with a recharge made to the charity for the costs incurred solely in relation to the charity's activities. Recruitment must go through the processes set by UHB and then through NHS jobs. Pay scales, personal development review systems and incremental rises are all set by the NHS at a UK wide level and adhered to by the charity for any permanent staff.

The charity mirrors the Cardiff and UHB Health board in respect of the reimbursement of expenses claimed by volunteers and Trustees.

We are indebted to our volunteers who donated an incredible 1644 hours in 2017. They are an essential part of our charity and we thank each and every one for the diverse ways in which they are involved.

It is our plan to grow organically in line with income growth. Naturally, we will see in 2017 a noticeable rise in cost and we are mindful about our aim to keep our costs to a minimum so that 80p in the £1 raised can be spent on direct services. With the increasing volume of work it has been essential to strengthen our resources; the additional investment has been essential if we are to be able to support the hospital even more fully in future years.

It is an aim over the next few years to develop a Charitable Fundraising Board and recruit members who can play a key role in helping the charity achieve its fundraising objectives and to use its contacts and influence to cultivate and solicit support from individuals and companies that may otherwise be beyond the reach of the fundraising team. The members of this board will serve as ambassadors for the charity raising awareness and identifying new opportunities for fundraising and engagement.

Risk Management

All policies and procedures are subject to annual review to identify and minimise risk across all areas.

Investment Policy

The Noah's Ark Children's Hospital Charity exercises great caution with the funds we receive. Assets are held in cash with funds invested at fixed rates on the London Money Market or on fixed term deposits, all with major British financial institutions. No funds are invested on the Stock Market.

Disclosure

Each Trustee and other Persons of Influence within or linked to the Noah's Ark Children's Hospital Charity are required to formally disclose any outside business interests to ensure there is no conflict of interest.

Related Parties

The Noah's Ark Children's Hospital Charity has a wholly owned trading subsidiary which is currently dormant. Directors of this trading company are Edward Hayward and Beverley Thomas (until 18 December 2017).

Trustees' Responsibilities Statement

The Trustees, who are also Directors for the purposes of company law, are responsible for preparing the Trustees' 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 charity Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting 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 charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a Trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a Trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The Trustees' annual report was approved on 19 September 2018 and signed on behalf of the board of Trustees by:

.....Trustee

.....Name

Independent Auditors Report to the Members of Noah's Ark Children's Hospital Charity

Opinion

We have audited the financial statements of Noah's Ark Children's Hospital Charity (the 'charity') for the year ended 31 December 2017 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2017 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;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditors Report to the Members of Noah's Ark Children's Hospital Charity (continued.)

Opinions 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' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

We have nothing to report in respect of the following matters in relation to which 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; 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' exemptions in preparing the Directors' report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the Directors 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, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Independent Auditors Report to the Members of Noah's Ark Children's Hospital Charity (continued.)

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.

- Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

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

Farzana Ahmed (Senior Statutory Auditor)
For and on behalf of
Carston
Chartered Accountants & statutory auditor

1st Floor, Tudor House
16 Cathedral Road
Cardiff
CF11 9LJ

..... Date:

Statement of Financial Activities

(including income and expenditure account)

Year ended 31 December 2017

		Unrestricted funds	Restricted funds	2017 Total funds	2016 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	639,367	603,790	1,243,157	1,032,282
Other trading activities	6	34,837	4,730	39,567	40,221
Investment income	7	4,638	-	4,638	15,822
Total income		678,842	608,520	1,287,362	1,088,325
Expenditure					
Expenditure on raising funds:					
Cost of raising donations and legacies	8	234,528	-	234,528	222,513
Costs of other trading activities	9	13,012	-	13,012	10,486
Expenditure on charitable activities	10, 11	1,100,207	13,494	1,113,701	1,096,984
Other expenditure	13	6	-	6	-
Total expenditure		1,347,753	13,494	1,361,247	1,329,983
Net expenditure and net movement in funds		(668,911)	595,026	(73,885)	(241,658)
Reconciliation of funds					
Total funds brought forward		2,008,819	62,436	2,071,255	2,312,913
Total funds carried forward		1,339,908	657,462	1,997,370	2,071,255

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.
The notes on pages 33 to 51 form part of these financial statements.

Statement of Financial Position

31 December 2017

	Note	£	2017 £	2016 £
Fixed assets				
Tangible fixed assets	18		<u>4,123</u>	<u>2,760</u>
Current assets				
Debtors	19	118,121		69,167
Cash at bank and in hand		<u>2,069,771</u>		<u>2,254,976</u>
		2,187,892		2,324,143
Creditors: amounts falling due within one year	21	<u>194,645</u>		<u>255,648</u>
Net current assets			1,993,247	2,068,495
Total assets less current liabilities			1,993,247	2,071,255
Net assets			1,997,370	2,071,255
Funds of the charity				
Restricted funds			657,462	62,436
Unrestricted funds	23		<u>1,339,908</u>	<u>2,008,819</u>
Total charity funds			<u>1,997,370</u>	<u>2,071,255</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.
These financial statements were approved by the board of Trustees and authorised for issue on ____ September 2018, and are signed on behalf of the board by:

.....	Trustee	Trustee
.....	Name	Name

Statement of Cash Flows

Year ended 31 December 2017

Note	2017 £	2016 £
Cash flows from operating activities		
Net expenditure	(73,885)	(241,658)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	1,714	1,637
Other interest receivable and similar income	(4,638)	(15,822)
Loss on disposal of tangible fixed assets	6	-
Accrued (income)/expenses	(77,355)	178,282
<i>Changes in:</i>		
Trade and other creditors	(39,226)	(299,273)
Cash generated from operations	(193,384)	(376,834)
Interest received	11,388	21,122
Net cash used in operating activities	(181,996)	(355,712)
Cash flows from investing activities		
Purchase of tangible assets	(3,083)	(570)
Net cash used in investing activities	(3,083)	(570)
Net decrease in cash and cash equivalents	(185,079)	(356,282)
Cash and cash equivalents at beginning of year	2,254,850	2,611,132
Cash and cash equivalents at end of year	20 2,069,771	2,254,850

The notes on pages 33 to 51 form part of these financial statements.

Notes to the Financial Statements

Year ended 31 December 2017

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Upper Ground Floor, Noah's Ark Children's Hospital, for Wales, Heath Park, Cardiff, CF14 4XW.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006 as well as applicable charity and company law.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

General unrestricted funds represent those monies freely available for application towards achieving any charitable purpose that falls within the charity's charitable objects.

The charity also maintains a designated fund towards the anticipated ongoing costs of the hospital.

Restricted funds comprise monies which have either been raised for, and their use restricted to, specific purposes, or donations subject to donor imposed restrictions.

Transfers are made between funds under the instruction of the Trustees.

Notes to the Financial Statements (continued)

Year ended 31 December 2017

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- Income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- Legacy income is recognised when receipt is probable and entitlement is established.
- Income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- Expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.

- Expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Items costing less than £100 are not capitalised but written off directly to the income and expenditure account.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

- | | | |
|-----------------------|---|-------------------|
| Fixtures and fittings | - | 25% straight line |
|-----------------------|---|-------------------|

Notes to the Financial Statements (continued)

Year ended 31 December 2017

Debtors and creditors receivable / payable within one year

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

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

4. Limited by guarantee

Every member of the Charity undertakes to contribute such amount as may be required (not exceeding £10) to the Charity's assets if it should be wound up while he or she is a member or within one year after he or she ceases to be a member, for payment of the Charity's debts and liabilities contracted before he or she ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves.

Notes to the Financial Statements (continued)

Year ended 31 December 2017

5. Donations and legacies

	Unrestricted funds £	Restricted funds £	Total funds 2017 £
Donations			
Individuals and other groups	67,772	280,978	348,750
Trusts and foundations	79,928	3,722	83,650
Corporate donations	217,658	22,559	240,217
Legacies			
Legacies	140,172	11,804	151,976
Grants			
Grants receivable - The Morrisons Foundation	-	208,470	208,470
Grants receivable - The UPS Foundation	-	22,816	22,816
Grants receivable - The Echo Trust	-	4,733	4,733
Grants receivable - Wallace & Gromit Children's Foundation	-	7,500	7,500
Grants receivable - The Toy Trust	-	10,000	10,000
Grants receivable - The Bigmore Family	-	9,000	9,000
Grants receivable - Skipton Building Society	-	2,400	2,400
Other donations and legacies			
Fundraising events income	95,440	19,808	115,248
Clothes recycling schemes	38,397	-	38,397
	<u>639,367</u>	<u>603,790</u>	<u>1,243,157</u>

Notes to the Financial Statements (continued)

Year ended 31 December 2017

5. Donations and legacies (continued)

	Unrestricted funds £	Restricted funds £	Total funds 2016 £
Donations			
Individuals and other groups	185,955	42,172	228,127
Trusts and foundations	68,951	9,743	78,694
Corporate donations	242,016	23,659	265,675
Legacies			
Legacies	187,732	-	187,732
Grants			
Grants receivable	-	-	-
Other donations and legacies			
Fundraising events income	215,412	9,452	224,864
Clothes recycling schemes	47,190	-	47,190
	<u>947,256</u>	<u>85,026</u>	<u>1,032,282</u>

Notes to the Financial Statements (continued)

Year ended 31 December 2017

6. Other trading activities

	Unrestricted funds	Restricted funds	Total funds 2017
	£	£	£
Trading at Grotto & other events	4,932	4,730	9,662
Shop income	26,702	-	26,702
Social lotteries	3,203	-	3,203
	<u>34,837</u>	<u>4,730</u>	<u>39,567</u>

	Unrestricted funds	Restricted funds	Total funds 2016
	£	£	£
Trading at Grotto & other events	12,827	-	12,827
Shop income	26,950	444	27,394
Social lotteries	-	-	-
	<u>39,777</u>	<u>444</u>	<u>40,221</u>

Notes to the Financial Statements (continued)

Year ended 31 December 2017

7. Investment income

	Unrestricted funds	Total funds 2017	Unrestricted funds	Total funds 2016
	£	£	£	£
Bank interest receivable	4,638	4,638	15,822	15,822

The charity continues to be very active in its support to the Noah's Ark Children's Hospital for Wales, supporting requests for significant funds for the provision of medical equipment and the support of direct services to patients.

In addition, the charity provides funds for the provision of services and facilities for patients and their families to ensure their experience is less anxious during an often difficult time.

The cash balances are held to cover any outstanding commitments to the hospital which are drawn down as required.

The Trustees apply a low risk policy of investing funds in interest bearing accounts with well-established financial institutions with a significant UK presence.

This will generally take the form of money market and fixed rate term deposits that generate interest that will be used for further projects.

Notes to the Financial Statements (continued)

Year ended 31 December 2017

8. Costs of raising donations and legacies

	Unrestricted funds	Total funds 2017	Unrestricted funds	Total funds 2016
	£	£	£	£
Purchases associated with fundraising	16,191	16,191	25,684	25,684
Wages and salaries associated with fundraising	147,589	147,589	138,009	138,009
Fundraising marketing, printing, publications & photography	70,431	70,431	58,106	58,106
Third party events costs	317	317	714	714
	<u>234,528</u>	<u>234,528</u>	<u>222,513</u>	<u>222,513</u>

9. Costs of other trading activities

	Unrestricted funds	Total funds 2017	Unrestricted funds	Total funds 2016
	£	£	£	£
Purchases for resale in the shop	6,623	6,623	7,244	7,244
Purchases for the Santa's Grotto and other events	3,661	3,661	227	227
Wages and salaries associated with events	-	-	796	796
Events marketing, publications, printing and photography	2,728	2,728	2,219	2,219
	<u>13,012</u>	<u>13,012</u>	<u>10,486</u>	<u>10,486</u>

Notes to the Financial Statements (continued)

Year ended 31 December 2017

10. Expenditure on charitable activities by fund type

	Unrestricted funds £	Restricted funds £	Total funds 2017 £
Grants to the hospital			
- Equipment	569,691	3,494	573,185
- Play Specialists Service	335,000	10,000	345,000
Subtotal - grants	904,691	13,494	918,185
Allocated staff costs (time basis)	97,927	-	97,927
IT costs	11,226	-	11,226
Other charitable costs	22,706	-	22,706
Total direct costs	1,036,550	13,494	1,050,044
Support costs (see note 12)	63,657	-	63,657
Total Children's Hospital Costs	1,100,207	13,494	1,113,701

Notes to the Financial Statements (continued)

Year ended 31 December 2017

10. Expenditure on charitable activities by fund type (Continued)

	Unrestricted funds £	Restricted funds £	Total funds 2016 £
Grants to the hospital			
- Equipment	548,905	23,034	571,939
- Play Specialists Service	335,000	-	335,000
Subtotal - grants	883,905	23,034	906,939
Allocated staff costs (time basis)	88,030	-	88,030
IT costs	13,881	-	13,881
Other charitable costs	21,530	-	21,530
Total direct costs	1,007,346	23,034	1,030,380
Support costs (see note 12)	66,604	-	66,604
Total Children's Hospital Costs	1,073,950	23,034	1,096,984

The Noah's Ark Children's Hospital building is owned by Cardiff & Vale UHB. All equipment purchased for the hospital, and any building work done by the charity, is deemed to be donated in the year of purchase and is accounted for as project costs.

Notes to the Financial Statements (continued)

Year ended 31 December 2017

11. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2017	Total funds 2016
	£	£	£	£
Children's hospital costs	1,050,044	52,059	1,102,103	1,076,081
Governance costs	-	11,598	11,598	20,903
	<hr/> 1,050,044	<hr/> 63,657	<hr/> 1,113,701	<hr/> 1,096,984

12. Analysis of support costs

	Analysis of support costs	Total 2017	Total 2016
	£	£	£
Staff costs	48,202	48,202	41,696
Finance costs	2,143	2,143	2,368
Governance costs	11,598	11,598	20,903
Support costs - Other	1,714	1,714	1,637
	<hr/> 63,657	<hr/> 63,657	<hr/> 66,604

Notes to the Financial Statements (continued)

Year ended 31 December 2017

13. Other expenditure

	Unrestricted funds	Total funds 2017	Unrestricted funds	Total funds 2016
	£	£	£	£
Loss on disposal of tangible fixed assets held for charity's own use	6	6	-	-

14. Net expenditure

Net expenditure is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation of tangible fixed assets	1,714	1,637
Loss on disposal of tangible fixed assets	6	-

Notes to the Financial Statements (continued)

Year ended 31 December 2017

15. Auditors' remuneration

	2017	2016
	£	£
Fees payable for the audit of the financial statements	<u>5,594</u>	<u>5,120</u>

16. Staff costs and emoluments

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2017	2016
	£	£
Wages and salaries	<u>293,718</u>	<u>268,532</u>

Staff costs also include an accrual for holiday pay of £5,840 (2016: £8,966) at the end of the year, as required by FRS 102.

The average head count of employees during the year was 8 (2016: 7). The average number of full-time equivalent employees during the year is analysed as follows:

	2017	2016
	No.	No.
Number of staff	<u>8</u>	<u>8</u>

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £142,038.

Notes to the Financial Statements (continued)

Year ended 31 December 2017

17. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the Trustees.

Although Trustees are entitled to reclaim reasonable expenses incurred during their work on behalf of the charity, or attending meetings, none were claimed during this year (2016 £nil).

18. Tangible fixed assets

	Fixtures and fittings £	Total £
Cost		
At 1 January 2017	57,951	57,951
Additions	3,083	3,083
Disposals	(35,996)	(35,996)
At 31 December 2017	25,038	25,038
Depreciation		
At 1 January 2017	55,191	55,191
Charge for the year	1,714	1,714
Disposals	(35,990)	(35,990)
At 31 December 2017	20,915	20,915
Carrying amount At 31 December 2017	4,123	4,123
At 31 December 2016	2,760	2,760

Notes to the Financial Statements (continued)

Year ended 31 December 2017

19. Debtors

	2017	2016
	£	£
Prepayments and accrued income	118,121	69,167

20. Cash and cash equivalents

Cash and cash equivalents comprise the following:

	2017	2016
	£	£
Cash at bank and in hand	2,069,771	2,254,976
Bank overdrafts	-	(126)
	2,069,771	2,254,850

21. Creditors: amounts falling due within one year

	2017	2016
	£	£
Bank loans and overdrafts	-	126
Accruals and deferred income	46,360	68,011
Other creditors	148,285	187,511
	194,645	255,648

Notes to the Financial Statements (continued)

Year ended 31 December 2017

22. Commitments

The Trustees have committed to paying for 60% of the Play Specialist Team service and related toys and equipment for a further 12 months, at a cost of £345,000.

In addition, at the year-end the Trustees had approved hospital grants of £209,369 for various equipment, which will be paid for in 2018.

23. Analysis of charitable funds

Unrestricted funds

	At 1 January 2017	Income	Expenditure	Transfers	At 31 December 2017
	£	£	£	£	£
General funds	653,805	678,842	(1,347,753)	550,000	534,894
Designated fund	1,355,014	-	-	(550,000)	805,014
	<u>2,008,819</u>	<u>678,842</u>	<u>(1,347,753)</u>	<u>-</u>	<u>1,339,908</u>

The general funds are freely available towards the ongoing costs of running the charity. The Trustees have a reserves policy in place that at least £500,000 should be in place.

The designated fund is allocated towards the future costs of the hospital, such as the commitments already in place to fund the Play Specialists Service and various equipment, as well as other expenditure that will be agreed when required.

A transfer was made from the designated to the general fund in the year to cover the costs of grants and equipment in the year and to maintain the reserve.

Notes to the Financial Statements (continued)

Year ended 31 December 2017

23. Analysis of charitable funds (continued)

Restricted funds

	At 1 January 2017	Income	Expenditure	Transfers	At 31 December 2017
	£	£	£	£	£
General smaller Restricted funds	811	869	-	-	1,680
Neonatal ICU ("Tiny Lives")	57,452	542,822	(186)	-	600,088
Paediatric Intensive Care Unit	4,173	3,000	(1,296)	-	5,877
Annie's Rainbows	-	40,017	-	-	40,017
Blood Pressure Monitor	-	780	(780)	-	-
Enterprise Neonatal	-	8,832	-	-	8,832
Island Ward	-	625	-	-	625
Neonatal Easychairs	-	445	(445)	-	-
Kidney Centre	-	30	-	-	30
Owl Ward	-	50	(50)	-	-
Parent Packs	-	750	(737)	-	13
Play Specialist Equipment	-	10,000	(10,000)	-	-
Prom Ind Incubator	-	300	-	-	300
	<u>62,436</u>	<u>608,520</u>	<u>(13,494)</u>	<u>-</u>	<u>657,462</u>

Notes to the Financial Statements (continued)

Year ended 31 December 2017

23. Analysis of charitable funds (continued)

During the year monies were received from donors towards specific purposes. Some of these purposes were at the request of the donor and agreed by the hospital and charity, while others, such as the Tiny Lives Campaign towards a Neonatal Intensive Care Unit are appeals begun by the charity.

Many of the funds raised were also spent in the year on equipment such as blood pressure monitors, Easychairs, toys and equipment

for the Play Specialist Team or the parent packs, while others remain outstanding at the year-end.

Most funds have been shown separately, while some other smaller funds, some fully spent and some with balances remaining at the year-end have been amalgamated together. Balances remaining are: Endoscopy £175, Sky/Rainbow/Rocket Wards £1,020 and Televisions £485.

24. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2017	Total Funds 2016
	£	£	£	£
Tangible fixed assets	4,123	-	4,123	2,760
Current Assets	1,529,205	658,687	2,187,892	2,324,143
Creditors less than 1 year	(193,420)	(1,225)	(194,645)	(255,648)
Net Assets	1,339,908	657,462	1,997,370	2,071,255

25. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2017	2016
	£	£
Later than 1 year and not later than 5 years	1,958	2,670

Notes to the Financial Statements (continued)

Year ended 31 December 2017

26. Related parties

The charity was under the control of the Trustees throughout the current and previous year.

Two of the Trustees, in their capacity as Trustees, are also Director shareholders in Noah's Ark Appeal Limited. These shares had no value at the year-end.

There were no transactions with related parties requiring disclosure at the year-end.



Noah's Ark Children's Hospital Charity
Upper Ground Floor
Noah's Ark Children's Hospital for Wales
Heath Park
Cardiff
CF14 4XW

T: +44 (0)29 218 47310
noahsarkcharity.org

Registered Charity No. 1069485