

BRITISH SKIN FOUNDATION

England & Wales · Charity number 1171373

Details

Other names THE BRITISH SKIN FOUNDATION, BSF

Status Registered

Legal form CIO

Registered 2017-01-30

Register [View on the Charity Commission register](#)

Contact

Address 4 Fitzroy Square
London
W1T 5HQ

Phone 020 7391 6341

Email admin@britishskinfoundation.org.uk

Website www.britishskinfoundation.org.uk

Activities

Objects: TO PROMOTE FOR THE PUBLIC BENEFIT, THE PREVENTION OR RELIEF OF SICKNESS OR DISEASE BY CARRYING OUT AND SUPPORTING RESEARCH INTO SKIN DISEASE AND SKIN CANCER.

Activities: THE BRITISH SKIN FOUNDATION RAISES FUNDS TO SUPPORT SKIN DISEASE RESEARCH PROJECTS AS WELL AS SEEKING TO INFORM THE PUBLIC ABOUT SKIN HEALTH ISSUES THROUGH THE MEDIA, LITERATURE AND EVENTS. The British Skin Foundation (previous charity number: 313865), is now a Charitable Incorporated Company with the registered charity number 1171373.

Classification

- **How:** Makes Grants To Organisations, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body
- **What:** The Advancement Of Health Or Saving Of Lives
- **Who:** The General Public/mankind

Geography

- Ireland
- Northern Ireland
- Scotland
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£2,004,046	£1,547,496	£4,121,174	8
2023-12-31	£1,856,500	£1,153,832	£3,656,912	8
2022-12-31	£1,329,178	£1,051,391	£2,948,751	7
2021-12-31	£1,052,918	£1,175,649	£2,685,995	6
2020-12-31	£1,229,019	£1,195,207	£2,800,060	6

Trustees

Name	Role	Appointed
ESRA ERKAL	Chair	
Dr Bav Shergill		2013-11-28
Dr Conal Perrett		2026-05-12
Dr Neil Rajan		2022-09-22
Dr Yvonne Burne OBE		2019-09-26
Emma Kohring		2025-01-09
James Stalley		2025-01-09
Julia Barcoe Thompson		2025-01-09
Professor Christopher Bunker		2012-03-22

BRITISH SKIN FOUNDATION

England & Wales - Charity number 1171373

Accounts

REGISTERED COMPANY NUMBER: CE008950 (England and Wales)
REGISTERED CHARITY NUMBER: 1171373

Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 December 2024
for
British Skin Foundation



Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

British Skin Foundation

Contents of the Financial Statements
for the Year Ended 31 December 2024

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TRUSTEES

Ms E Erkal-Paler Chair Person
Professor C B Bunker Honorary Secretary
Professor D J Gawkrödger Honorary Treasurer
(resigned 12.9.24)
Mr H Drayton (resigned 9.1.25)
Dr R Sarkany (resigned 8.5.25)
Dr S Mayou (resigned 12.9.24)
Professor E Healy (resigned 11.9.25)
Mr R Balson (resigned 9.1.25)
Dr B Shergill Honorary Treasurer
Dr T Griffiths (resigned 9.5.24)
Dr R Murphy (appointed 8.5.25)
Mrs Y Burne
Dr N Rajan
Mrs J B Thompson (appointed 9.1.25)
Mrs E Kohring (appointed 9.1.25)
Mr J Stalley (appointed 9.1.25)

REGISTERED OFFICE

4 Fitzroy Square
London
W1T 5HQ

**REGISTERED COMPANY
NUMBER**

CE008950 (England and Wales)

**REGISTERED CHARITY
NUMBER**

1171373

AUDITORS

Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

The trustees present their report and the audited financial statements of the charity for the year ended 31 December 2024. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust was set up in order to raise funds and provide funds, either directly or by way of grants, to others for the purpose of research into dermatology and the causes of skin diseases and the possibilities of prevention, alleviation, and cure.

ACHIEVEMENTS AND PERFORMANCE

2024 saw the British Skin Foundation continue to deliver against its strategic objectives as predicted in its 3-year business plan. This plan seeks to produce growth in its 3 core business areas of communications, fundraising and grant giving. Total income was slightly higher than in 2023 so the BSF remains stable and strong. This robust financial performance was matched by an amplified growth in BSF's public and media profile leading to more people than ever turning to the charity as a trusted source of skin information.

The BSF's strong financial position enabled it to deliver an extensive research grants programme throughout 2024. Over £0.9 million of new funding was awarded to UK universities and institutions seeking treatments and cures for skin disease and skin cancer. Whilst the BSF awards policy ensures no strategic or geographical considerations are taken into account, winners were from London, Nottingham, Manchester, Hull, Bristol and Norfolk based institutions. Also, many young researchers found themselves the recipients of a BSF grant for the first time further illustrating the importance of this source of this small but vital seed funding for the future of British dermatological research.

General overheads over the period remained within budget whilst salary expenditure represented a respectable 20% of the BSF's overall revenue. This percentage is below the expectation for a charity of the BSF's size supporting the fact that not only is it effective in its aims but also a thoroughly efficient operation.

BSF's income is derived from several sources with corporate donations, its largest income stream, raising in excess of £600,000. In addition to its donations, several pharmaceutical donors sought to support the BSF with various educational initiatives, further securing the BSF's public profile in the field of skin health and disease. Well-known names, such as Novartis, also chose to donate to the BSF's work after recognizing its place in educating the public around skin health.

Public donations and events fundraising soared in 2024 despite the ongoing cost of living crisis and an understandable reticence by donors to get involved in fundraising when it's a tough financial climate. Events brought in almost £190,000, an impressive 350% increase on 2023, which made it an exceptional year for donations from this stream. Events such as the London Marathon and company employees choosing the BSF as their charity of the year helped drive this success.

Legacy income for the year, although down on 2023, remains a constant source of income. The BSF's awareness efforts in this area over recent decades are now delivering regular gifts. It has also committed resources to this important source of income and hopefully will see more increases in the years to come.

Support from the dermatology specialty continued in 2024, especially donations from the British Association of Dermatologists (BAD). BAD donated a further £200,000 towards the BSF's work, on top of its small and specific grants support. BAD's support however is more than simply financial. Through its association with the BAD, the BSF is provided with a powerful platform to the dermatological community. For example, both organisations supported Professor Sinead Langan in 2024's London Marathon so collectively the whole dermatology community got behind her efforts and raised an impressive £20,000 for skin disease research.

Through amplified communications, media and PR, BSF's messages continued to be broadcast throughout 2024. BSF Communications output is vital to its continued success. It remains the first point of contact from the media for opinion and comment on all skin issues. Recent staffing and resource increases to meet this growing demand for trustworthy and expert information have paid off whilst BSF's impartiality is seen by many as an important asset when communicating to the public. The BSF continued to deliver a variety of patient and consumer focused educational projects across many platforms.

British Skin Foundation

Report of the Trustees

for the Year Ended 31 December 2024

2024 saw the BSF continue to deliver many of the outcomes in this second year of its 3-year business plan. A plan that seeks to amplify its efforts in communications, fundraising and grant giving. The BSF's voice remains respected and relevant in a very crowded skin health space. More people than ever recognise its brand and what it stands for, and in turn associate it with trustworthy advice and information. This recognition is then becoming practical support allowing it to fund even more UK based dermatologist-led skin disease and skin cancer research.

OBJECTIVES AND ACTIVITIES

FUNDRAISING STANDARD INFORMATION

As a registered charity funding skin disease and skin cancer research, British Skin Foundation actively fundraises by canvassing support from the public, industry, and philanthropic trusts. Its fundraising activities are undertaken by employed staff without the use of external third party fundraisers. These staff work within the guidelines set out by the Charity Commission and within the parameters of the charity's own fundraising policy. During this accounting period, the charity has received no complaints pertaining to its fundraising practices or its staff. The charity does not cold call or place pressure on donors to give and it does use third parties or professional fundraising companies to attract support.

PUBLIC BENEFIT

The trustees have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

STRATEGIC REPORT

FINANCIAL REVIEW

The charity's principal sources of funding are donations and legacies. The assets of the charity are mainly held in no-risk investment accounts at four unrelated British financial institutions. The assets are held in cash because the charity needs ready access to funds to meet grant commitments. The charity have also invested £150,000 (2023: £150,000) in a listed investment fund and are monitoring its performance.

RESERVES POLICY

The British Skin Foundation will maintain sufficient reserves to ensure financial stability. Each year monies which are not already committed to reserves or grants, or required for running the organisation, will be made available for new awards. As there is always a delay between the granting of awards and the call for funds, a substantial positive balance will remain in the bank. If there are insufficient suitable applications for grants, the monies will be carried over to the next year.

Unrestricted funds invested in tangible fixed assets, listed investments and cash increased from £3,039,057 to £3,380,378 during the year. Restricted funds invested in cash increased from £617,855 to £740,796 during the year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable incorporated organisation ("CIO") was registered with the Charity Commissioners by Trust Deed on 30th January 2017 under the name "British Skin Foundation". The CIO has taken over the activities of the charity "The British Skin Foundation" (registered charity number 313865) on the 5th June 2020, as part of a restructuring of the charity.

New trustees may be appointed at any time either by way of replacement or addition. Appointments are made by a resolution of a meeting of the trustees provided that a memorandum declaring such appointment or discharge shall be signed as a deed either at a meeting by the person presiding or in some other manner directed by the meeting and attested by two persons present at the meeting.

Trustees are recruited either on personal recommendation or, where appropriate, through advertising. Care is taken to maintain a balance between the business and medical experience and skills contributed by the trustees. References are taken up on potential trustees and they are required to attend a briefing on the charity's activities given by the administrator, where they are provided with background information, copies of the latest audited accounts, and the latest Charity Commission guidance.

The trustees oversee the pay and remuneration of the CEO Matthew Patey which is benchmarked against industry standards and based upon performance and an annual review.

The trustees have reviewed the major risks facing the charity and taken action to manage those risks. The major risks are a fall in income due to difficulties in the corporate and financial markets and possible employee fraud. The possibility of fraud is minimised by only the trustees being signatories on the bank accounts, and robust bank account security. In addition, the Trustee Indemnity Insurance Policy includes cover against possible employee fraud.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Key management remuneration

The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the Charity was £75,604 (2023: £71,711).

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 operation.

The trustees are responsible for keeping proper accounting records that 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 Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Report of the trustees approved by order of the board of trustees on 30 October 2025 and signed on the board's behalf by:

Professor C B Bunker - Trustee

Opinion

We have audited the financial statements of British Skin Foundation (the 'charity') for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (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 2024 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Auditors' 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees 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.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedure for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- enquiry of staff, those charged with governance and the charity's legal advisers (where deemed necessary);
- obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- reviewing minutes of meetings of those charged with governance.
- reviewing accounts disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of business, and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Trustees of
British Skin Foundation

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

Date: 30 October 2025

British Skin Foundation

Statement of Financial Activities
for the Year Ended 31 December 2024

	Notes	Unrestricted fund £	Restricted fund £	31.12.24 Total funds £	31.12.23 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	1,203,801	572,021	1,775,822	1,783,873
Other trading activities	3	203,710	-	203,710	54,914
Investment income	4	<u>24,514</u>	<u>-</u>	<u>24,514</u>	<u>17,713</u>
Total		<u>1,432,025</u>	<u>572,021</u>	<u>2,004,046</u>	<u>1,856,500</u>
EXPENDITURE ON					
Raising funds	5	41,349	-	41,349	15,485
Charitable activities					
Charitable Activities	6	955,969	449,080	1,405,049	1,052,829
Support Costs		<u>101,098</u>	<u>-</u>	<u>101,098</u>	<u>85,518</u>
Total		<u>1,098,416</u>	<u>449,080</u>	<u>1,547,496</u>	<u>1,153,832</u>
NET INCOME					
Other recognised gains/(losses)		333,609	122,941	456,550	702,668
Gains on revaluation of fixed assets		<u>7,712</u>	<u>-</u>	<u>7,712</u>	<u>5,493</u>
Net movement in funds		341,321	122,941	464,262	708,161
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>3,039,057</u>	<u>617,855</u>	<u>3,656,912</u>	<u>2,948,751</u>
TOTAL FUNDS CARRIED FORWARD		<u>3,380,378</u>	<u>740,796</u>	<u>4,121,174</u>	<u>3,656,912</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

British Skin Foundation

Balance Sheet

31 December 2024

	Notes	Unrestricted fund £	Restricted fund £	31.12.24 Total funds £	31.12.23 Total funds £
FIXED ASSETS					
Tangible assets	14	6,660	-	6,660	7,994
Investments	15	<u>159,344</u>	<u>-</u>	<u>159,344</u>	<u>151,632</u>
		166,004	-	166,004	159,626
CURRENT ASSETS					
Debtors	16	395,478	-	395,478	147,177
Cash at bank and in hand		<u>2,988,183</u>	<u>799,872</u>	<u>3,788,055</u>	<u>3,579,233</u>
		3,383,661	799,872	4,183,533	3,726,410
CREDITORS					
Amounts falling due within one year	17	(169,287)	(59,076)	(228,363)	(229,124)
		<u>3,214,374</u>	<u>740,796</u>	<u>3,955,170</u>	<u>3,497,286</u>
NET CURRENT ASSETS					
		<u>3,380,378</u>	<u>740,796</u>	<u>4,121,174</u>	<u>3,656,912</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>3,380,378</u>	<u>740,796</u>	<u>4,121,174</u>	<u>3,656,912</u>
NET ASSETS					
		<u>3,380,378</u>	<u>740,796</u>	<u>4,121,174</u>	<u>3,656,912</u>
FUNDS					
Unrestricted funds	18			3,380,378	3,039,057
Restricted funds				<u>740,796</u>	<u>617,855</u>
TOTAL FUNDS					
				<u>4,121,174</u>	<u>3,656,912</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 30 October 2025 and were signed on its behalf by:

Dr B Shergill - Trustee

British Skin Foundation

Cash Flow Statement

for the Year Ended 31 December 2024

	Notes	31.12.24 £	31.12.23 £
Cash flows from operating activities			
Cash generated from operations	22	<u>176,680</u>	<u>901,680</u>
Net cash provided by operating activities		<u>176,680</u>	<u>901,680</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(478)	(1,412)
Interest received		22,793	9,999
Dividends received		<u>9,827</u>	<u>4,684</u>
Net cash provided by investing activities		<u>32,142</u>	<u>13,271</u>
		<hr/>	<hr/>
Change in cash and cash equivalents in the reporting period		208,822	914,951
Cash and cash equivalents at the beginning of the reporting period		<u>3,579,233</u>	<u>2,664,282</u>
Cash and cash equivalents at the end of the reporting period		<u>3,788,055</u>	<u>3,579,233</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

British Skin Foundation is a charitable incorporated organisation registered in England. The address of the registered office is given in the report of the trustees, together with details of the charity's operations and principal activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

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

INCOME

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings - 10% on cost

1. ACCOUNTING POLICIES - continued

TANGIBLE FIXED ASSETS

Computer equipment - 20% on cost

TAXATION

As a registered charity, the organisation is exempt from income and capital gains tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the charity and is therefore included within the relevant costs in the Statement of Financial Activities.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service. The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

INVESTMENTS

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

2. DONATIONS AND LEGACIES

	31.12.24	31.12.23
	£	£
Gift aid	8,044	5,620
Legacies	15,340	55,775
Donations from individuals	16,595	16,145
Company donations	613,536	568,773
Trust donations	533,397	419,944
BAD Donations	256,000	256,000
Grant donations	150,402	260,716
SHA donations	<u>182,508</u>	<u>200,900</u>
	<u>1,775,822</u>	<u>1,783,873</u>

3. OTHER TRADING ACTIVITIES

	31.12.24	31.12.23
	£	£
Fundraising events	189,710	42,414
Sponsorships	<u>14,000</u>	<u>12,500</u>
	<u>203,710</u>	<u>54,914</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2024

4. INVESTMENT INCOME			31.12.24	31.12.23
			£	£
Deposit account interest			19,095	12,729
Dividends and bond interest			<u>5,419</u>	<u>4,984</u>
			<u>24,514</u>	<u>17,713</u>
5. RAISING FUNDS				
OTHER TRADING ACTIVITIES			31.12.24	31.12.23
			£	£
Advertising and marketing			33,256	12,358
Events			<u>8,093</u>	<u>3,127</u>
			<u>41,349</u>	<u>15,485</u>
6. CHARITABLE ACTIVITIES COSTS				
		Grant		
	Direct	funding of	Support	Totals
	Costs (see	activities	costs (see	
	note 7)	(see note	note 9)	
	£	8)	£	£
Charitable Activities	451,176	953,873	-	1,405,049
Support Costs	<u>-</u>	<u>-</u>	<u>101,098</u>	<u>101,098</u>
	<u>451,176</u>	<u>953,873</u>	<u>101,098</u>	<u>1,506,147</u>
7. DIRECT COSTS OF CHARITABLE ACTIVITIES			31.12.24	31.12.23
			£	£
Staff costs			399,045	351,544
Postage and stationery			1,331	748
Travel expenses			1,115	1,596
Computer expenses			49,541	44,752
Staff training			<u>144</u>	<u>378</u>
			<u>451,176</u>	<u>399,018</u>

8. GRANTS PAYABLE

	31.12.24	31.12.23
	£	£
Charitable Activities	<u>953,873</u>	<u>653,811</u>

The grants paid to Institutions are detailed below:

<u>Ref</u>	<u>Institution</u>	<u>2024</u>	<u>2023</u>
016/s/16	Queen Mary University of London	-	26,563
MRC-07	Medical Research Council	-	4,762
002/yi/17	Queen Mary University London	-	22,500
025/s/17	University of Dundee	38,880	3,314
032/s/18	University College London	3,651	6,614
037/r/18	University of Dundee	2,045	180
043/s/18	Imperial College	7,083	28,334
099/r/19	George Kravvas	16,645	8,676
004/s/19	Beatson Institute for Cancer Research	208	29,421
005/s/19	University of Glasgow	-	21,250
024/f/19	Guy's and St Thomas' NHS Foundation Trust	-	(30,911)
044/r/19	University of Leeds	-	30,375
027/BSFBPG/20	Guys and St Thomas' NHS Foundation Trust	-	9,960
003/s/20	University of Hull	25,735	25,184
007/s/20	Newcastle University	25,972	25,972
008/r/20	Newcastle University	30,375	30,375
009/r/20	Newcastle University	25,162	37,949
016/s/20	University of Bath	28,333	28,333
017/s/20	University of Birmingham	21,250	42,500
037/r/20	University of Manchester	20,250	40,500
041/s/20	University of Nottingham	28,333	28,333
017/BSFSG/21	St George's Hospital	-	9,876
001/r/21	University of Southampton	20,065	40,129
001/k/21	University of Dundee	98,000	46,065
MRC-10	Medical Research Council	21,667	27,083
001/BSFSTART/22	University College London	51,489	2,640
002/BSPAD/22	Oxford University	-	10,000
004/SG/22	University of Bradford	-	9,993
011/SG/22	University of Bath	-	9,500
014/SG/22	University of Birmingham	-	9,945
016/SG/22	Anglia Ruskin University	-	9,984
018/SG/22	University of Leeds	-	10,000
023/yi/22	University of Manchester	40,162	10,041
028/s/22	University of Cambridge	31,560	5,386
034/yi/22	University of Oxford	50,133	12,988
011/BSFBAD/23	Newcastle University	-	9,997
002/BSFBSPAD/23	Royal Marsden NHS Foundation Trust	-	10,000
MRC09	Medical Research Council	3,829	-
009/BSFBPG/19	University of Southampton	(619)	-
042/yi/19	King's College London	6,383	-
011/yi/20	Queen Mary University of London	22,495	-
025/s/20	Queen Mary University of London	41,845	-
019/BSFBAD/21	University Hospitals Birmingham Charity	10,000	-
006/r/22	King's College London	42,122	-
009/s/22	King's College London	27,162	-
012/r/22	Middlesex University	39,766	-
014/s/22	Queen Mary University of London	21,250	-
021/s/22	University of Hull	16,303	-
037/r/22	Queen Mary University of London	10,105	-

8. GRANTS PAYABLE - continued

002/BSFSG/23	Imperial College London	9,900	-
007/BSFSG/23	Trinity College Dublin	9,997	-
009/BSFSG/23	University of Lincoln	10,000	-
010/BSFSG/23	University of Manchester	10,000	-
014/BSFSG/23	Guy's and St Thomas' NHS Foundation Trust	10,000	-
019/BSFSG/23	Institute of Cancer Research: Royal Cancer Hospital	9,939	-
002/BSFBAD/23	The Royal Marsden NHS Foundation Trust	10,000	-
003/BSFBAD/23	University of Oxford	9,991	-
004/r/23	Queen Mary University of London	11,155	-
004/s/23	Glasgow Caledonian University	1,603	-
009/s/23	Leeds Beckett University	7,917	-
018/BSFSG/24	University of Oxford	9,670	-
012/BSFSG/24	King's College London	9,500	-
001/BSFBSPAD/24	Oxford University	6,562	-
		<u>£ 953,873</u>	<u>£ 653,811</u>

9. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Support Costs	<u>81,614</u>	<u>3,164</u>	<u>16,320</u>	<u>101,098</u>

Support costs, included in the above, are as follows:

	31.12.24	31.12.23
	Support Costs	Total activities
	£	£
Trustees' remuneration etc	593	575
Insurance	3,228	3,099
Exchange rate	-	3,109
Sundries	2,236	1,129
Office accommodation charges	56,000	56,000
Subscriptions	17,743	2,396
Depreciation of tangible and heritage assets	1,814	1,718
Bank charges	1,779	1,845
Payroll costs	1,385	1,559
Auditors' remuneration	9,030	7,506
Auditors' remuneration for non audit work	7,290	6,582
	<u>101,098</u>	<u>85,518</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.12.24	31.12.23
	£	£
Auditors' remuneration	9,030	7,506
Auditors' remuneration for non audit work	7,290	6,582
Depreciation - owned assets	<u>1,812</u>	<u>1,719</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor for the year ended 31 December 2023.

TRUSTEES' EXPENSES

During the year ended 31 December 2024, expenses totalling £593 (2023: £575) were reimbursed to 2 Trustees (2023: 1) for travel costs.

12. STAFF COSTS

	31.12.24	31.12.23
	£	£
Wages and salaries	348,486	308,220
Social security costs	33,049	27,937
Other pension costs	<u>17,510</u>	<u>15,387</u>
	<u>399,045</u>	<u>351,544</u>

The average monthly number of employees during the year was as follows:

	31.12.24	31.12.23
Administration and management	<u>8</u>	<u>8</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	31.12.24	31.12.23
£60,001 - £70,000	-	1
£70,001 - £80,000	<u>2</u>	<u>1</u>
	<u>2</u>	<u>2</u>

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	1,240,401	543,472	1,783,873
Other trading activities	54,914	-	54,914
Investment income	<u>17,713</u>	<u>-</u>	<u>17,713</u>
Total	<u>1,313,028</u>	<u>543,472</u>	<u>1,856,500</u>
EXPENDITURE ON			
Raising funds	15,485	-	15,485
Charitable activities			
Charitable Activities	871,548	181,281	1,052,829
Support Costs	<u>85,518</u>	<u>-</u>	<u>85,518</u>
Total	<u>972,551</u>	<u>181,281</u>	<u>1,153,832</u>
NET INCOME			
Other recognised gains/(losses)	340,477	362,191	702,668
Gains on revaluation of fixed assets	<u>5,493</u>	<u>-</u>	<u>5,493</u>
Net movement in funds	345,970	362,191	708,161
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,693,087</u>	<u>255,664</u>	<u>2,948,751</u>
TOTAL FUNDS CARRIED FORWARD	<u>3,039,057</u>	<u>617,855</u>	<u>3,656,912</u>

14. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2024	8,087	4,547	12,634
Additions	<u>-</u>	<u>478</u>	<u>478</u>
At 31 December 2024	<u>8,087</u>	<u>5,025</u>	<u>13,112</u>
DEPRECIATION			
At 1 January 2024	2,085	2,555	4,640
Charge for year	<u>808</u>	<u>1,004</u>	<u>1,812</u>
At 31 December 2024	<u>2,893</u>	<u>3,559</u>	<u>6,452</u>
NET BOOK VALUE			
At 31 December 2024	<u>5,194</u>	<u>1,466</u>	<u>6,660</u>
At 31 December 2023	<u>6,002</u>	<u>1,992</u>	<u>7,994</u>

15. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2024	151,632
Revaluations	<u>7,712</u>
At 31 December 2024	<u>159,344</u>
NET BOOK VALUE	
At 31 December 2024	<u>159,344</u>
At 31 December 2023	<u>151,632</u>

There were no investment assets outside the UK.

The fair value of listed investments is determined by reference to the quoted price for identical assets in an active market at the balance sheet date.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.24 £	31.12.23 £
Accrued interest	-	1,849
Other donations	294,745	74,118
Accrued dividends and bond interest	1,055	3,259
Accrued income	44,000	-
Accrued gift aid	6,026	5,589
Prepayments	29,652	44,362
Gift aid recoverable	<u>20,000</u>	<u>18,000</u>
	<u>395,478</u>	<u>147,177</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.24 £	31.12.23 £
Grant payables	85,823	120,244
Trade creditors	141	22,963
Other creditors	2,407	2,188
Credit card	795	352
Accruals and deferred income	15,120	13,200
Accrued expenses	327	677
Deferred income	<u>123,750</u>	<u>69,500</u>
	<u>228,363</u>	<u>229,124</u>

18. MOVEMENT IN FUNDS

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers £	Gains/(losses) £	Balance at 31 December 2024 £
Unrestricted	3,039,057	1,432,025	(1,098,416)	-	7,712	3,380,378
Restricted	<u>617,855</u>	<u>572,021</u>	<u>(449,080)</u>	<u>-</u>	<u>-</u>	<u>740,796</u>
	<u>3,656,912</u>	<u>2,004,046</u>	<u>(1,547,496)</u>	<u>-</u>	<u>7,712</u>	<u>4,121,174</u>

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers £	Gains/(losses) £	Balance at 31 December 2023 £
Unrestricted	2,693,087	1,313,028	(972,551)	-	5,493	3,039,057
Restricted	<u>255,664</u>	<u>543,472</u>	<u>(181,281)</u>	<u>-</u>	<u>-</u>	<u>617,855</u>
	<u>2,948,751</u>	<u>1,856,500</u>	<u>(1,153,832)</u>	<u>-</u>	<u>5,493</u>	<u>3,656,912</u>

Fund description

a) Unrestricted funds

Unrestricted funds are available to spend on activities that further any purpose of the charity.

b) Restricted funds

Donations received to be used to fund specific skin disease research projects.

19. PENSIONS AND OTHER POST RETIREMENT BENEFITS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £17,510 (2023 - £15,387).

The defined contribution liability is allocated to unrestricted funds and is a direct cost within charitable activities.

20. FINANCIAL COMMITMENTS

£2,849,938 of grant funding commitments have not been accrued in the balance sheet as performance related conditions have not been met. The charity holds sufficient cash deposits to fund these grant commitments. There is uncertainty as to when these commitments will be settled, as they depend on the progress of each medical research project.

Grant commitments as at 31st December 2024:

Ref	Total value	Outstanding
2017 025/s/17	85,000	33,435
2018 037/r/18	75,197	32,853
2019 MRC-09	63,435	1,511
099/r/19	170,000	5,121
042/yi/19	79,902	17,234
2020 003/s/20	85,000	17,874
007/s/20	85,000	19,479
011/yi/20	89,978	63,434
016/s/20	85,000	9,367
017/s/20	85,000	21,250

20. FINANCIAL COMMITMENTS - continued

	025/s/20	85,000	43,155
	037/r/20	81,000	10,125
	041/s/20	85,000	14,167
2021	001/r/21	81,000	20,806
2022	MRC-10	65,000	16,250
	001/BSFSTART/22	50,000	12,677
	021/BSMD/22	9,994	9,994
	006/r/22	80,406	38,283
	008/s/22	85,000	85,000
	009/s/22	85,000	57,838
	014/s/22	85,000	68,728
	021/s/22	85,000	68,697
	023/yi/22	80,325	30,122
	028/s/22	85,000	48,053
	034/yi/22	89,862	26,740
	037/r/22	80,839	70,734
2023	001/rsm/23	30,000	30,000
	001/f/23	62,000	62,000
	002/f/23	62,000	62,000
	002/s/23	95,000	95,000
	003/r/23	80,544	80,544
	003/s/23	95,000	95,000
	004/r/23	81,000	69,845
	004/s/23	95,000	93,397
	005/s/23	95,000	95,000
	008/s/23	95,000	95,000
	009/s/23	95,000	87,083
	011/s/23	95,000	95,000
2024	MRC11	62,544	62,544
	004/BSFSG/24	10,000	10,000
	009/BSFSG/24	8,914	8,914
	010/BSFSG/24	9,996	9,996
	016/BSFSG/24	9,620	9,620
	002/BSFBSSVD/24	19,132	19,132
	001/s/24	95,000	95,000
	002/f/24	71,000	71,000
	003/s/24	95,000	95,000
	004/s/24	95,000	95,000
	005/s/24	95,000	95,000
	006/yi/24	101,936	101,936
	008/s/24	95,000	95,000
	010/s/24	95,000	95,000
	010/r/24	92,000	92,000
	012/r/24	92,000	92,000
	Total		<u>£ 2,849,938</u>

21. RELATED PARTIES

The British Skin Foundation Chief Executive is the sole owner and Managing Director of the Skin Health Alliance (Company Registration No. 07445820). The Skin Health Alliance donated £182,508 to the British Skin Foundation in 2024 (2023: £200,900).

Dr Tamara Griffiths was a trustee of the British Association of Dermatology ("BAD") and the British Skin Foundation. She resigned as trustee of the British Skin Foundation during 2024 to take on the role of president of BAD. The charity received donations totalling £256,000 from British Association of Dermatology ("BAD") in 2024 (2023: £256,000).

22. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.12.24	31.12.23
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	464,262	708,161
Adjustments for:		
Depreciation charges	1,812	1,719
(Gains)/losses on investments	(7,712)	(5,493)
Interest received	(20,944)	(11,364)
Dividends received	(7,623)	(4,834)
(Increase)/decrease in debtors	(252,354)	305,896
(Decrease)/increase in creditors	(761)	(92,405)
Net cash provided by operations	<u>176,680</u>	<u>901,680</u>

23. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.24	Cash flow	At 31.12.24
	£	£	£
Net cash			
Cash at bank and in hand	<u>3,579,233</u>	<u>208,822</u>	<u>3,788,055</u>
	<u>3,579,233</u>	<u>208,822</u>	<u>3,788,055</u>
Total	<u>3,579,233</u>	<u>208,822</u>	<u>3,788,055</u>

BRITISH SKIN FOUNDATION

England & Wales - Charity number 1171373

Accounts

REGISTERED COMPANY NUMBER: CE008950 (England and Wales)
REGISTERED CHARITY NUMBER: 1171373

Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 December 2023
for
British Skin Foundation



Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

British Skin Foundation

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for the Year Ended 31 December 2023

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British Skin Foundation

Reference and Administrative Details
for the Year Ended 31 December 2023

TRUSTEES

Mrs E Erkal-Paler Chair Person
Professor C B Bunker Honorary Secretary
Professor D J Gawkrödger Honorary Treasurer
Mr H Drayton
Professor R Sarkany
Dr S Mayou
Professor E Healy
Mr R Balson
Dr B Shergill
Dr T Griffiths (resigned 9.5.24)
Mrs Y Burne
Dr N Rajan
Professor M Ardern-Jones (appointed 9.5.24)

REGISTERED OFFICE

4 Fitzroy Square
London
W1T 5HQ

**REGISTERED COMPANY
NUMBER**

CE008950 (England and Wales)

**REGISTERED CHARITY
NUMBER**

1171373

AUDITORS

Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

The trustees present their report and the audited financial statements of the charity for the year ended 31 December 2023. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

OBJECTIVES AND ACTIVITIES

The Trust was set up in order to raise funds and provide funds, either directly or by way of grants, to others for the purpose of research into dermatology and the causes of skin diseases and the possibilities of prevention, alleviation, and cure.

ACHIEVEMENTS AND PERFORMANCE

2023 was the most financially successful year the British Skin Foundation (BSF) ever had with income approaching £2 million for the first time ever. Increases were seen in almost all of the BSF's charitable income streams. These financial successes were matched by similar growth in BSF's public and media profile as more people turned to the charity as a trusted source of skin information and opinion.

The BSF's strong financial stability enabled it to deliver an extensive research grants programme throughout 2023, culminating in a very successful large grants distribution in late November. General overheads remained within budget and salary expenditure represented a respectable 16% of the BSF's overall revenue. This percentage is well below the expectation for a charity of the BSF's size and illustrates efficiency.

BSF's income was up an impressive 40% on 2022's figures, with corporate donations, its largest income source, peaking at an impressive £568,773. In addition, several pharmaceutical donors sought to support the BSF with various educational initiatives, further securing the BSF's public profile in the field of skin health and disease. Well-known names such as Boots also chose to donate to the BSF's work after recognizing its place in educating the public around skin health.

Public and events fundraising remained sluggish during 2023. This was mainly due to the cost of living crisis and the public's reticence to get involved in fundraising when it's a tough financial climate. This position is not unique to the BSF with many across the 3rd sector experiencing similar difficulties. Events income of £42,414 was lower than 2022, but in line with expectations. There are plans to build on these figures in 2024 through some big initiatives such as spaces in the London Marathon and by attracting corporate supporters to consider making the BSF the charity of choice for their employees.

Legacy income for the year was an impressive £55,775, illustrating that the BSF's awareness efforts in this area over recent decades are now delivering regular gifts. The BSF is hoping to build on these successes by committing resources to this potentially important source of funding and hopefully seeing increases in the years to come.

Support from the dermatology specialty continued in 2023, especially donations from the British Association of Dermatologists (BAD). Financially BAD donated a further £256,000 towards the BSF's work, on top of its small and specific grants support. BAD's support is wider than financial, it gives the BSF a powerful platform and voice to the dermatological community. Together both organisations will be supporting Professor Sinead Langan in 2024's London Marathon so collectively it is hoped the whole dermatology community will get behind her efforts and raise as much money as possible for skin disease research.

Another important stakeholder, the Skin Health Alliance, donated a further £200,900 to the BSF in 2023. Reflecting the needs and wishes of its own stakeholders and funders it asked that £100,000 of this donation be earmarked for a specific research project into the psychological impact of skin disease in 2024.

The BSF delivered a broad and generous grants programme in 2023 totalling over £1.1 million. An impressive £100,000 of small grants were awarded in the summer with a further £1 million being spent on large grants in November. Research projects supporting many skin conditions and skin cancer at many universities and medical schools were funded.

In communications, media and PR, BSF's messages continued to be amplified throughout 2023. BSF Communications team has become the first point of contact for the media for opinion and comment on all skin issues. Staffing and resources were increased in this area to meet this growing demand for trustworthy and expert information. Many corporate supporters also see the BSF's impartiality as an asset when communicating to the public or their consumers. The BSF created a variety of patient and consumer focused educational projects across many platforms.

British Skin Foundation

Report of the Trustees

for the Year Ended 31 December 2023

2023 saw the BSF deliver on many of the initiatives set out in the first year of its 3-year business plan, one that seeks to amplify its efforts in communications, fundraising and grant giving. The BSF's voice remains loud and relevant in what is becoming a very crowded skin health space. More people than ever are hearing its name and associate it with trustworthy advice and information. They are then choosing to support the BSF's charitable objectives allowing it to fund even more dermatologist-led skin disease and skin cancer research in the future.

FUNDRAISING STANDARD INFORMATION

As a registered charity funding skin disease and skin cancer research, British Skin Foundation actively fundraises by canvassing support from the public, industry, and philanthropic trusts. Its fundraising activities are undertaken by employed staff without the use of external third party fundraisers. These staff work within the guidelines set out by the Charity Commission and within the parameters of the charity's own fundraising policy. During this accounting period, the charity has received no complaints pertaining to its fundraising practices or its staff. The charity does not cold call or place pressure on donors to give and it does use third parties or professional fundraising companies to attract support.

PUBLIC BENEFIT

The trustees have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

STRATEGIC REPORT FINANCIAL REVIEW

The charity's principal sources of funding are donations and legacies. The assets of the charity are mainly held in no-risk investment accounts at four unrelated British financial institutions. The assets are held in cash because the charity needs ready access to funds to meet grant commitments. The charity has also invested £150,000 (2022: £150,000) in a listed investment fund and are monitoring its performance.

RESERVES POLICY

The British Skin Foundation will maintain sufficient reserves to ensure financial stability. Each year monies which are not already committed to reserves or grants, or required for running the organisation, will be made available for new awards. As there is always a delay between the granting of awards and the call for funds, a substantial positive balance will remain in the bank. If there are insufficient suitable applications for grants, the monies will be carried over to the next year.

Unrestricted funds invested in tangible fixed assets, listed investments and cash increased from £2,693,087 to £3,039,057 during the year. Restricted funds invested in cash increased from £255,664 to £617,855 during the year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable incorporated organisation ("CIO") was registered with the Charity Commissioners by Trust Deed on 30th January 2017 under the name "British Skin Foundation". The CIO has taken over the activities of the charity "The British Skin Foundation" (registered charity number 313865) on the 5th June 2020, as part of a restructuring of the charity.

New trustees may be appointed at any time either by way of replacement or addition. Appointments are made by a resolution of a meeting of the trustees provided that a memorandum declaring such appointment or discharge shall be signed as a deed either at a meeting by the person presiding or in some other manner directed by the meeting and attested by two persons present at the meeting.

Trustees are recruited either on personal recommendation or, where appropriate, through advertising. Care is taken to maintain a balance between the business and medical experience and skills contributed by the trustees. References are taken up on potential trustees and they are required to attend a briefing on the charity's activities given by the administrator, where they are provided with background information, copies of the latest audited accounts, and the latest Charity Commission guidance.

The trustees oversee the pay and remuneration of the CEO Matthew Patey which is benchmarked against industry standards and based upon performance and an annual review.

The trustees have reviewed the major risks facing the charity and taken action to manage those risks. The major risks are a fall in income due to difficulties in the corporate and financial markets and possible employee fraud. The possibility of fraud is minimised by only the trustees being signatories on the bank accounts, and robust bank account security. In addition, the Trustee Indemnity Insurance Policy includes cover against possible employee fraud.

Key management remuneration

The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the Charity was £71,711 (2022: £76,305).

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 operation.

The trustees are responsible for keeping proper accounting records that 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 Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Report of the trustees approved by order of the board of trustees on
and signed on the board's behalf by:

.....
Professor C B Bunker - Trustee

Opinion

We have audited the financial statements of British Skin Foundation (the 'charitable company') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

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 2023 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; and
- 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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, 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.

Report of the Independent Auditors to the Trustees of
British Skin Foundation

In preparing the financial statements, the trustees are responsible for assessing the charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedure for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- enquiry of staff, those charged with governance and the charity's legal advisers (where deemed necessary);
- obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- reviewing minutes of meetings of those charged with governance.
- reviewing accounts disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of business, and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Unit 7 Mulberry Place
Pinnell Road, Eltham
London
SE9 6AR

Date:

British Skin Foundation

Statement of Financial Activities
for the Year Ended 31 December 2023

		Unrestricted fund £	Restricted fund £	31.12.23 Total funds £	31.12.22 Total funds £
INCOME AND ENDOWMENTS FROM	Notes				
Donations and legacies	2	1,240,401	543,472	1,783,873	1,268,978
Other trading activities	3	54,914	-	54,914	53,499
Investment income	4	<u>17,713</u>	<u>-</u>	<u>17,713</u>	<u>6,701</u>
Total		<u>1,313,028</u>	<u>543,472</u>	<u>1,856,500</u>	<u>1,329,178</u>
EXPENDITURE ON					
Raising funds	5	15,485	-	15,485	6,993
Charitable activities	6				
Charitable Activities		871,548	181,281	1,052,829	962,612
Support Costs		<u>85,518</u>	<u>-</u>	<u>85,518</u>	<u>81,786</u>
Total		<u>972,551</u>	<u>181,281</u>	<u>1,153,832</u>	<u>1,051,391</u>
NET INCOME		340,477	362,191	702,668	277,787
Other recognised gains/(losses)					
Gains/(losses) on revaluation of fixed assets		<u>5,493</u>	<u>-</u>	<u>5,493</u>	<u>(15,031)</u>
Net movement in funds		345,970	362,191	708,161	262,756
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,693,087</u>	<u>255,664</u>	<u>2,948,751</u>	<u>2,685,995</u>
TOTAL FUNDS CARRIED FORWARD		<u>3,039,057</u>	<u>617,855</u>	<u>3,656,912</u>	<u>2,948,751</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

British Skin Foundation

Balance Sheet

31 December 2023

	Notes	Unrestricted fund £	Restricted fund £	31.12.23 Total funds £	31.12.22 Total funds £
FIXED ASSETS					
Tangible assets	14	7,994	-	7,994	8,301
Investments	15	<u>151,632</u>	<u>-</u>	<u>151,632</u>	<u>146,139</u>
		159,626	-	159,626	154,440
CURRENT ASSETS					
Debtors	16	147,177	-	147,177	451,558
Cash at bank and in hand		<u>2,916,802</u>	<u>662,431</u>	<u>3,579,233</u>	<u>2,664,282</u>
		3,063,979	662,431	3,726,410	3,115,840
CREDITORS					
Amounts falling due within one year	17	(184,548)	(44,576)	(229,124)	(321,529)
		<u>2,879,431</u>	<u>617,855</u>	<u>3,497,286</u>	<u>2,794,311</u>
NET CURRENT ASSETS					
		<u>2,879,431</u>	<u>617,855</u>	<u>3,497,286</u>	<u>2,794,311</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,039,057</u>	<u>617,855</u>	<u>3,656,912</u>	<u>2,948,751</u>
NET ASSETS		<u>3,039,057</u>	<u>617,855</u>	<u>3,656,912</u>	<u>2,948,751</u>
FUNDS	18				
Unrestricted funds				3,039,057	2,693,087
Restricted funds				<u>617,855</u>	<u>255,664</u>
TOTAL FUNDS				<u>3,656,912</u>	<u>2,948,751</u>

The financial statements were approved by the Board of Trustees and authorised for issue on and were signed on its behalf by:

.....
Professor D J Gawkrödger - Trustee

British Skin Foundation

Cash Flow Statement

for the Year Ended 31 December 2023

	Notes	31.12.23 £	31.12.22 £
Cash flows from operating activities			
Cash generated from operations	22	<u>901,680</u>	<u>298,235</u>
Net cash provided by operating activities		<u>901,680</u>	<u>298,235</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(1,412)	(1,457)
Purchase of fixed asset investments		-	(49,999)
Interest received		9,999	2,090
Dividends received		<u>4,684</u>	<u>2,085</u>
Net cash provided by/(used in) investing activities		<u>13,271</u>	<u>(47,281)</u>
Change in cash and cash equivalents in the reporting period		914,951	250,954
Cash and cash equivalents at the beginning of the reporting period		<u>2,664,282</u>	<u>2,413,328</u>
Cash and cash equivalents at the end of the reporting period		<u>3,579,233</u>	<u>2,664,282</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

British Skin Foundation is a charitable incorporated organisation registered in England. The address of the registered office is given in the report of the trustees, together with details of the charity's operations and principal activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

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

INCOME

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income and the amount can be measured reliably and it is probable that the income will be received.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

1. ACCOUNTING POLICIES - continued

TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings -	10% on cost
Computer equipment -	20% on cost

TAXATION

As a registered charity, the organisation is exempt from income and capital gains tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the charity, and is therefore included within the relevant costs in the Statement of Financial Activities.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service. The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

INVESTMENTS

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

2. DONATIONS AND LEGACIES

	31.12.23	31.12.22
	£	£
Gift aid	5,620	4,188
Legacies	55,775	98,150
Donations from individuals	16,145	16,624
Company donations	568,773	576,148
Trust donations	419,944	499
BAD Donations	256,000	341,769
Donations from other charities	-	30,000
Grant donations	260,716	-
SHA donations	200,900	201,600
	<u>1,783,873</u>	<u>1,268,978</u>

3. OTHER TRADING ACTIVITIES

	31.12.23	31.12.22
	£	£
Fundraising events	42,414	53,499
Sponsorships	<u>12,500</u>	<u>-</u>
	<u>54,914</u>	<u>53,499</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

4. INVESTMENT INCOME

	31.12.23	31.12.22
	£	£
Deposit account interest	12,729	2,505
Dividend income	<u>4,984</u>	<u>4,196</u>
	<u>17,713</u>	<u>6,701</u>

5. RAISING FUNDS

OTHER TRADING ACTIVITIES

	31.12.23	31.12.22
	£	£
Advertising	12,358	4,594
Events	3,127	1,953
Sponsorships	<u>-</u>	<u>446</u>
	<u>15,485</u>	<u>6,993</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	Totals £
Charitable Activities	399,018	653,811	-	1,052,829
Support Costs	<u>-</u>	<u>-</u>	<u>85,518</u>	<u>85,518</u>
	<u>399,018</u>	<u>653,811</u>	<u>85,518</u>	<u>1,138,347</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.12.23	31.12.22
	£	£
Staff costs	351,544	300,018
Postage and stationery	748	5,801
Travel expenses	1,596	965
Computer expenses	44,752	40,292
Staff training	<u>378</u>	<u>877</u>
	<u>399,018</u>	<u>347,953</u>

8. GRANTS PAYABLE

	31.12.23	31.12.22
	£	£
Charitable Activities	<u>653,811</u>	<u>614,659</u>

The grants paid to Institutions are detailed below:

<u>Ref</u>	<u>Institution</u>	<u>2023</u>	<u>2022</u>
7013s	Trinity College Dublin	-	9,780
MRC-06	Medical Research Council	-	3,548
016/s/16	Queen Mary University of London	26,563	8,854
MRC-07	Medical Research Council	4,762	-
002/yi/17	Queen Mary University London	22,500	7,500
007/yi/17	University of Bristol	-	(282)
016/s/17	University of Manchester	-	7,087
025/s/17	University of Dundee	3,314	-
026/s/17	University of Edinburgh	-	7,084
MRC-08	Medical Research Council	-	17,841
011/s/18	Queen Mary University London	-	19,917
	London School of Hygiene and Tropical		
	Medicine	-	13,374
024/s/18	Huddersfield University	-	21,109
032/s/18	University College London	6,614	18,763
036/s/18	University of Bath	-	21,250
037/r/18	University of Dundee	180	3,229
043/s/18	Imperial College	28,334	14,167
MRC-09	Medical Research Council	-	5,340
099/r/19	George Kravvas	8,676	71,969
002/BSFBAD/19	Newcastle University	-	9,960
004/s/19	Beatson Institute for Cancer Research	29,421	31,331
005/s/19	University of Glasgow	21,250	28,333
024/f/19	Guy's and St Thomas' NHS Foundation Trust	(30,911)	-
042/yi/19	King's College London	-	51,205
044/r/19	University of Leeds	30,375	40,500
045/r/19	University College London	-	2,918
022/BSFBAD/20	Queen Mary University	-	9,900
027/BSFBPG/20	Guys and St Thomas' NHS Foundation Trust	9,960	-
003/s/20	University of Hull	25,184	16,207
007/s/20	Newcastle University	25,972	13,576
008/r/20	Newcastle University	30,375	20,250
009/r/20	Newcastle University	37,949	17,087
016/s/20	University of Bath	28,333	14,167
017/s/20	University of Birmingham	42,500	-
037/r/20	University of Manchester	40,500	10,125
041/s/20	University of Nottingham	28,333	14,167
010/BSFSG/21	Trinity College Dublin	-	10,000
013/BSFSG/21	University of Manchester	-	10,000
014/BSFSG/21	Cardiff University	-	10,000
016/BSFSG/21	South Warwick University	-	10,000
017/BSFSG/21	St George's Hospital	9,876	-
004/BSFBPG/21	St Vincent's Foundation	-	8,188
001/r/21	University of Southampton	40,129	-
001/k/21	University of Dundee	46,065	-
MRC-10	Medical Research Council	27,083	-
001/BSFSTART/22	University College London	2,640	6,215
001/LFRSMF/22	King's College London	-	30,000
002/BSPAD/22	Oxford University	10,000	-

8. GRANTS PAYABLE - continued

004/SG/22	University of Bradford	9,993	-
011/SG/22	University of Bath	9,500	-
014/SG/22	University of Birmingham	9,945	-
016/SG/22	Anglia Ruskin University	9,984	-
018/SG/22	University of Leeds	10,000	-
023/yi/22	University of Manchester	10,041	-
028/s/22	University of Cambridge	5,386	-
034/yi/22	University of Oxford	12,988	-
011/BSFBAD/23	Newcastle University	9,997	-
002/BSFBSPAD/23	Royal Marsden NHS Foundation Trust	10,000	-
		<u>£ 653,811</u>	<u>£ 614,659</u>

9. SUPPORT COSTS

	Management	Finance	Governance	Totals
	£	£	costs	£
			£	
Support Costs	<u>68,026</u>	<u>3,404</u>	<u>14,088</u>	<u>85,518</u>

Support costs, included in the above, are as follows:

	31.12.23	31.12.22
	Support	Total
	Costs	activities
	£	£
Trustees' remuneration etc	575	170
Insurance	3,099	1,528
Exchange rate	3,109	-
Sundries	1,129	1,220
Office accommodation charges	56,000	56,000
Subscriptions	2,396	3,386
Depreciation of tangible and heritage assets	1,718	1,534
Bank charges	1,845	2,288
HMRC interest	-	5
Payroll costs	1,559	1,219
Auditors' remuneration	7,506	6,054
Auditors' remuneration for non audit work	6,582	6,618
Legal fees	-	<u>1,764</u>
	<u>85,518</u>	<u>81,786</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.12.23	31.12.22
	£	£
Auditors' remuneration	7,506	6,054
Auditors' remuneration for non audit work	6,582	6,618
Depreciation - owned assets	1,719	1,533
(Profit)/loss on fair value movement of investments	<u>(5,493)</u>	<u>15,301</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

TRUSTEES' EXPENSES

During the year ended 31 December 2023, expenses totalling £575 (2022: £170) were reimbursed to 1 Trustees (2022: 1) for travel costs.

12. STAFF COSTS

	31.12.23	31.12.22
	£	£
Wages and salaries	308,220	261,030
Social security costs	27,937	25,146
Other pension costs	<u>15,387</u>	<u>13,842</u>
	<u>351,544</u>	<u>300,018</u>

The average monthly number of employees during the year was as follows:

	31.12.23	31.12.22
Administration and management	<u>8</u>	<u>7</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	31.12.23	31.12.22
£60,001 - £70,000	1	-
£70,001 - £80,000	<u>1</u>	<u>2</u>
	<u>2</u>	<u>2</u>

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	1,202,295	66,683	1,268,978
Other trading activities	53,499	-	53,499
Investment income	<u>6,701</u>	<u>-</u>	<u>6,701</u>
Total	<u>1,262,495</u>	<u>66,683</u>	<u>1,329,178</u>
EXPENDITURE ON			
Raising funds	6,993	-	6,993
Charitable activities			
Charitable Activities	793,752	168,860	962,612
Support Costs	<u>81,786</u>	<u>-</u>	<u>81,786</u>
Total	<u>882,531</u>	<u>168,860</u>	<u>1,051,391</u>
NET INCOME/(EXPENDITURE)			
Other recognised gains/(losses)	379,964	(102,177)	277,787
Gains/(losses) on revaluation of fixed assets	<u>(15,031)</u>	<u>-</u>	<u>(15,031)</u>
Net movement in funds	364,933	(102,177)	262,756
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,328,154</u>	<u>357,841</u>	<u>2,685,995</u>
TOTAL FUNDS CARRIED FORWARD	<u>2,693,087</u>	<u>255,664</u>	<u>2,948,751</u>

14. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2023	7,109	4,113	11,222
Additions	<u>978</u>	<u>434</u>	<u>1,412</u>
At 31 December 2023	<u>8,087</u>	<u>4,547</u>	<u>12,634</u>
DEPRECIATION			
At 1 January 2023	1,276	1,645	2,921
Charge for year	<u>809</u>	<u>910</u>	<u>1,719</u>
At 31 December 2023	<u>2,085</u>	<u>2,555</u>	<u>4,640</u>
NET BOOK VALUE			
At 31 December 2023	<u>6,002</u>	<u>1,992</u>	<u>7,994</u>
At 31 December 2022	<u>5,833</u>	<u>2,468</u>	<u>8,301</u>

15. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2023	146,139
Revaluations	<u>5,493</u>
At 31 December 2023	<u>151,632</u>
NET BOOK VALUE	
At 31 December 2023	<u>151,632</u>
At 31 December 2022	<u>146,139</u>

There were no investment assets outside the UK.

The fair value of listed investments is determined by reference to the quoted price for identical assets in an active market at the balance sheet date.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.23 £	31.12.22 £
Accrued interest	1,849	484
Other donations	74,118	338,000
Accrued dividend	3,259	3,109
Accrued income	-	54,000
Accrued gift aid	5,589	-
Prepayments	44,362	37,965
Gift aid recoverable	<u>18,000</u>	<u>18,000</u>
	<u>147,177</u>	<u>451,558</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.23 £	31.12.22 £
Grant payables	120,244	119,000
Trade creditors	22,963	17,672
Other creditors	2,188	-
Credit card	352	208
Accruals	13,200	11,352
Accrued expenses	677	297
Deferred income	<u>69,500</u>	<u>173,000</u>
	<u>229,124</u>	<u>321,529</u>

18. MOVEMENT IN FUNDS

	Balance at 1st January 2023	Income	Expenditure	Transfers	Gains/(losses)	Balance at 31st December 2023
	£	£	£	£	£	£
Unrestricted	2,693,087	1,313,028	(972,551)	-	5,493	3,039,057
Restricted	<u>255,664</u>	<u>543,472</u>	<u>(181,281)</u>	<u>-</u>	<u>-</u>	<u>617,855</u>
	<u>2,948,751</u>	<u>1,856,500</u>	<u>(1,153,832)</u>	<u>-</u>	<u>5,493</u>	<u>3,656,912</u>

	Balance at 1st January 2022	Income	Expenditure	Transfer s	Gains/(losses)	Balance at 31st December 2022
	£	£	£	£	£	£
Unrestricted	2,328,154	1,262,495	(882,531)	-	(15,031)	2,693,087
Restricted	<u>357,841</u>	<u>66,682</u>	<u>(168,860)</u>	<u>-</u>	<u>-</u>	<u>255,664</u>
	<u>2,685,995</u>	<u>1,329,178</u>	<u>(1,051,391)</u>	<u>-</u>	<u>(15,031)</u>	<u>2,948,751</u>

Fund description

a) Unrestricted funds

Unrestricted funds are available to spend on activities that further any purpose of the charity.

b) Restricted funds

Donations received to be used to fund specific skin disease research projects.

19. PENSIONS AND OTHER POST RETIREMENT BENEFITS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £15,387 (2022 - £13,842).

The defined contribution liability is allocated to unrestricted funds and is a direct cost within charitable activities.

20. FINANCIAL COMMITMENTS

£2,539,209 of grant funding commitments have not been accrued in the balance sheet as performance related conditions have not been met. The charity holds sufficient cash deposits to fund these grant commitments. There is uncertainty as to when these commitments will be settled, as they depend on the progress of each medical research project.

Grant commitments as at 31st December 2023:

Ref	Total value	Outstanding
2016 MRC-06	55,000	1,100
2017 025/s/17	85,000	38,879
2018 MRC-08	58,028	1,879
024/s/18	85,000	13,363
032/s/18	85,000	3,531
037/r/18	75,197	34,899
043/s/18	85,000	7,083

20. FINANCIAL COMMITMENTS - continued

2019	MRC-09	63,435	5,340
	099/r/19	170,000	21,766
	009/BSFBPG/19	10,000	10,000
	004/s/19	85,000	208
	042/yi/19	79,902	23,617
2020	021/BSFSG/20	10,000	10,000
	003/s/20	85,000	43,609
	007/s/20	85,000	45,451
	008/r/20	81,000	30,375
	009/r/20	80,200	25,163
	011/yi/20	89,978	89,978
	016/s/20	85,000	37,700
	017/s/20	85,000	42,500
	025/s/20	85,000	85,000
	037/r/20	81,000	30,375
	041/s/20	85,000	42,500
2021	019/BSFBAD/21	10,000	10,000
	001/r/21	40,500	371
2022	MRC-10	65,000	37,917
	001/BSFSTART/22	50,000	38,458
	021/BSMD/22	9,994	9,994
	006/r/22	80,406	80,406
	008/s/22	85,000	85,000
	009/s/22	85,000	85,000
	012/r/22	39,766	39,766
	014/s/22	85,000	85,000
	021/s/22	85,000	85,000
	023/yi/22	80,325	70,284
	028/s/22	85,000	79,614
	034/yi/22	89,862	76,873
	037/r/22	80,839	80,839
2023	002/BSFSG/23	9,900	9,900
	007/BSFSG/23	9,997	9,997
	009/BSFSG/23	10,000	10,000
	010/BSFSG/23	10,000	10,000
	014/BSFSG/23	10,000	10,000
	019/BSFSG/23	9,939	9,939
	002/BSFBAD/23	10,000	10,000
	003/BSFBAD/23	9,991	9,991
	001/f/23	62,000	62,000
	002/f/23	62,000	62,000
	002/s/23	95,000	95,000
	003/r/23	80,544	80,544
	003/s/23	95,000	95,000
	004/r/23	81,000	81,000
	004/s/23	95,000	95,000
	005/s/23	95,000	95,000
	008/s/23	95,000	95,000
	009/s/23	95,000	95,000
	011/s/23	95,000	95,000
Total			<u>£ 2,539,209</u>

21. RELATED PARTIES

The British Skin Foundation Chief Executive is the sole owner and Managing Director of the Skin Health Alliance (Company Registration No. 07445820). The Skin Health Alliance donated £200,900 to the British Skin Foundation in 2023 (2022: £201,600).

Dr Tamara Griffiths was a trustee of the British Association of Dermatology ("BAD") and the British Skin Foundation during 2023. The charity received donations totalling £256,000 from British Association of Dermatology ("BAD") in 2023 (2022: £341,769).

22. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.12.23	31.12.22
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	708,161	262,756
Adjustments for:		
Depreciation charges	1,719	1,533
(Gains)/losses on investments	(5,493)	15,031
Interest received	(11,364)	(2,505)
Dividends received	(4,834)	(4,196)
Decrease/(increase) in debtors	305,896	(52,014)
(Decrease)/increase in creditors	<u>(92,405)</u>	<u>77,630</u>
Net cash provided by operations	<u>901,680</u>	<u>298,235</u>

23. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.23	Cash flow	At 31.12.23
	£	£	£
Net cash			
Cash at bank and in hand	<u>2,664,282</u>	<u>914,951</u>	<u>3,579,233</u>
	<u>2,664,282</u>	<u>914,951</u>	<u>3,579,233</u>
Total	<u>2,664,282</u>	<u>914,951</u>	<u>3,579,233</u>

BRITISH SKIN FOUNDATION

England & Wales - Charity number 1171373

Accounts

REGISTERED COMPANY NUMBER: CE008950 (England and Wales)
REGISTERED CHARITY NUMBER: 1171373

Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 December 2022
for
British Skin Foundation



Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

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for the Year Ended 31 December 2022

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British Skin Foundation

Reference and Administrative Details
for the Year Ended 31 December 2022

TRUSTEES

Mrs E Erkal-Paler	Chair Person
Professor C B Bunker	Honorary Secretary
Professor D J Gawkrödger	Honorary Treasurer
Mr H Drayton	
Professor R Sarkany	
Dr S Mayou	
Professor E Healy	
Mr R Balson	
Dr B Shergill	
Dr T Griffiths	
Mrs Y Burne	
Ms T Bleiker (resigned 31.07.22)	
Dr N Rajan (appointed 22.09.22)	

REGISTERED OFFICE

4 Fitzroy Square
London
W1T 5HQ

**REGISTERED COMPANY
NUMBER**

CE008950 (England and Wales)

**REGISTERED CHARITY
NUMBER**

1171373

AUDITORS

Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

The trustees present their report and the audited financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

OBJECTIVES AND ACTIVITIES

The Trust was set up in order to raise funds and provide funds, either directly or by way of grants, to others for the purpose of research into dermatology and the causes of skin diseases and the possibilities of prevention, alleviation, and cure.

ACHIEVEMENTS AND PERFORMANCE

2022 was the most financially successful year the British Skin Foundation (BSF) has ever had. Income was just over £1.3 million, with increases in many of the BSF's income streams. The BSF's profile continued to grow with the media and the public turning to the charity as a trusted source of skin information and comment.

It would appear the operational difficulties brought about by the Covid pandemic over the previous 2 years had subsided and the BSF's core businesses were running efficiently again. The BSF team had adapted well to hybrid working practices and overall output was unaffected. Working both from home and in the office, they had maintained a good team culture through regular zoom updates and physical catch-up meetings at least twice a week.

The BSF achieved a strong financial position during 2022, increasing in some areas whilst seeing reductions in others. This financial stability enables it to deliver a full grants programme at the start of 2023 (delayed from December 2022). General overheads remained within budget and even salary expenditure dropped to 22% of the BSF's overall revenue.

Corporate donations at £777,748 remain the charity's largest income source. In addition to their financial support many corporate donors also sought to partner with the BSF on various educational or PR initiatives helping build their and our profile in the field of skin health and disease. Companies such as Novartis chose to work with the BSF on patient educational materials which not only benefitted the public by supplying trustworthy information but also allowed further funds to be spent on quality research.

Public and events fundraising remains sluggish with a return to pre-Covid levels of support seemingly difficult to win back. This is not unique to the BSF and charities across the 3rd sector are experiencing similar difficulties. Events income was £53,499 but there are plans to build on these figures in 2023. Legacy income for the year was almost £100,000, illustrating that the BSF's awareness efforts in this area over recent years are showing results.

The BSF continues to be extremely grateful to the British Association of Dermatologists for their continued financial and voluntary support. They generously provided the BSF with £200,000 to be spent on research plus £86,000 for specific projects, whilst continuing to supply office space and dermatologist communications assistance when called upon. The Skin Health Alliance also remains a loyal supporter with a further £201,600 donation.

BSF's fundraising successes were matched by an equally generous research grants programme in 2022. An additional BAD/BSF/MRC Academic Training Fellowship worth £65,000 was awarded at the start of the year. Working with the BAD and the MRC this prestigious annual award demonstrates the great synergy between these three organisations and their ongoing commitment to dermatological research. Later in the autumn a further £60,000 worth of £10,000 small grants were awarded proving that this tranche of funding remains popular with researchers. The 2022 BSF Large Grants awards have been delayed from December to January 2023. Based on the reserves available it is anticipated that £1 million will be awarded meaning that 2022's total grant spend will be £1.125 million, setting a BSF record.

BSF's messages continued to be amplified throughout 2022. BSF Communications has become the first point of contact for media seeking opinion and comment on all skin issues. This service growth is due to the BSF being seen as a trustworthy and expert source of information. Projects such as 'The 7 Ages of Skin', a televisual collaboration with ITN Productions, boosted our messages bringing us to the attention of new audiences. Many corporate supporters also see the BSF's impartiality as an asset when communicating to the public or their consumers. The BSF partnered several brands on a variety of patient and consumer facing educational projects across many platforms.

By implementing the BSF's 2023 business plan, one that seeks to amplify our efforts in our core charitable activity of grant giving that necessarily requires fundraising and communications, we hope to make the BSF's voice even louder in what is becoming a very crowded space. The more people hear our name, and associate it with trustworthy advice and information, the more we anticipate they will choose to support our charitable aims and objectives. This in turn will allow us to support even more skin disease research in the future.

FINANCIAL REVIEW

The charity's principal sources of funding are donations and legacies. The assets of the charity are mainly held in no-risk investment accounts at four unrelated British financial institutions. The assets are held in cash because the charity needs ready access to funds to meet grant commitments. The charity have also invested an additional £50,000 (2021: £50,000) in a listed investment fund and are monitoring its performance.

RESERVES POLICY

The British Skin Foundation will maintain sufficient reserves to ensure financial stability. Each year monies which are not already committed to reserves or grants, or required for running the organisation, will be made available for new awards. As there is always a delay between the granting of awards and the call for funds, a substantial positive balance will remain in the bank. If there are insufficient suitable applications for grants, the monies will be carried over to the next year.

Unrestricted funds invested in tangible fixed assets, listed investments and cash increased from £2,329,354 to £2,503,982 during the year. Restricted funds invested in cash increased from £203,522 to £314,740 during the year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable incorporated organisation ("CIO") was registered with the Charity Commissioners by Trust Deed on 30th January 2017 under the name "British Skin Foundation". The CIO has taken over the activities of the charity "The British Skin Foundation" (registered charity number 313865) on the 5th June 2020, as part of a restructuring of the charity.

New trustees may be appointed at any time either by way of replacement or addition. Appointments are made by a resolution of a meeting of the trustees provided that a memorandum declaring such appointment or discharge shall be signed as a deed either at a meeting by the person presiding or in some other manner directed by the meeting and attested by two persons present at the meeting.

Trustees are recruited either on personal recommendation or, where appropriate, through advertising. Care is taken to maintain a balance between the business and medical experience and skills contributed by the trustees. References are taken up on potential trustees and they are required to attend a briefing on the charity's activities given by the administrator, where they are provided with background information, copies of the latest audited accounts, and the latest Charity Commission guidance.

The trustees oversee the pay and remuneration of the CEO Matthew Patey which is benchmarked against industry standards and based upon performance and an annual review.

The trustees have reviewed the major risks facing the charity and taken action to manage those risks. The major risks are a fall in income due to difficulties in the corporate and financial markets and possible employee fraud. The possibility of fraud is minimised by only the trustees being signatories on the bank accounts, and robust bank account security. In addition, the Trustee Indemnity Insurance Policy includes cover against possible employee fraud.

Key management remuneration

The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the Charity was £76,305 (2021: £67,506).

FUNDRAISING STANDARD INFORMATION

As a registered charity funding skin disease and skin cancer research, British Skin Foundation actively fundraises by canvassing support from the public, industry, and philanthropic trusts. Its fundraising activities are undertaken by employed staff without the use of external third party fundraisers. These staff work within the guidelines set out by the Charity Commission and within the parameters of the charity's own fundraising policy. During this accounting period, the charity has received no complaints pertaining to its fundraising practices or its staff. The charity does not cold call or place pressure on donors to give and it does use third parties or professional fundraising companies to attract support.

PUBLIC BENEFIT

The trustees have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 operation.

The trustees are responsible for keeping proper accounting records that 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 Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Report of the trustees, approved by order of the board of trustees on 29 October 2023
and signed on the board's behalf by:

Professor C B Bunker
Trustee

Report of the Independent Auditors to the Trustees of
British Skin Foundation

Opinion

We have audited the financial statements of British Skin Foundation (the 'charity') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 Financial Reporting Standard 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 2022, 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees' 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 we do not express any form of assurance conclusion thereon.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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.

Report of the Independent Auditors to the Trustees of
British Skin Foundation

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.

Auditor responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedure for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- enquiry of staff, those charged with governance and the charity's legal advisers (where deemed necessary);
- obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- reviewing minutes of meetings of those charged with governance.
- reviewing accounts disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of business, and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Nichols & Co (Accountancy) Limited
Chartered Accountants and Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Unit 7 Mulberry Place
Pinnell Road, Eltham
London SE9 6AR

Date: 29 October 2023

British Skin Foundation

Statement of Financial Activities
for the Year Ended 31 December 2022

		Unrestricted fund £	Restricted fund £	31.12.22 Total funds £	31.12.21 Total funds £
INCOME AND ENDOWMENTS FROM	Notes				
Donations and legacies	2	1,202,295	66,683	1,268,978	968,275
Other trading activities	3	53,499	-	53,499	80,840
Investment income	4	<u>6,701</u>	<u>-</u>	<u>6,701</u>	<u>3,803</u>
Total		<u>1,262,495</u>	<u>66,683</u>	<u>1,329,178</u>	<u>1,052,918</u>
EXPENDITURE ON					
Raising funds	5	6,993	-	6,993	23,764
Charitable activities	6				
Charitable Activities		793,752	168,860	962,612	1,071,343
Support Costs		<u>81,786</u>	<u>-</u>	<u>81,786</u>	<u>80,542</u>
Total		<u>882,531</u>	<u>168,860</u>	<u>1,051,391</u>	<u>1,175,649</u>
Net gains/(losses) on investments		<u>(15,031)</u>	<u>-</u>	<u>(15,031)</u>	<u>8,666</u>
NET INCOME/(EXPENDITURE)		364,933	(102,177)	262,756	(114,065)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,328,154</u>	<u>357,841</u>	<u>2,685,995</u>	<u>2,800,060</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,693,087</u></u>	<u><u>255,664</u></u>	<u><u>2,948,751</u></u>	<u><u>2,685,995</u></u>

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements.

British Skin Foundation

Balance Sheet

31 December 2022

	Notes	Unrestricted fund £	Restricted fund £	31.12.22 Total funds £	31.12.21 Total funds £
FIXED ASSETS					
Tangible assets	14	8,301	-	8,301	8,377
Investments	15	<u>146,139</u>	<u>-</u>	<u>146,139</u>	<u>111,171</u>
		154,440	-	154,440	119,548
CURRENT ASSETS					
Debtors	16	451,558	-	451,558	397,018
Cash at bank and in hand		<u>2,349,542</u>	<u>314,740</u>	<u>2,664,282</u>	<u>2,413,328</u>
		2,801,100	314,740	3,115,840	2,810,346
CREDITORS					
Amounts falling due within one year	17	(262,453)	(59,076)	(321,529)	(243,899)
		<u>2,538,647</u>	<u>255,664</u>	<u>2,794,311</u>	<u>2,566,447</u>
NET CURRENT ASSETS					
		<u>2,538,647</u>	<u>255,664</u>	<u>2,794,311</u>	<u>2,566,447</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,693,087</u>	<u>255,664</u>	<u>2,948,751</u>	<u>2,685,995</u>
NET ASSETS		<u>2,693,087</u>	<u>255,664</u>	<u>2,948,751</u>	<u>2,685,995</u>
FUNDS	18				
Unrestricted funds				2,693,087	2,328,154
Restricted funds				<u>255,664</u>	<u>357,841</u>
TOTAL FUNDS				<u>2,948,751</u>	<u>2,685,995</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 October 2023 and were signed on its behalf by:

Professor D J Gawkrödger
Trustee

The notes form part of these financial statements.

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

British Skin Foundation is a charitable incorporated organisation registered in England. The address of the registered office is given in the report of the trustees, together with details of the charity's operations and principal activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

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

INCOME

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

1. ACCOUNTING POLICIES - continued

TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings	10% on cost
Computer equipment -	20% on cost

TAXATION

As a registered charity, the organisation is exempt from income and capital gains tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the charity and is therefore included within the relevant costs in the Statement of Financial Activities.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service. The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

INVESTMENTS

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

2. DONATIONS AND LEGACIES

	31.12.22	31.12.21
	£	£
Gift aid	4,188	2,127
Legacies	98,150	10,970
Donations from individuals	16,624	18,123
Company donations	777,748	415,683
Trust donations	499	70,717
BAD Donations	341,769	142,269
Donations from other charities	<u>30,000</u>	<u>308,386</u>
	<u>1,268,978</u>	<u>968,275</u>

3. OTHER TRADING ACTIVITIES

	31.12.22	31.12.21
	£	£
Fundraising events	<u>53,499</u>	<u>80,840</u>

4. INVESTMENT INCOME

	31.12.22	31.12.21
	£	£
Deposit account interest	2,505	841
Dividend income	<u>4,196</u>	<u>2,962</u>
	<u>6,701</u>	<u>3,803</u>

5. RAISING FUNDS

OTHER TRADING ACTIVITIES

	31.12.22	31.12.21
	£	£
Bad debts	-	5,000
Advertising	4,594	12,234
Events	1,953	5,968
Sponsorships	<u>446</u>	<u>562</u>
	<u>6,993</u>	<u>23,764</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	Totals £
Charitable Activities	347,953	614,659	-	962,612
Support Costs	<u>-</u>	<u>-</u>	<u>81,786</u>	<u>81,786</u>
	<u>347,953</u>	<u>614,659</u>	<u>81,786</u>	<u>1,044,398</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.12.22	31.12.21
	£	£
Staff costs	300,018	276,527
Postage and stationery	5,801	6,088
Travel expenses	965	-
Computer expenses	40,292	27,122
Staff training	<u>877</u>	<u>400</u>
	<u>347,953</u>	<u>310,137</u>

8. GRANTS PAYABLE

	31.12.22	31.12.21
	£	£
Charitable Activities	<u>614,659</u>	<u>761,206</u>

The grants paid to Institutions are detailed below:

<u>Ref</u>	<u>Institution</u>	<u>2022</u>	<u>2021</u>
7013s	Trinity College Dublin	9,780	27,000
MRC-06	Medical Research Council	3,548	-
8016s	University of Nottingham	-	13,863
016/s/16	Queen Mary University of London	8,854	-
025/s/16	University of Ulster	-	2,132
001/e/17	King's College	-	45,902
002/yi/17	Queen Mary University London	7,500	30,000
007/yi/17	University of Bristol	(282)	19,122
016/s/17	University of Manchester	7,087	28,332
025/s/17	University of Dundee	-	308
026/s/17	University of Edinburgh	7,084	28,333
035/s/17	University of Surrey	-	28,333
MRC-08	Medical Research Council	17,841	19,231
005/r/18	Imperial College	-	40,411
011/s/18	Queen Mary University London	19,917	33,195
	London School of Hygiene and Tropical		
	Medicine	13,374	23,255
024/s/18	Huddersfield University	21,109	28,120
030/s/18	University College London	18,763	23,171
032/s/18	University of Bath	21,250	28,333
036/s/18	University of Dundee	3,229	20,766
037/r/18	Imperial College	14,167	14,167
043/s/18	Medical Research Council	5,340	31,781
MRC-09	George Kravvas	71,969	34,060
099/r/19	Northern Care Alliance NHS Foundation Trust		
003/BSFBAD/19		-	8,380
002/BSFBAD/19	Newcastle University	9,960	-
004/s/19	Beatson Institute for Cancer Research	31,331	18,331
005/s/19	University of Glasgow	28,333	28,333
023/f/19	University of Southampton	-	46,500
024/f/19	Guy's and St Thomas' NHS Foundation Trust	-	31,000
042/yi/19	King's College London	51,205	6,178
044/r/19	University of Leeds	40,500	10,125
045/r/19	University College London	2,918	52,586
014/BSFBAD/20	University Hospitals Birmingham Charity	-	9,967
022/BSFBAD/20	Queen Mary University	9,900	-
005/BSFSG/20	Imperial College	-	10,000
019/BSFSG/20	University of Manchester	-	9,991
025/BSFSG/20	University of Cambridge	-	10,000
003/s/20	University of Hull	16,207	-
007/s/20	Newcastle University	13,576	-
008/r/20	Newcastle University	20,250	-
009/r/20	Newcastle University	17,087	-
016/s/20	University of Bath	14,167	-
037/r/20	University of Manchester	10,125	-
041/s/20	University of Nottingham	14,167	-
010/BSFSG/21	Trinity College Dublin	10,000	-
013/BSFSG/21	University of Manchester	10,000	-

8. GRANTS PAYABLE - continued

<u>Ref</u>	<u>Institution</u>	<u>2022</u>	<u>2021</u>
014/BSFSG/21	Cardiff University	10,000	-
016/BSFSG/21	South Warwick University	10,000	-
004/BSFBPG/21	St Vincent's Foundation	8,188	-
001/BSFSTART/22	University College London	6,215	-
001/LFRSMF/22	King's College London	<u>30,000</u>	-
		<u>£ 614,659</u>	<u>£ 761,206</u>

9. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Support Costs	<u>63,838</u>	<u>3,512</u>	<u>14,436</u>	<u>81,786</u>

Support costs, included in the above, are as follows:

	31.12.22	31.12.21
	Support Costs	Total activities
	£	£
Trustees' remuneration etc	170	-
Insurance	1,528	2,882
Sundries	1,220	481
Office accommodation charges	56,000	56,000
Subscriptions	3,386	6,652
Depreciation of tangible fixed assets	1,534	1,678
Loss on sale of tangible fixed assets	-	334
Bank charges	2,288	1,792
HMRC interest	5	-
Payroll costs	1,219	1,020
Auditors' remuneration	6,054	5,690
Auditors' remuneration for non-audit work	6,618	4,013
Legal fees	<u>1,764</u>	-
	<u>81,786</u>	<u>80,542</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.12.22	31.12.21
	£	£
Auditors' remuneration	6,054	5,690
Auditors' remuneration for non-audit work	6,618	4,013
Depreciation - owned assets	1,533	1,678
Deficit on disposal of fixed assets	-	334
(Profit)/loss on fair value movement of investments	<u>15,301</u>	<u>(8,666)</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

TRUSTEES' EXPENSES

During the year ended 31 December 2022, expenses totalling £170 (2021: £nil) were reimbursed to 1 Trustees (2021: nil) for travel costs.

12. STAFF COSTS

	31.12.22	31.12.21
	£	£
Wages and salaries	261,030	242,663
Social security costs	25,146	22,177
Other pension costs	<u>13,842</u>	<u>11,687</u>
	<u>300,018</u>	<u>276,527</u>

The average monthly number of employees during the year was as follows:

	31.12.22	31.12.21
Administration and management	<u>7</u>	<u>6</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	31.12.22	31.12.21
£60,001 - £70,000	-	2
£70,001 - £80,000	<u>2</u>	<u>-</u>
	<u>2</u>	<u>2</u>

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	712,845	255,430	968,275
Other trading activities	80,840	-	80,840
Investment income	<u>3,803</u>	<u>-</u>	<u>3,803</u>
Total	<u>797,488</u>	<u>255,430</u>	<u>1,052,918</u>
EXPENDITURE ON			
Raising funds	23,764	-	23,764
Charitable activities			
Charitable Activities	1,037,283	34,060	1,071,343
Support Costs	<u>80,542</u>	<u>-</u>	<u>80,542</u>
Total	<u>1,141,589</u>	<u>34,060</u>	<u>1,175,649</u>
Net gains on investments	8,666	-	8,666

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted fund £	Restricted fund £	Total funds £
NET INCOME/(EXPENDITURE)	(335,435)	221,370	(114,065)
Transfers between funds	<u>(134,786)</u>	<u>134,786</u>	<u>-</u>
Net movement in funds	(470,221)	356,156	(114,065)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,798,375</u>	<u>1,685</u>	<u>2,800,060</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>2,328,154</u></u>	<u><u>357,841</u></u>	<u><u>2,685,995</u></u>
14. TANGIBLE FIXED ASSETS	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2022	5,652	4,113	9,765
Additions	<u>1,457</u>	<u>-</u>	<u>1,457</u>
At 31 December 2022	<u>7,109</u>	<u>4,113</u>	<u>11,222</u>
DEPRECIATION			
At 1 January 2022	565	823	1,388
Charge for year	<u>711</u>	<u>822</u>	<u>1,533</u>
At 31 December 2022	<u>1,276</u>	<u>1,645</u>	<u>2,921</u>
NET BOOK VALUE			
At 31 December 2022	<u>5,833</u>	<u>2,468</u>	<u>8,301</u>
At 31 December 2021	<u>5,087</u>	<u>3,290</u>	<u>8,377</u>
15. FIXED ASSET INVESTMENTS			Listed investments £
MARKET VALUE			
At 1 January 2022			111,171
Additions			49,999
Revaluations			<u>(15,031)</u>
At 31 December 2022			<u>146,139</u>
NET BOOK VALUE			
At 31 December 2022			<u>146,139</u>
At 31 December 2021			<u>111,171</u>

15. FIXED ASSET INVESTMENTS - continued

There were no investment assets outside the UK.

The fair value of listed investments is determined by reference to the quoted price for identical assets in an active market at the balance sheet date.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Accrued interest	484	69
Other donations	338,000	123,769
Other debtors	-	10,000
Accrued dividend	3,109	998
Gift aid recoverable	18,000	19,000
Accrued income	54,000	209,404
Prepayments	<u>37,965</u>	<u>33,778</u>
	<u>451,558</u>	<u>397,018</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Grant payables	119,000	167,608
Trade creditors	17,672	26,549
Other creditors	-	1,657
Credit card	208	569
Accruals and deferred income	11,352	9,240
Accrued expenses	297	276
Deferred income	<u>173,000</u>	<u>38,000</u>
	<u>321,529</u>	<u>243,899</u>

18. MOVEMENT IN FUNDS

	Balance at 1 st January 2022	Income	Expenditure	Transfers	Gains/(losses)	Balance at 31 st December 2022
	£	£	£	£	£	£
Unrestricted	2,328,154	1,262,495	(882,531)	-	(15,031)	2,693,087
Restricted	<u>357,841</u>	<u>66,683</u>	<u>(168,860)</u>	<u>-</u>	<u>-</u>	<u>255,664</u>
	<u>2,685,995</u>	<u>1,329,178</u>	<u>(1,051,391)</u>	<u>-</u>	<u>(15,031)</u>	<u>2,948,751</u>

	Balance at 1 st January 2021	Income	Expenditure	Transfers	Gains/(losses)	Balance at 31 st December 2021
	£	£	£	£	£	£
Unrestricted	2,798,375	797,488	(1,141,589)	(134,786)	8,666	2,328,154
Restricted	<u>1,685</u>	<u>255,430</u>	<u>(34,060)</u>	<u>134,786</u>	<u>-</u>	<u>357,841</u>
	<u>2,800,060</u>	<u>1,052,918</u>	<u>(1,175,649)</u>	<u>-</u>	<u>8,666</u>	<u>2,685,995</u>

18. MOVEMENT IN FUNDS - continued

Fund description

- a) Unrestricted funds
Unrestricted funds are available to spend on activities that further any purpose of the charity.
- b) Restricted funds
Donations received to be used to fund specific skin disease research projects.

19. PENSIONS AND OTHER POST RETIREMENT BENEFITS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £13,842 (2021 - £11,687).

The defined contribution liability is allocated to unrestricted funds and is a direct cost within charitable activities.

20. FINANCIAL COMMITMENTS

£2,124,749 of grant funding commitments have not been accrued in the balance sheet as performance related conditions have not been met. The charity holds sufficient cash deposits to fund these grant commitments. There is uncertainty as to when these commitments will be settled, as they depend on the progress of each medical research project.

Grant commitments as at 31st December 2022:

	<u>Ref</u>	<u>Total value</u>	<u>Outstanding</u>
		<u>£</u>	<u>£</u>
2016	MRC-06	55,000	1,100
	016/s/16	85,000	26,563
	025/s/16	85,000	7,452
2017	MRC-07	58,422	4,592
	002/yi/17	90,000	22,500
	025/s/17	85,000	42,193
2018	MRC-08	58,028	1,879
	024/s/18	85,000	13,363
	032/s/18	85,000	10,144
	037/r/18	75,197	35,079
	043/s/18	85,000	35,417
2019	MRC-09	63,435	5,340
	099/r/19	170,000	30,441
	009/BSFBPG/19	10,000	10,000
	004/s/19	85,000	29,629
	005/s/19	85,000	21,250
	042/yi/19	79,902	23,617
	044/r/19	81,000	30,375
2020	021/BSFSG/20	10,000	10,000
	027/BSFBPG/20	9,960	9,960
	003/s/20	85,000	68,793
	007/s/20	85,000	71,424
	008/r/20	81,000	60,750
	009/r/20	80,200	63,113

20. FINANCIAL COMMITMENTS - continued

	<u>Ref</u>	<u>Total value</u>	<u>Outstanding</u>
		<u>£</u>	<u>£</u>
2020	011/yi/20	89,978	89,978
	016/s/20	85,000	66,033
	017/s/20	85,000	85,000
	025/s/20	85,000	85,000
	037/r/20	81,000	70,875
	041/s/20	85,000	70,833
2021	017/BSFSG/21	9,876	9,876
	019/BSFBAD/21	10,000	10,000
	001/r/21	40,500	30,468
2022	MRC10	65,000	65,000
	001/BSFSTART/22	50,000	41,098
	021/BSMD/22	9,994	9,994
	002/BSPAD/22	10,000	10,000
	004/SG/22	9,993	9,993
	011/SG/22	9,500	9,500
	014/SG/22	9,945	9,945
	016/SG/22	9,984	9,984
	018/SG/22	10,000	10,000
	006/r/22	80,406	80,406
	008/s/22	85,000	85,000
	009/s/22	85,000	85,000
	012/r/22	39,766	39,766
	014/s/22	85,000	85,000
	021/s/22	85,000	85,000
	023/yi/22	80,325	80,325
	028/s/22	85,000	85,000
	034/yi/22	89,862	89,862
	037/r/22	80,839	80,839
Total			<u>£ 2,124,749</u>

21. RELATED PARTIES

British Skin Foundation Chief Executive is the sole owner and Managing Director of the Skin Health Alliance (Company Registration No. 07445820). The Skin Health Alliance donated £201,600 to the British Skin Foundation in 2022 (2021: £183,600).

Tanya Bleiker resigned as a trustee of British Skin Foundation during the year and is President of the British Association of Dermatology ("BAD"). British Skin Foundation received donations totalling £341,769 from British Association of Dermatology ("BAD") in 2022 (2021: £142,269).

22. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.12.22	31.12.21
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	262,756	(114,065)
Adjustments for:		
Depreciation charges	1,533	1,678
Losses/(gain) on investments	15,031	(8,666)
Loss on disposal of fixed assets	-	334
Interest received	(2,505)	(841)
Dividends received	(4,196)	(2,962)
Increase in debtors	(52,014)	(14,445)
Increase in creditors	<u>77,630</u>	<u>64,406</u>
Net cash provided by/(used in) operations	<u><u>298,235</u></u>	<u><u>(74,561)</u></u>

23. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/22	Cash flow	At 31/12/22
	£	£	£
Net cash			
Cash at bank and in hand	<u>2,413,328</u>	<u>250,954</u>	<u>2,664,282</u>
	<u>2,413,328</u>	<u>250,954</u>	<u>2,664,282</u>
Total	<u><u>2,413,328</u></u>	<u><u>250,954</u></u>	<u><u>2,664,282</u></u>

BRITISH SKIN FOUNDATION

England & Wales - Charity number 1171373

Accounts

REGISTERED COMPANY NUMBER: CE008950 (England and Wales)
REGISTERED CHARITY NUMBER: 1171373

Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 December 2021
for
British Skin Foundation



Nichols & Co (Accountancy) Limited
Chartered Accountants
and Statutory Auditors
Unit 7
Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

British Skin Foundation

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for the Year Ended 31 December 2021

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British Skin Foundation

Report of the Trustees for the Year Ended 31 December 2021

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The Trust was set up in order to raise funds and provide funds, either directly or by way of grants, to others for the purpose of research into dermatology and the causes of skin diseases and the possibilities of prevention, alleviation, and cure.

FUNDRAISING STANDARD INFORMATION

As a registered charity funding skin disease and skin cancer research, British Skin Foundation actively fundraises by canvassing support from the public, industry, and philanthropic trusts. Its fundraising activities are undertaken by employed staff without the use of external third-party fundraisers. These staff work within the guidelines set out by the Charity Commission and within the parameters of the charity's own fundraising policy. During this accounting period, the charity has received no complaints pertaining to its fundraising practices or its staff. The charity does not cold call or place pressure on donors to give and it does use third parties or professional fundraising companies to attract support.

PUBLIC BENEFIT

The trustees have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

STRATEGIC REPORT

ACHIEVEMENTS, PERFORMANCE, AND FUTURE PLANS

2021 proved a positive year for the British Skin Foundation (BSF). Following the uncertainty of the previous year which was spent mostly in lockdown and saw many charities disappear due to the difficult financial climate, the BSF performed well. Not only was income back to pre-Covid norms but we were able to reinstate our suspended skin disease research grants programme.

Fundraising was dominated by our corporate donors who continue to support BSF's work through their generous support. BSF is recognised by their consumers as a respected and trustworthy source of information about skin health and disease. Event fundraising began to recover as lockdown restrictions were lifted with more donors returning as many big national and smaller bespoke events were reinstated. Philanthropic giving picked up too and the BSF team worked hard to secure large scale joint funding from the pharmaceutical industry in the shape of a generous donation from Pfizer. A further large donation was gratefully received from the British Association of Dermatologists. The Association has long been a loyal supporter of the BSF going back to its inception and the synergy between both organisations has resulted in an invaluable boost to British dermatological research.

In 2020, due to the uncertainty surrounding Covid and the BSF's policy of only awarding grants when monies are available, it was decided to postpone the Large Grants programme and freeze the BSF's contribution to the MRC/BAD/BSF Clinical Research Training Fellowship. Fortunately, in 2021 the BSF was in a strong financial position again and reinstated its Large Grants programme. We awarded £920,000 in our Large Grants programme meaning an impressive £1,070,000 in total being distributed to skin disease and skin cancer research during the year. The BSF is incredibly grateful to its Grants Advisory Committee, expertly chaired by Professor Patrick Maxwell, who generously donate their time and expertise to ensuring our grants programme is delivered fairly and efficiently. It was also agreed by Trustees that the MRC/BAD/BSF Clinical Research Training Fellowship would be made available again from January 2022.

Communication remains key to the BSF's success and in 2021 our messages reached far and wide. Supporters, donors, and the public heard the BSF continue to be a leading voice on skin disease and skin cancer related subjects. There was matching growth in media coverage into a wide variety of skin topics. The need for online answers remains high and BSF's website remains the main 'go to' for people looking for skin information, attracting more than 100,000 visits per month. Our social media platforms such as Twitter and Facebook are also a popular for engaging with supporters. Our website and e-newsletter articles therefore continue to provide the most effective and efficient way of communicating fundraising and grant giving news to our donors and supporters.

British Skin Foundation

Report of the Trustees for the Year Ended 31 December 2021

It is hoped 2022 will see the BSF continue to build on the successes of 2021 and grow in each key business area. Although an element of uncertainty remains with the echo of Covid, it is hoped a fresh business plan and our dedicated fundraising, media and grant giving team the British Skin Foundation is in good shape to meet the challenge of the next 12 months.

FINANCIAL REVIEW

The charity's principal sources of funding are donations and legacies. The assets of the charity are mainly held in no-risk investment accounts at four unrelated British financial institutions. The assets are held in cash because the charity needs ready access to funds to meet grant commitments. The charity has also invested an additional £50,000 (2020: £50,000) in a listed investment fund and are monitoring its performance.

British Skin Foundation will maintain sufficient reserves to ensure financial stability. Each year monies which are not already committed to reserves or grants, or required for running the organisation, will be made available for new awards. As there is always a delay between the granting of awards and the call for funds, a substantial positive balance will remain in the bank. If there are insufficient suitable applications for grants, the monies will be carried over to the next year.

Unrestricted funds invested in tangible fixed assets, listed investments and cash decreased from £2,798,375 to £2,328,154 during the year. Restricted funds invested in cash and debtors increased from £1,685 to £357,841. During the year, several grants were reclassified as restricted, resulting in a transfer of £134,786 from the unrestricted fund to the restricted fund.

RESERVES POLICY

The British Skin Foundation will maintain sufficient reserves to ensure financial stability. Each year monies which are not already committed to reserves or grants, or required for running the organisation, will be made available for new awards. As there is always a delay between the granting of awards and the call for funds, a substantial positive balance will remain in the bank. If there are insufficient suitable applications for grants, the monies will be carried over to the next year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charitable incorporated organisation ("CIO") was registered with the Charity Commissioners by Trust Deed on 30th January 2017 under the name "British Skin Foundation". The CIO has taken over the activities of the charity "The British Skin Foundation" (registered charity number 313865) on the 5th June 2020, as part of a restructuring of the charity.

New trustees may be appointed at any time either by way of replacement or addition. Appointments are made by a resolution of a meeting of the trustees provided that a memorandum declaring such appointment or discharge shall be signed as a deed either at a meeting by the person presiding or in some other manner directed by the meeting and attested by two persons present at the meeting.

Trustees are recruited either on personal recommendation or, where appropriate, through advertising. Care is taken to maintain a balance between the business and medical experience and skills contributed by the trustees. References are taken up on potential trustees and they are required to attend a briefing on the charity's activities given by the administrator, where they are provided with background information, copies of the latest audited accounts, and the latest Charity Commission guidance.

The trustees oversee the pay and remuneration of the CEO Matthew Patey which is benchmarked against industry standards and based upon performance and an annual review.

The trustees have reviewed the major risks facing the charity and taken action to manage those risks. The major risks are a fall in income due to difficulties in the corporate and financial markets and possible employee fraud. The possibility of fraud is minimised by only the trustees being signatories on the bank accounts, and robust bank account security. In addition, the Trustee Indemnity Insurance Policy includes cover against possible employee fraud.

KEY MANAGEMENT REMUNERATION

The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the Charity was £67,506 (2020: £96,181).

British Skin Foundation

Report of the Trustees
for the Year Ended 31 December 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

CE008950 (England and Wales)

Registered Charity number

1171373

Registered office

4 Fitzroy Square
London
W1T 5HQ

Trustees

Mrs E Erkal-Paler	Chairperson
Professor C B Bunker	Honorary Secretary
Professor D Gawkrödger	Honorary Treasurer
Mr H Drayton	
Professor R Sarkany	
Dr S Mayou	
Professor E Healy	
Mr R Balson	
Dr B Shergill	
Dr T Griffiths	
Mrs Y Burne	
Ms T Bleiker	

Auditors

Nichols & Co (Accountancy) Limited
Chartered Accountants and Statutory Auditors
Unit 7 Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

Chief Executive Officer

Matthew Patey

Bankers

Coutts & Co
440 Strand
London
WC2R 0QS

British Skin Foundation

Report of the Trustees
for the Year Ended 31 December 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

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

- select suitable accounting policies and then apply them consistently.
- observe the methods and principles in the Charities SORP 2019 (FRS 102).
- make judgements and estimates that are reasonable and prudent.
- state whether applicable 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 operation.

The trustees are responsible for keeping proper accounting records that 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 Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Report of the trustees approved by order of the board of trustees on 28 October 2022
and signed on the board's behalf by:

Professor C B Bunker
Trustee

Report of the Independent Auditors to the Trustees of
British Skin Foundation

Opinion

We have audited the financial statements of British Skin Foundation (the 'charity') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement, and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102. The Financial Reporting Standard applicable in the United Kingdom 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 2021 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Auditors' 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the report of the trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the report of the trustees. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees 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.

Report of the Independent Auditors to the Trustees of
British Skin Foundation

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.

Our responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below,

- enquiry of staff, those charged with governance and the Scheme's legal advisers (where deemed necessary);
- obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- reviewing minutes of meetings of those charged with governance.
- reviewing accounts disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of business, and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Nichols & Co (Accountancy) Limited
Chartered Accountants and Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Unit 7 Mulberry Place
Pinnell Road
Eltham, London
SE9 6AR

Date: 28 October 2022

British Skin Foundation

Statement of Financial Activities
for the Year Ended 31 December 2021

	Notes	Unrestricted fund £	Restricted fund £	31.12.21 Total funds £	31.12.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	712,845	255,430	968,275	1,159,059
Other trading activities	3	80,840	-	80,840	64,655
Investment income	4	<u>3,803</u>	<u>-</u>	<u>3,803</u>	<u>5,305</u>
Total		797,488	255,430	1,052,918	1,229,019
EXPENDITURE ON					
Raising funds	5	23,764	-	23,764	40,262
Charitable activities					
Charitable Activities	6	1,037,283	34,060	1,071,343	1,080,448
Support Costs		<u>80,542</u>	<u>-</u>	<u>80,542</u>	<u>74,497</u>
Total		1,141,589	34,060	1,175,649	1,195,207
Net gains/(losses) on investments revaluation		<u>8,666</u>	<u>-</u>	<u>8,666</u>	<u>2,505</u>
NET INCOME/(EXPENDITURE)		(335,435)	221,370	(114,065)	36,317
Transfers between funds		<u>(134,786)</u>	<u>134,786</u>	<u>-</u>	<u>-</u>
NET MOVEMENT ON CHARITY FUNDS		(470,221)	356,156	(114,065)	36,317
RECONCILIATION OF FUNDS					
Total funds brought forward		2,798,375	1,685	2,800,060	2,763,743
TOTAL FUNDS CARRIED FORWARD		<u>2,328,154</u>	<u>357,841</u>	<u>2,685,995</u>	<u>2,800,060</u>

All income and expenditure have arisen from continuing activities.

The notes form part of these financial statements

British Skin Foundation

Balance Sheet
31 December 2021

	Notes	Unrestricted fund £	Restricted fund £	31.12.21 Total funds £	31.12.20 Total funds £
FIXED ASSETS					
Tangible assets	14	8,377	-	8,377	624
Investments	15	<u>111,171</u>	<u>-</u>	<u>111,171</u>	<u>52,505</u>
		119,548	-	119,548	53,129
CURRENT ASSETS					
Debtors	16	229,402	167,616	397,018	383,506
Cash at bank and in hand		<u>2,209,806</u>	<u>203,522</u>	<u>2,413,328</u>	<u>2,542,918</u>
		2,439,208	371,138	2,810,346	2,926,424
CREDITORS					
Amounts falling due within one year	17	<u>(230,602)</u>	<u>(13,297)</u>	<u>(243,899)</u>	<u>(179,493)</u>
NET CURRENT ASSETS		<u>2,208,606</u>	<u>357,841</u>	<u>2,566,447</u>	<u>2,746,931</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,328,154</u>	<u>357,841</u>	<u>2,685,995</u>	<u>2,800,060</u>
NET ASSETS		<u>2,328,154</u>	<u>357,841</u>	<u>2,685,995</u>	<u>2,800,060</u>
CHARITY FUNDS	18				
Unrestricted funds				2,328,154	2,798,375
Restricted funds				<u>357,841</u>	<u>1,685</u>
TOTAL CHARITY FUNDS				<u>2,685,995</u>	<u>2,800,060</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 28 October 2022 and were signed on its behalf by:

Professor D Gawkrödger
Trustee

The notes form part of these financial statements

British Skin Foundation

Cash Flow Statement
for the Year Ended 31 December 2021

	Notes	31.12.21 £	31.12.20 £
Cash flows from operating activities			
Cash generated from operations	1	(74,561)	121,391
Tax paid		<u>2,000</u>	<u>2,000</u>
Net cash (used in)/provided by operating activities		<u>(72,561)</u>	<u>123,391</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(9,765)	-
Purchase of fixed asset investments		(50,000)	-
Interest received		772	4,217
Dividends received		<u>1,964</u>	<u>1,088</u>
Net cash (used in)/provided by investing activities		<u>(57,029)</u>	<u>5,305</u>
Change in cash and cash equivalents in the reporting period			
		(129,590)	128,696
Cash and cash equivalents at the beginning of the reporting period		<u>2,542,918</u>	<u>2,414,222</u>
Cash and cash equivalents at the end of the reporting period		<u>2,413,328</u>	<u>2,542,918</u>

The notes form part of these financial statements

British Skin Foundation

Notes to the Cash Flow Statement
for the Year Ended 31 December 2021

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.12.21	31.12.20
	£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(114,065)	36,317
Adjustments for:		
Depreciation charges	1,678	208
Gain on investments	(8,666)	(2,505)
Loss on disposal of fixed assets	334	-
Interest received	(841)	(4,217)
Dividends received	(2,962)	(1,088)
Increase in debtors	(14,445)	(45,015)
Increase in creditors	<u>64,406</u>	<u>137,691</u>
Net cash (used in)/provided by operations	<u>(74,561)</u>	<u>121,391</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.21	Cash flow	At 31.12.21
	£	£	£
Net cash			
Cash at bank and in hand	<u>2,542,918</u>	<u>(129,590)</u>	<u>2,413,328</u>
	<u>2,542,918</u>	<u>(129,590)</u>	<u>2,413,328</u>
Total	<u>2,542,918</u>	<u>(129,590)</u>	<u>2,413,328</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

British Skin Foundation is a charitable incorporated organisation registered in England. The address of the registered office is given in the report of the trustees, together with details of the charity's operations and principal activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

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

INCOME

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably, and it is probable that the income will be received.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year-end date are noted as a commitment but not accrued as expenditure.

FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings -	10% on cost
Computer equipment -	20% on cost

1. ACCOUNTING POLICIES - continued

INVESTMENTS

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

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.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service. The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

TAXATION

As a registered charity, the organisation is exempt from income and capital gains tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the charity and is therefore included within the relevant costs in the Statement of Financial Activities.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure are sufficient with the level of reserves for the charity to be able to continue as a going concern.

2. DONATIONS AND LEGACIES

	31.12.21	31.12.20
	£	£
Gift aid	2,127	2,664
Legacies	10,970	134,772
Donations from individuals	18,123	20,787
Company donations	415,683	714,276
Trust donations	70,717	310
BAD Donations	142,269	286,250
Donations from other charities	<u>308,386</u>	<u>-</u>
	<u>968,275</u>	<u>1,159,059</u>

3. OTHER TRADING ACTIVITIES

	31.12.21	31.12.20
	£	£
Fundraising events	<u>80,840</u>	<u>64,655</u>

4. INVESTMENT INCOME

	31.12.21	31.12.20
	£	£
Deposit account interest	841	4,217
Dividend income	<u>2,962</u>	<u>1,088</u>
	<u>3,803</u>	<u>5,305</u>

British Skin Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

5. RAISING FUNDS

OTHER TRADING ACTIVITIES

	31.12.21	31.12.20
	£	£
Bad debts	5,000	3,500
Advertising	12,234	30,541
Events	5,968	5,659
Sponsorships	<u>562</u>	<u>562</u>
	<u>23,764</u>	<u>40,262</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	Totals £
Charitable Activities	310,137	761,206	-	1,071,343
Support Costs	<u>-</u>	<u>-</u>	<u>80,542</u>	<u>80,542</u>
	<u>310,137</u>	<u>761,206</u>	<u>80,542</u>	<u>1,151,885</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.12.21	31.12.20
	£	£
Staff costs	276,527	283,843
Postage and stationery	6,088	11,068
Travel expenses	-	519
Computer expenses	27,122	30,593
Staff training	<u>400</u>	<u>1,557</u>
	<u>310,137</u>	<u>327,580</u>

8. GRANTS PAYABLE

	31.12.21	31.12.20
	£	£
Charitable Activities	<u>761,206</u>	<u>752,868</u>

The grants paid to Institutions are detailed as follows:

<u>Ref</u>	<u>Institution</u>	<u>2021</u>	<u>2020</u>
7013s	Trinity College Dublin	27,000	14,515
8005s	Kings College London	-	28,333
8016s	University of Nottingham	13,863	684
8030s	Imperial College	-	7,083
009/s/16	Newcastle University	-	12,338
025/s/16	University of Ulster	2,132	22,090
041/s/16	University of Hull	-	15,336
059/s/16	Cardiff University	-	10,531

British Skin Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

8. GRANTS PAYABLE – continued

MRC-07	Medical Research Council	-	9,896
001/e/17	King's College	45,902	30,250
002/yi/17	Queen Mary University London	30,000	30,000
007/yi/17	University of Bristol	19,122	62,140
016/s/17	University of Manchester	28,332	21,249
025/s/17	University of Dundee	308	7,083
026/s/17	University of Edinburgh	28,333	14,167
035/s/17	University of Surrey	28,333	28,334
MRC-08	Medical Research Council	19,231	14,317
005/r/18	Imperial College	40,411	40,411
011/s/18	Queen Mary University London	33,195	31,889
	London School of Hygiene and Tropical		
024/s/18	Medicine	23,255	35,007
030/s/18	Huddersfield University	28,120	35,771
032/s/18	University College London	23,171	32,923
036/s/18	University of Bath	28,333	28,333
037/r/18	University of Dundee	20,766	11,672
043/s/18	Imperial College	14,167	21,250
MRC-09	Medical Research Council	31,781	10,508
099/r/19	George Kravvas	34,060	32,662
007/BSFSG/19	Huddersfield University	-	9,980
008/BSFSG/19	University of Southampton	-	10,000
	Northern Care Alliance NHS Foundation		
003/BSFBAD/19	Trust	8,380	-
002/BSFBAD/19	Newcastle University	-	9,985
	Guy's and St Thomas' NHS Foundation		
023/BSFBPG/19	Trust	-	10,000
004/s/19	Beatson Institute for Cancer Research	18,331	5,709
005/s/19	University of Glasgow	28,333	7,083
023/f/19	University of Southampton	46,500	15,500
	Guy's and St Thomas' NHS Foundation		
024/f/19	Trust	31,000	31,000
042/yi/19	King's College London	6,178	-
044/r/19	University of Leeds	10,125	-
045/r/19	University College London	52,586	25,170
014/BSFBAD/20	University Hospitals Birmingham Charity	9,967	-
005/BSFSG/20	Imperial College	10,000	-
019/BSFSG/20	University of Manchester	9,991	-
024/BSFSG/20	University of Dundee	-	9,707
025/BSFSG/20	University of Cambridge	10,000	-
026/BSFSG/20	Queen Mary University London	-	9,962
		<u>£ 761,206</u>	<u>£ 752,868</u>

British Skin Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

9. SUPPORT COSTS

	Management	Finance	Governance	Totals
	£	£	costs	£
			£	
Support Costs	<u>68,027</u>	<u>2,812</u>	<u>9,703</u>	<u>80,542</u>

Support costs, included in the above, are as follows:

	31.12.21	31.12.20
	Support	Total
	Costs	activities
	£	£
Trustees' remuneration etc	-	96
Insurance	2,882	2,400
Sundries	481	945
Office accommodation charges	56,000	56,000
Subscriptions	6,652	1,468
Depreciation of tangible fixed assets	1,678	208
Loss on sale of tangible fixed assets	334	-
Bank charges	1,792	2,051
Payroll costs	1,020	3,390
Auditors' remuneration	5,690	4,631
Auditors' remuneration for non-audit work	<u>4,013</u>	<u>3,308</u>
	<u>80,542</u>	<u>74,497</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.12.21	31.12.20
	£	£
Auditors' remuneration	5,690	4,631
Auditors' remuneration for non-audit work	4,013	3,308
Depreciation - owned assets	1,678	208
Deficit on disposal of fixed assets	334	-
(Profit)/loss on fair value movement of investments	<u>(8,666)</u>	<u>(2,505)</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

TRUSTEES' EXPENSES

During the year ended 31 December 2021, expenses totalling £Nil (2020: £96) were reimbursed to 0 Trustees (2020: 1) for travel costs.

British Skin Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

12. STAFF COSTS

	31.12.21	31.12.20
	£	£
Wages and salaries	242,663	249,041
Social security costs	22,177	23,127
Other pension costs	<u>11,687</u>	<u>11,675</u>
	<u>276,527</u>	<u>283,843</u>

The average number of employees during the year was 6 (2020: 6).

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	31.12.21	31.12.20
£60,001 - £70,000	2	-
£90,001 - £100,000	<u>-</u>	<u>1</u>
	<u>2</u>	<u>1</u>

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	1,159,059	-	1,159,059
Other trading activities	64,655	-	64,655
Investment income	<u>5,305</u>	<u>-</u>	<u>5,305</u>
Total	1,229,019	-	1,229,019
EXPENDITURE ON			
Raising funds	40,262	-	40,262
Charitable activities			
Charitable Activities	1,002,621	77,827	1,080,448
Support Costs	74,497	-	74,497
Total	1,117,380	77,827	1,195,207
Net gains on investments	<u>2,505</u>	<u>-</u>	<u>2,505</u>
NET INCOME/(EXPENDITURE)	114,144	(77,827)	36,317
RECONCILIATION OF FUNDS			
Total funds brought forward	2,684,231	79,512	2,763,743
TOTAL FUNDS CARRIED FORWARD	<u>2,798,375</u>	<u>1,685</u>	<u>2,800,060</u>

14. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2021	-	1,744	1,744
Additions	5,652	4,113	9,765
Disposals	<u>-</u>	<u>(1,744)</u>	<u>(1,744)</u>
At 31 December 2021	<u>5,652</u>	<u>4,113</u>	<u>9,765</u>
DEPRECIATION			
At 1 January 2021	-	1,120	1,120
Charge for year	565	1,113	1,678
Eliminated on disposal	<u>-</u>	<u>(1,410)</u>	<u>(1,410)</u>
At 31 December 2021	<u>565</u>	<u>823</u>	<u>1,388</u>
NET BOOK VALUE			
At 31 December 2021	<u>5,087</u>	<u>3,290</u>	<u>8,377</u>
At 31 December 2020	<u>-</u>	<u>624</u>	<u>624</u>

15. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2021	52,505
Additions	50,000
Revaluations	<u>8,666</u>
At 31 December 2021	<u>111,171</u>
NET BOOK VALUE	
At 31 December 2021	<u>111,171</u>
At 31 December 2020	<u>52,505</u>

There were no investment assets outside the UK.

The fair value of listed investments is determined by reference to the quoted price for identical assets in an active market at the balance sheet date.

British Skin Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20
	£	£
BAD donation	-	200,000
Accrued interest	69	202
Other donations	123,769	150,000
Other debtors	10,000	-
Accrued dividend	998	-
Gift aid recoverable	19,000	21,000
Accrued income	209,404	10,000
Prepayments	<u>33,778</u>	<u>2,304</u>
	<u>397,018</u>	<u>383,506</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20
	£	£
Grant payables	167,608	168,993
Trade creditors	26,549	520
Other creditors	1,657	-
Credit card	569	277
Accruals and deferred income	9,240	7,938
Accrued expenses	276	1,765
Deferred income	<u>38,000</u>	<u>-</u>
	<u>243,899</u>	<u>179,493</u>

18. MOVEMENT IN FUNDS

	Balance at 1st January 2021	Income	Expenditure	Transfers	Gains/(losses)	Balance at 31st December 2021
	£	£	£	£	£	£
Unrestricted	2,798,375	797,488	(1,141,589)	(134,786)	8,666	2,328,154
Restricted	<u>1,685</u>	<u>255,430</u>	<u>(34,060)</u>	<u>134,786</u>	<u>-</u>	<u>357,841</u>
	<u>2,800,060</u>	<u>1,052,918</u>	<u>(1,175,649)</u>	<u>-</u>	<u>8,666</u>	<u>2,685,995</u>

	Balance at 1st January 2020	Income	Expenditure	Transfers	Gains/(losses)	Balance at 31st December 2020
	£	£	£	£	£	£
Unrestricted	2,684,231	1,229,019	(1,117,380)	-	2,505	2,798,375
Restricted	<u>79,512</u>	<u>-</u>	<u>(77,827)</u>	<u>-</u>	<u>-</u>	<u>1,685</u>
	<u>2,763,743</u>	<u>905,462</u>	<u>(1,195,207)</u>	<u>-</u>	<u>2,505</u>	<u>2,800,060</u>

Fund description

a) Unrestricted funds

Unrestricted funds are available to spend on activities that further any purpose of the charity.

b) Restricted funds

Donations received to be used to fund specific skin disease research projects.

19. PENSIONS AND OTHER POST RETIREMENT BENEFITS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £11,410 (2020 - £11,675).

The defined contribution liability is allocated to unrestricted funds and is a direct cost within charitable activities.

20. FINANCIAL COMMITMENTS

£1,716,902 of grant funding commitments have not been accrued in the balance sheet as performance related conditions have not been met. The charity holds sufficient cash deposits to fund these grant commitments. There is uncertainty as to when these commitments will be settled, as they depend on the progress of each medical research project.

Grant commitments as at 31 December 2021:

	Ref	Total value	Outstanding
2014	7013s	81,000	9,780
2015	8016s	85,000	1,880
2016	MRC-06	55,000	4,649
	016/s/16	85,000	35,417
	025/s/16	85,000	7,452
2017	MRC-07	58,422	4,592
	002/yi/17	90,000	30,000
	016/s/17	85,000	7,087
	025/s/17	85,000	42,193
	026/s/17	85,000	7,084
2018	MRC-08	58,028	19,720
	011/s/18	85,000	19,917
	024/s/18	85,000	26,737
	030/s/18	85,000	21,109
	032/s/18	85,000	28,907
	036/s/18	85,000	21,250
	037/t/18	75,197	38,308
	043/s/18	85,000	49,583
2019	MRC-09	63,435	10,679
	099/t/19	170,000	102,410
	022/BSFBAD/19	9,960	9,960
	009/BSFBPG/19	10,000	10,000
	004/s/19	85,000	60,960
	005/s/19	85,000	49,583
	042/yi/19	79,902	73,724
	044/t/19	81,000	70,875
	045/t/19	80,701	2,944

British Skin Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

20. FINANCIAL COMMITMENTS - continued

2020	021/BSFSG/20	10,000	10,000
	022/BSFBAD/20	9,900	9,900
	027/BSFBPG/20	9,960	9,960
	003/s/20	85,000	85,000
	007/s/20	85,000	85,000
	008/r/20	81,000	81,000
	009/r/20	80,200	80,200
	011/yi/20	89,978	89,978
	016/s/20	85,000	85,000
	017/s/20	85,000	85,000
	025/s/20	85,000	85,000
	037/r/20	81,000	81,000
	041/s/20	85,000	85,000
2021	010/BSFSG/21	10,000	10,000
	013/BSFSG/21	10,000	10,000
	014/BSFSG/21	10,000	10,000
	016/BSFSG/21	10,000	10,000
	017/BSFSG/21	9,876	9,876
	019/BSFBAD/21	10,000	10,000
	004/BSFBPG/21	8,188	8,188
	006/BSFBPG/21	10,000	10,000
	Total		<u>£ 1,716,902</u>

21. RELATED PARTIES

British Skin Foundation Chief Executive is the sole owner and Managing Director of the Skin Health Alliance (Company Registration No. 07445820). The Skin Health Alliance donated £183,600 to the British Skin Foundation in 2021 (2020: £174,500).

Tanya Bleiker is a trustee of British Skin Foundation and President of the British Association of Dermatology ("BAD"). British Skin Foundation received donations totalling £142,269 from BAD in 2021 (2020: £286,250).

British Skin Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2021

	31.12.21	31.12.20
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Gift aid	2,127	2,664
Legacies	10,970	134,772
Donations from individuals	18,123	20,787
Company donations	415,683	714,276
Trust donations	70,717	310
BAD Donations	142,269	286,250
Donations from other charities	<u>308,386</u>	<u>-</u>
	<u>968,275</u>	<u>1,159,059</u>
Other trading activities		
Fundraising events	80,840	64,655
Investment income		
Deposit account interest	841	4,217
Dividend income	<u>2,962</u>	<u>1,088</u>
	<u>3,803</u>	<u>5,305</u>
Total incoming resources	1,052,918	1,229,019

This page does not form part of the statutory financial statements

British Skin Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2021

	31.12.21	31.12.20
	£	£
EXPENDITURE		
Other trading activities		
Bad debts	5,000	3,500
Advertising	12,234	30,541
Events	5,968	5,659
Sponsorships	<u>562</u>	<u>562</u>
	<u>23,764</u>	<u>40,262</u>
Charitable activities		
Wages	242,663	249,041
Social security	22,177	23,127
Pensions	11,687	11,675
Postage and stationery	6,088	11,068
Travel expenses	-	519
Computer expenses	27,122	30,593
Staff training	400	1,557
Grants to institutions	<u>761,206</u>	<u>752,868</u>
	<u>1,071,343</u>	<u>1,080,448</u>
Support Costs		
Management		
Trustees' expenses	-	96
Insurance	2,882	2,400
Sundries	481	945
Office accommodation charges	56,000	56,000
Subscriptions	6,652	1,468
Loss on sale of tangible fixed assets	334	-
Fixtures and fittings depreciation	565	-
Computer equipment depreciation	<u>1,113</u>	<u>208</u>
	<u>68,027</u>	<u>61,117</u>
Finance		
Bank charges	1,792	2,051
Payroll costs	<u>1,020</u>	<u>3,390</u>
	<u>2,812</u>	<u>5,441</u>
Governance costs		
Auditors' remuneration	5,690	4,631
Auditors' remuneration for non-audit work	<u>4,013</u>	<u>3,308</u>
	<u>9,703</u>	<u>7,939</u>
Total expenditure	<u>1,175,649</u>	<u>1,195,207</u>
Net gains/(losses) on investment revaluations	<u>8,666</u>	<u>2,505</u>
NET (EXPENDITURE)/INCOME	<u>(114,065)</u>	<u>36,317</u>

This page does not form part of the statutory financial statements

BRITISH SKIN FOUNDATION

England & Wales - Charity number 1171373

Accounts

REGISTERED COMPANY NUMBER: CE008950 (England and Wales)
REGISTERED CHARITY NUMBER: 1171373

Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 December 2020
for
British Skin Foundation



Nichols & Co (Accountancy) Limited
Chartered Accountants and Statutory Auditors
Unit 7 Mulberry Place
Pinnell Road, Eltham
London SE9 6AR

Contents of the Financial Statements
for the Year Ended 31 December 2020

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The trustees present their report and audited financial statements of the charitable incorporated organisation for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The Trust was set up in order to raise funds and provide funds, either directly or by way of grants, to others for the purpose of research into dermatology and the causes of skin diseases and the possibilities of prevention, alleviation, and cure.

FUNDRAISING STANDARD INFORMATION

As a registered charity funding skin disease and skin cancer research, the British Skin Foundation actively fundraises by canvassing support from the public, industry and philanthropic trusts. Its fundraising activities are undertaken by employed staff without the use of external third party fundraisers. These staff work within the guidelines set out by the Charity Commission and within the parameters of the charity's own fundraising policy. During this accounting period the charity has received no complaints pertaining to its fundraising practices or its staff. The charity does not cold call or place pressure on donors to give and it does not use third parties or professional fundraising companies to attract support.

PUBLIC BENEFIT

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

STRATEGIC REPORT

ACHIEVEMENTS, PERFORMANCE AND FUTURE PLANS

2020 was an incredibly difficult year for the British Skin Foundation (BSF) and for the whole of the third sector as the global coronavirus pandemic took hold. Not only was the BSF's economic future unclear but also the way in which it is staffed and operates its daily business was suddenly under threat.

In March, along with the rest of the UK, the BSF went into lockdown and its dedicated team of full-time staff began working from home. The government supported many industries, including charities, within its generous workers' furlough scheme. However due to the small and specialised nature of the BSF's workforce and the limitations of the original furlough scheme (employers could not claim furlough and have staff working) it was deemed more cost effective and psychologically uplifting to try to continue business as normal.

Despite the downturn BSF's fundraising was dominated by our corporate donors who continue to support its work through generous donations. They value the BSF as it is recognised by them and their consumers as a trustworthy brand and truly knowledgeable on skin health and disease. Event fundraising saw a noticeable but expected dip. With lockdown restrictions in place for most of the spring and summer many big national and smaller bespoke events were cancelled. The BSF team did initiate some virtual events among its donors, but these had limited take up as it became clear that due to the pandemic, supporters' priorities had changed. Philanthropic giving remained static as the BSF benefitted from a second £85,000 restricted donation to the underfunded area of skin disease research (donations were accrued in 2019 together with the first tranche of £85,000). Additional large donations were also gratefully received from both the British Association of Dermatologists and the Skin Health Alliance.

Due to the uncertainty surrounding Covid and the BSF's policy of only awarding grants when monies are available it was decided to postpone the 2020 Large Grants programme and freeze the BSF's contribution to the MRC/BAD/BSF Clinical Research Training Fellowship. BSF's Large Grants are usually advertised in April, just when the country went into lockdown, and awarded in December. It was unanimously agreed by Trustees that the 2020 Large Grants would therefore be postponed until July 2021 reverting to a normal timetable in December 2022. This would allow time for both BSF's fundraising ambitions and the research community wants to return to normal. It would also help take the pressure off the BSF Grants Advisory Committee, many of whom were now key medical workers helping the NHS.

It was more important than ever that the BSF's messages reached far and wide in 2020. It was important that supporters, donors and the public saw the BSF continuing to be the leading skin disease and skin cancer research charity. Media coverage was maintained and, in some areas, increased. For instance, many commentators turned to BSF experts for skin, hygiene and Covid related news and advice.

British Skin Foundation

Report of the Trustees for the Year Ended 31 December 2020

BSF's website remains popular attracting in excess of 100,000 visits per month and social media platforms such as Twitter and Facebook are now being used as major conduits for engaging with supporters. Our website and e-newsletter articles continue to provide the most effective and efficient way of communicating fundraising and grant giving news to our donors and supporters.

We are expecting the Covid challenge to continue in 2021. Business uncertainty continues to affect our corporate donors and finding participants for fundraising events is difficult. However, with a dedicated fundraising and media team working tirelessly to keep our current supporters engaged and initiatives in place to recruit new donors we hope the British Skin Foundation is in good shape to meet the challenge.

FINANCIAL REVIEW

The charity's principal sources of funding are donations and legacies. The assets of the charity are mainly held in no-risk investment accounts at four unrelated British financial institutions. The assets are held in cash because the charity needs ready access to funds to meet grant commitments. The charity have also invested £50,000 in a listed investment fund and are monitoring its performance.

The British Skin Foundation will maintain sufficient reserves to ensure financial stability. Each year monies which are not already committed to reserves or grants, or required for running the organisation, will be made available for new awards. As there is always a delay between the granting of awards and the call for funds, a substantial positive balance will remain in the bank. If there are insufficient suitable applications for grants, the monies will be carried over to the next year.

Unrestricted funds invested in tangible fixed assets, listed investments and cash increased from £2,684,231 to £2,798,375 during the year. Restricted funds invested in cash fell from £79,512 to £1,685 during the year as the funds were required for the designated research project.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charitable incorporated organisation ("CIO") was registered with the Charity Commissioners by Trust Deed on 30 January 2017 under the name "British Skin Foundation". The CIO has taken over the activities of the charity "The British Skin Foundation" (registered charity number 313865) on the 5 June 2020, as part of a restructuring of the charity.

New trustees may be appointed at any time either by way of replacement or addition. Appointments are made by a resolution of a meeting of the trustees provided that a memorandum declaring such appointment or discharge shall be signed as a deed either at a meeting by the person presiding or in some other manner directed by the meeting and attested by two persons present at the meeting.

Trustees are recruited either on personal recommendation or, where appropriate, through advertising. Care is taken to maintain a balance between the business and medical experience and skills contributed by the trustees. References are taken up on potential trustees and they are required to attend a briefing on the charity's activities given by the administrator, where they are provided with background information, copies of the latest audited accounts, and the latest Charity Commission guidance.

The trustees oversee the pay and remuneration of the CEO Matthew Patey which is benchmarked against industry standards and based upon performance and an annual review.

The trustees have reviewed the major risks facing the charity and taken action to manage those risks. The major risks are a fall in income due to difficulties in the corporate and financial markets and possible employee fraud. The possibility of fraud is minimised by only the trustees being signatories on the bank accounts, and robust bank account security. In addition, the Trustee Indemnity Insurance Policy includes cover against possible employee fraud

British Skin Foundation

Report of the Trustees
for the Year Ended 31 December 2020

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

CE008950 (England and Wales)

Registered Charity number

1171373

Registered office

4 Fitzroy Square
London
W1T 5HQ

Trustees (who served during the year and at the date the report was approved)

Mrs E Erkal-Paler	Chairperson
Professor C Bunker	Honorary Secretary
Professor D Gawkrödger	Honorary Treasurer
Mr H Drayton	
Professor R Sarkany	
Dr S Mayou	
Professor E Healy	
Mr R Balson	
Dr B Shergill	
Dr T Griffiths	
Dr R Murphy	(resigned 04.06.2020)
Mrs Y Burne	(appointed 01.09.2019)
Ms T Bleiker	(appointed 24.09.2020)

Chief Executive Officer

Matthew Patey

Auditors

Nichols & Co (Accountancy) Limited
Chartered Accountants and Statutory Auditors
Unit 7 Mulberry Place
Pinnell Road
Eltham
London
SE9 6AR

Bankers

Coutts & Co
440 Strand
London
WC2R 0QS

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 operation.

The trustees are responsible for keeping proper accounting records that 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 Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report was approved by the Board of Trustees on 29 October 2021 and signed on its behalf by:

Professor C Bunker
Trustee

Opinion

We have audited the financial statements of British Skin Foundation (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 The Financial reporting Standard applicable in the United Kingdom 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 2020 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Auditors' 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the report of the trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the report of the trustees. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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.

Report of the Independent Auditors to the Trustees of
British Skin Foundation for the year ended 31 December 2020

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.

Our responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below,

- enquiry of staff, those charged with governance and the Scheme's legal advisers (where deemed necessary);
- obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- reviewing minutes of meetings of those charged with governance;
- reviewing accounts disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Nichols & Co (Accountancy) Limited
Chartered Accountants and Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Unit 7, Mulberry Place
Pinnell Road, Eltham
London SE9 6AR

29 October 2021

British Skin Foundation

Statement of Financial Activities
for the Year Ended 31 December 2020

	Notes	Unrestricted funds £	Restricted funds £	31.12.20 Total funds £	31.12.19 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	1,159,059	-	1,159,059	1,211,988
Other trading activities	3	64,655	-	64,655	104,043
Investment income	4	<u>5,305</u>	<u>-</u>	<u>5,305</u>	<u>12,088</u>
Total income and endowments		1,229,019	-	1,229,019	1,328,119
EXPENDITURE ON					
Raising funds	5	40,262	-	40,262	21,696
Charitable activities					
Charitable Activities	6	1,002,621	77,827	1,080,448	891,079
Support Costs		<u>74,497</u>	<u>-</u>	<u>74,497</u>	<u>77,592</u>
Total expenditure		<u>1,117,380</u>	<u>77,827</u>	<u>1,195,207</u>	<u>990,367</u>
Net gains/(losses) on investments		2,505	-	2,505	-
NET INCOME/(EXPENDITURE)		114,144	(77,827)	36,317	337,752
Transfers between funds		-	-	-	-
NET MOVEMENT ON FUNDS		<u>114,144</u>	<u>(77,827)</u>	<u>36,317</u>	<u>337,752</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,684,231</u>	<u>79,512</u>	<u>2,763,743</u>	<u>2,425,991</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,798,375</u></u>	<u><u>1,685</u></u>	<u><u>2,800,060</u></u>	<u><u>2,763,743</u></u>

All income and expenditure has arisen from continuing activities.

British Skin Foundation

Balance Sheet
31 December 2020

	Notes	Unrestricted fund £	Restricted fund £	31.12.20 Total funds £	31.12.19 Total funds £
FIXED ASSETS					
Tangible assets	14	624	-	624	832
Investments	15	<u>52,505</u>	<u>-</u>	<u>52,505</u>	<u>50,000</u>
		53,129	-	53,129	50,832
CURRENT ASSETS					
Debtors	16	383,506	-	383,506	340,491
Cash at bank and in hand		<u>2,536,474</u>	<u>6,444</u>	<u>2,542,918</u>	<u>2,414,222</u>
		2,919,980	6,444	2,926,424	2,754,713
CREDITORS					
Amounts falling due within one year	17	(174,734)	(4,759)	(179,493)	(41,802)
		<u>2,745,246</u>	<u>1,685</u>	<u>2,746,931</u>	<u>2,712,911</u>
NET CURRENT ASSETS					
		<u>2,798,375</u>	<u>1,685</u>	<u>2,800,060</u>	<u>2,763,743</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>2,798,375</u>	<u>1,685</u>	<u>2,800,060</u>	<u>2,763,743</u>
NET ASSETS					
		<u>2,798,375</u>	<u>1,685</u>	<u>2,800,060</u>	<u>2,763,743</u>
CHARITY FUNDS					
Unrestricted funds	18			2,798,375	2,684,231
Restricted funds				<u>1,685</u>	<u>79,512</u>
TOTAL CHARITY FUNDS					
				<u>2,800,060</u>	<u>2,763,743</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 October 2021 and were signed on its behalf by:

Professor D Gawkrödger
Trustee

British Skin Foundation

Cash Flow Statement
for the Year Ended 31 December 2020

	Notes	31.12.20 £	31.12.19 £
Cash flows from operating activities			
Cash generated from operations	1	121,391	268,130
Tax paid		<u>2,000</u>	<u>1,000</u>
Net cash provided by operating activities		<u>123,391</u>	<u>269,130</u>
Cash flows from investing activities			
Purchase of fixed asset investments		-	(50,000)
Interest received		4,217	11,156
Dividends received		<u>1,088</u>	<u>932</u>
Net cash provided by/ (used in) investing activities		<u>5,305</u>	<u>(37,912)</u>
Change in cash and cash equivalents in the reporting period		128,696	231,218
Cash and cash equivalents at the beginning of the reporting period		<u>2,414,222</u>	<u>2,183,004</u>
Cash and cash equivalents at the end of the reporting period		<u><u>2,542,918</u></u>	<u><u>2,414,222</u></u>

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.12.20	31.12.19
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	36,317	337,752
Adjustments for:		
Depreciation charges	208	278
Interest received	(4,217)	(11,156)
Dividends received	(1,088)	(932)
Increase in debtors	(45,015)	(51,115)
Increase/(decrease) in creditors	137,691	(6,697)
(Gains)/losses on investments	<u>(2,505)</u>	<u>-</u>
Net cash provided by operations	<u>121,391</u>	<u>268,130</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20	Cash flow	At 31.12.20
	£	£	£
Net cash			
Cash at bank and in hand	<u>2,414,222</u>	<u>128,696</u>	<u>2,542,918</u>
Total	<u>2,414,222</u>	<u>128,696</u>	<u>2,542,918</u>

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

British Skin Foundation is a charitable incorporated organisation registered in England. The address of the registered office is given in the report of the trustees, together with details of the charity's operations and principal activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

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

INCOME

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Computer equipment	25% on reducing balance
--------------------	-------------------------

INVESTMENTS

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

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.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service. The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

TAXATION

As a registered charity, the organisation is exempt from income and capital gains tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the charity, and is therefore included within the relevant costs in the Statement of Financial Activities.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

2. DONATIONS AND LEGACIES

	31.12.20	31.12.19
	£	£
Gift aid	2,664	4,032
Legacies	134,772	5,152
Donations from individuals	20,787	190,748
Company donations	714,276	682,407
Trust donations	310	30,254
BAD Donations	286,250	299,395
	<u>1,159,059</u>	<u>1,211,988</u>

3. OTHER TRADING ACTIVITIES

	31.12.20	31.12.19
	£	£
Fundraising events	<u>64,655</u>	<u>104,043</u>

4. INVESTMENT INCOME

	31.12.20	31.12.19
	£	£
Deposit account interest	4,217	11,156
Dividend income	<u>1,088</u>	<u>932</u>
	<u>5,305</u>	<u>12,088</u>

5. RAISING FUNDS

	31.12.20	31.12.19
	£	£
Bad debts	3,500	-
Advertising	30,541	1,744
Events	5,659	19,952
Sponsorships	562	-
	<u>40,262</u>	<u>21,696</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs (see note 7) £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	2020 TOTAL £
Charitable activities	327,580	752,868	-	1,080,448
Support costs	-	-	74,497	74,497
	<u>327,580</u>	<u>752,868</u>	<u>74,497</u>	<u>1,154,945</u>

	Direct costs (see note 7) £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	2019 TOTAL £
Charitable activities	317,277	573,802	-	891,079
Support costs	-	-	77,592	77,592
	<u>317,277</u>	<u>573,802</u>	<u>77,592</u>	<u>968,671</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.12.20	31.12.19
	£	£
Staff costs	283,843	276,812
Postage and stationery	11,068	3,698
Travel expenses	519	494
Computer expenses	30,593	36,273
Staff training	1,557	-
	<u>327,580</u>	<u>317,277</u>

8. GRANTS PAYABLE

	31.12.20	31.12.19
	£	£
Charitable Activities	<u>752,868</u>	<u>573,802</u>

The grants paid to Institutions are detailed below:

<u>Ref</u>	<u>Institution</u>	31.12.20	31.12.19
		£	£
7013s	Trinity College Dublin	14,515	13,500
8005s	Kings College London	28,333	14,167
8010i	University of Bristol	-	143
8016s	University of Nottingham	684	23,155
8030s	Imperial College	7,083	28,333
8060	Queen Mary University London	-	10,125
MRC-06	Medical Research Council	-	18,444
009/s/16	Newcastle University	12,338	25,874
016/s/16	Queen Mary University London	-	21,250
023/t/16	University of Manchester	-	20,104
025/s/16	University of Ulster	22,090	26,958
041/s/16	University of Hull	15,336	24,429
056/i/16	Queen Mary University London	-	33,749
059/s/16	Cardiff University	10,531	33,086
MRC-07	Medical Research Council	9,896	19,632
008/SG/17	University College Dublin	-	10,000
001/e/17	King's College	30,250	-
002/yi/17	Queen Mary University London	30,000	-
007/yi/17	University of Bristol	62,140	8,991
016/s/17	University of Manchester	21,249	28,332
019/t/17	Cardiff University	-	11,140
025/s/17	University of Dundee	7,083	28,333
026/s/17	University of Edinburgh	14,167	35,416
035/s/17	University of Surrey	28,334	28,333
005/t/18	Imperial College	40,411	-
011/s/18	Queen Mary University London	31,889	-
024/s/18	London School of Hygiene & Tropical Medicine	35,007	-
030/s/18	Huddersfield University	35,771	-
032/s/18	University College London	32,923	-
036/s/18	University of Bath	28,333	7,084
037/t/18	University of Dundee	11,672	4,450
043/s/18	Imperial College	21,250	-
004/SG/18	University of Bath	-	9,735
007/SG/18	Imperial College	-	9,996
010/SG/18	Queen Mary University London	-	10,000
009/BPG.SG/18	University of Manchester	-	9,979
011/SG/19	Trinity College Dublin	-	10,000
020/SG/19	University of Oxford	-	10,000
032/SG/19	University of Liverpool	-	7,900
010/BSFBAD/19	NHS Greater Glasgow	-	10,000
016/BSF/BAD/19	Royal Cornwall Hospitals	-	5,070
099/t/19	George Kravvas	32,662	868
007/BSFSG/19	Huddersfield University	9,980	-
008/BSFSG/19	University of Southampton	10,000	-
002/BSFBAD/19	Newcastle University	9,985	-
023/BSFBPG/19	Guy's and St Thomas' NHS Foundation Trust	10,000	-

8. GRANTS PAYABLE - continued

004/s/19	Beatson Institute for Cancer Research	5,709	-
005/s/19	University of Glasgow	7,083	-
023/f/19	University of Southampton	15,500	-
024/f/19	Guy's and St Thomas' NHS Foundation Trust	31,000	-
045/t/19	University College London	25,170	-
024/BSFSG/20	University of Dundee	9,707	-
026/BSFSG/20	Queen Mary University London	9,962	-
MRC-08	Medical Research Council	14,317	4,760
MRC-09	Medical Research Council	10,508	10,466
		<u>752,868</u>	<u>573,802</u>

9. SUPPORT COSTS

	Management £	Finance £	Governance £	Total £
Support Costs	<u>61,117</u>	<u>5,441</u>	<u>7,939</u>	<u>74,497</u>

Support costs, included in the above, are as follows:

	31.12.20 £	31.12.19 £
Trustees' expenses	96	487
Insurance	2,400	2,327
Sundries	945	1,127
Office accommodation charges	56,000	56,000
Subscriptions	1,468	3,215
Depreciation of tangible and heritage assets	208	278
Bank charges	2,051	2,386
Payroll costs	3,390	4,254
Auditors' remuneration	4,631	4,410
Auditors' remuneration for non audit work	3,308	3,108
	<u>74,497</u>	<u>77,592</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.12.20 £	31.12.19 £
Auditors' remuneration	4,631	4,410
Auditors' remuneration for non audit work	3,308	3,108
Depreciation – tangible fixed assets	208	278
(Profit)/loss on fair value movement of investments	(2,505)	-

11. TRUSTEES' REMUNERATION AND EXPENSES

The trustees neither received nor waived any remuneration or other benefits during the year (2019: £nil).

During the year ended 31 December 2020, expenses totalling £96 (2019: £487) were reimbursed to 1 Trustees (2019: 3) for travel costs.

12. STAFF COSTS AND EMPLOYEE BENEFITS

The average number of people employed by the charity during the year was 6 (2019: 6).

The total staff costs and employee benefits were as follows:

	2020	2019
	£	£
Wages and salaries	249,041	245,136
Social security	23,127	21,483
Defined contribution pension costs	<u>11,675</u>	<u>10,193</u>
	<u>283,843</u>	<u>276,812</u>

The number of employees who received total employee benefits (excluding employer pension costs) of more than £60,000 is as follows:

	2020	2019
	Number	Number
£90,001 - £100,000	1	1

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	1,041,988	170,000	1,211,988
Other trading activities	104,043	-	104,043
Investment income	<u>12,088</u>	<u>-</u>	<u>12,088</u>
Total	1,158,119	170,000	1,328,119
EXPENDITURE ON			
Raising funds	21,696	-	21,696
Charitable activities			
Charitable Activities	800,591	90,488	891,079
Support Costs	<u>77,592</u>	<u>-</u>	<u>77,592</u>
Total	<u>899,879</u>	<u>90,488</u>	<u>990,367</u>
NET INCOME	258,240	79,512	337,752
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,425,991</u>	<u>-</u>	<u>2,425,991</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>2,684,231</u></u>	<u><u>79,512</u></u>	<u><u>2,763,743</u></u>

14. TANGIBLE FIXED ASSETS

	Computer equipment £
COST	
At 1 January 2020 and 31 December 2020	<u>1,744</u>
DEPRECIATION	
At 1 January 2020	912
Charge for year	<u>208</u>
At 31 December 2020	<u>1,120</u>
NET BOOK VALUE	
At 31 December 2020	<u>624</u>
At 31 December 2019	<u>832</u>

15. FIXED ASSET INVESTMENTS

	Listed investments £
COST OR VALUATION	
At 1 January 2020	50,000
Revaluation	<u>2,505</u>
At 31 December 2020	<u>52,505</u>
IMPAIRMENT	
At 1 January 2020 and 31 December 2020	<u>-</u>
NET BOOK VALUE	
At 31 December 2020	<u>52,505</u>
At 31 December 2019	<u>50,000</u>

The fair value of listed investments is determined by reference to the quoted price for identical assets in an active market at the balance sheet date.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
BAD donation	200,000	200,000
Other debtors	202	2,741
Other donations	150,000	114,750
Gift aid recoverable	21,000	23,000
Accrued income	10,000	-
Prepayments	<u>2,304</u>	<u>-</u>
	<u>383,506</u>	<u>340,491</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Trade creditors	168,993	33,389
Credit card bills	277	89
Accruals and deferred income	7,938	7,560
Accrued expenses	<u>2,285</u>	<u>764</u>
	<u>179,493</u>	<u>41,802</u>

18. FUND RECONCILIATION

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers £	Gains/(losses) £	Balance at 31 December 2020 £
Unrestricted	2,684,231	1,229,019	(1,117,380)	-	2,505	2,798,375
Restricted	79,512	-	(77,827)	-	-	1,685
	<u>2,763,743</u>	<u>1,229,019</u>	<u>(1,195,207)</u>	<u>-</u>	<u>2,505</u>	<u>2,800,060</u>

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers £	Gains/(losses) £	Balance at 31 December 2019 £
Unrestricted	2,425,991	1,158,119	(899,879)	-	-	2,684,231
Restricted	-	170,000	(90,488)	-	-	79,512
	<u>2,425,991</u>	<u>1,328,119</u>	<u>(990,367)</u>	<u>-</u>	<u>-</u>	<u>2,763,743</u>

Fund descriptions

a) Unrestricted funds

Unrestricted funds are available to spend on activities that further any purpose of the charity.

b) Restricted funds

An anonymous donation was received in 2019 to be used to fund skin disease research.

19. PENSIONS AND OTHER POST RETIREMENT BENEFITS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £11,675 (2019 - £10,193).

The defined contribution liability is allocated to unrestricted funds and is a direct cost within charitable activities.

19. FINANCIAL COMMITMENTS

£1,512,097 of grant funding commitments have not been accrued in the balance sheet as performance related conditions have not been met. The charity holds sufficient cash deposits to fund these grant commitments. There is uncertainty as to when these commitments will be settled, as they depend on the progress of each medical research project.

Grant commitments as at 31 December 2020:

	Ref	Total Grant £	Amount Outstanding £
2014	7013s	81,000	36,780
2015	8016s	85,000	15,743
2016	MRC-06	55,000	4,649
	016/s/16	85,000	35,417
	025/s/16	85,000	9,584
	059/s/16	85,000	120
2017	MRC-07	58,422	4,592
	002/yi/17	90,000	60,000
	007/yi/17	89,970	18,840
	016/s/17	85,000	35,419
	025/s/17	85,000	42,500
	026/s/17	85,000	35,417
	035/s/17	85,000	28,333
2018	MRC-08	58,028	38,952
	005/t/18	80,823	40,412
	011/s/18	85,000	53,111
	024/s/18	85,000	49,993
	030/s/18	85,000	49,229
	032/s/18	85,000	52,077
	036/s/18	85,000	49,583
	037/t/18	75,197	59,074
	043/s/18	85,000	63,750
2019	MRC-09	63,435	42,460
	099/t/19	170,000	136,470
	003/BSFBAD/19	8,380	8,380
	022/BSFBAD/19	9,960	9,960
	009/BSFBPG/19	10,000	10,000
	004/s/19	85,000	79,291
	005/s/19	85,000	77,917
	023/f/19	62,000	46,500
	024/f/19	62,000	31,000
	042/yi/19	79,902	79,902
	044/t/19	81,000	81,000
	045/t/19	80,701	55,530

19. GRANT COMMITMENTS - continued

2020	005/BSFSG/20	10,000	10,000
	019/BSFSG/20	9,991	9,991
	021/BSFSG/20	10,000	10,000
	024/BSFSG/20	10,000	294
	014/BSFBAD/20	9,967	9,967
	022/BSFBAD/20	9,900	9,900
	025/BSFBAD/20	10,000	10,000
	027/BSFBPG/20	9,960	9,960
	Total		<hr/> 1,512,097 <hr/>

20. RELATED PARTIES

The British Skin Foundation Chief Executive, Matthew Patey, is the sole owner and Managing Director of Skin Health Alliance Limited (Company Registration No. 07445820). Skin Health Alliance donated £174,500 to the British Skin Foundation in 2020 (2019: £183,694).

During the year trustee Tanya Bleiker was appointed President of the British Association of Dermatology (“BAD”). The charity received a donation of £286,250 from BAD (2019: £243,395).

British Skin Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2020

	31.12.20	31.12.19
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Gift aid	2,664	4,032
Legacies	134,772	5,152
Donations from individuals	20,787	190,748
Company donations	714,276	682,407
Trust donations	310	30,254
BAD Donations	<u>286,250</u>	<u>299,395</u>
	<u>1,159,059</u>	<u>1,211,988</u>
Other trading activities		
Fundraising events	64,655	104,043
Investment income		
Deposit account interest	4,217	11,156
Dividend income	<u>1,088</u>	<u>932</u>
	<u>5,305</u>	<u>12,088</u>
Total income and endowments	<u>1,229,019</u>	<u>1,328,119</u>

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British Skin Foundation

Detailed Statement of Financial Activities
for the Year Ended 31 December 2020

	31.12.20	31.12.19
	£	£
EXPENDITURE		
Other trading activities		
Bad debts	3,500	-
Advertising	30,541	1,744
Events	5,659	19,952
Sponsorships	562	-
	<u>40,262</u>	<u>21,696</u>
Charitable activities		
Wages	272,168	266,619
Pensions	11,675	10,193
Postage and stationery	11,068	3,698
Travel expenses	519	494
Computer expenses	30,593	36,273
Staff training	1,557	-
Grants to institutions	752,868	573,802
	<u>1,080,448</u>	<u>891,079</u>
Support costs		
Management		
Trustees' expenses	96	487
Insurance	2,400	2,327
Sundries	945	1,127
Office accommodation charges	56,000	56,000
Subscriptions	1,468	3,215
Computer equipment	208	278
	<u>61,117</u>	<u>63,434</u>
Finance		
Bank charges	2,051	2,386
Payroll costs	3,390	4,254
	<u>5,441</u>	<u>6,640</u>
Governance costs		
Auditors' remuneration	4,631	4,410
Auditors' remuneration for non audit work	3,308	3,108
	<u>7,939</u>	<u>7,518</u>
Total expenditure	1,195,207	990,367
Net gains/(losses) on investments	<u>2,505</u>	-
NET INCOME	<u><u>36,317</u></u>	<u><u>337,752</u></u>

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