

**THE SOCIETY FOR THE STUDY OF
INBORN ERRORS OF METABOLISM**

FINANCIAL STATEMENTS

31 DECEMBER 2007

**Company Registration Number: 2567711
Charity Registration Number: 1010639**

**THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2007**

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THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM**GENERAL INFORMATION****Directors and trustees:**

C Jakobs
N Blau
J Campistol (Appointed September 2007)
U Caruso (Resigned September 2007)
M A Cleary
J Gartner
V Kozich (Appointed September 2007)
P J Lee
P D Mayne (Appointed September 2007)
J M P J Saudubray (Resigned September 2007)
M I Tavares de Almeida
J Zschocke

Secretary:

P J Lee

Registered Office:

Number One
Old Hall Street
Liverpool
L3 9SX

Bankers:

Barclays Bank plc
Sheffield Arena Square Branch
PO Box 43
Sheffield
S1 1NG

Honorary Treasurer:

M A Cleary

Auditors:

Baker Tilly UK Audit LLP
Chartered Accountants and Registered Auditors
Number One
Old Hall Street
Liverpool
L3 9SX

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM

TRUSTEES' REPORT

31 DECEMBER 2007

The trustees present their report together with financial statements for the year ended 31 December 2007. The trustees confirm that the financial statements comply with current statutory requirements and with those of the company's Memorandum and Articles of Association.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The company which is governed by its Memorandum and Articles of Association dated 12 December 1990, is constituted as a company limited by guarantee and has been given the registered company number 2567711.

The company is also a registered charity and has been given the registered charity number 1010639.

Trustees

The directors, who are also the trustees of the charity, are listed below:

C Jakobs	
N Blau	
J Campistol	(Appointed September 2007)
U Caruso	(Resigned September 2007)
M A Cleary	
J Gartner	
V Kozich	(Appointed September 2007)
P J Lee	
P D Mayne	(Appointed September 2007)
J M P J Saudubray	(Resigned September 2007)
M I Tavares de Almeida	
J Zschocke	

Being a company limited by guarantee, there is no share capital

Organisation

A General Council made up of officers of the Society and additional members manage the organisation. The officers are a Chairman, an Honorary Secretary, and an Honorary Treasurer. Officers and Council members are elected at the Annual General Meeting. Another SSIEM member must nominate members standing for election. Officers of the Society may hold office for 3 years and are eligible for re-election to the same office for a further 3 years. Members of the General Council other than officers may hold office for 3 years; they may be re-elected for a further 3 years. All officers of the Society and members of the General Council, except as disclosed in note 10 of the financial statements, are non-paid volunteers.

Risk Management

The trustees have examined the major strategic, business and operational risks that the Society faces and have established systems so that the necessary steps can be taken to lessen these risks.

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM TRUSTEES' REPORT

31 DECEMBER 2007

(continued)

OBJECTIVES AND ACTIVITIES

The objects of The Society for the Study of Inborn Errors of Metabolism ("SSIEM") are to foster the study of inherited metabolic disorders and related topics.

In order to further these objects membership of the Society promotes the exchange of ideas between professional workers in different disciplines who are interested in inherited metabolic disorders. The aim is pursued in scientific meetings and publications. The Society sponsors an annual symposium concentrating on different topics each year and publishes its Journal, the *Journal of Inherited Metabolic Disease*.

Membership of the Society is open to all those who are professionally involved in metabolic disorders or related topics.

ACHIEVEMENTS AND PERFORMANCE

During the year ended 31 December 2007 the Society published its Journal and continued development of its own Internet Web site. In addition arrangements progressed with the Society for Inherited Metabolic Diseases (SIMD), the Japanese Society for Inherited Metabolism Diseases (JSIMD), the Australian Society for Inborn Errors of Metabolism (ASIEM), Sociedad Latinoamericana de Errores Innatos del Metabolismo y Pesquisa Neonatal (SLEIMPN), within the International Congress of Inborn Errors of Metabolism (ICIEM) for closer relationship. A new constitution has been formulated and agreed.

Its membership has continued to increase. The General Council has met on a number of occasions to pursue the objectives of the Society.

SSIEM Education and Training Advisory Committee (ETAC)

Purpose Paediatric Metabolic Medicine (PMM) is a recognised subsection of the Confederation of European Specialists of Paediatrics (CESP), which is a section of Union of European Medical Specialists (UEMS). The SSIEM is delegated to monitor training of paediatric metabolic medicine within the EU. As a condition of this recognition of the sub-specialty the SSIEM has set up a committee to monitor the education and training in PMM throughout the EU.

Structure The current (core) membership of the committee is as follows:

Prof G Andria
Prof JV Leonard
Prof JM Saudubray
Dr JH Walter (Chairman)
Prof U Wendel
Prof R Wevers

In addition representatives from individual countries (both within and outside the EU) are invited to attend an ETAC meeting held yearly at the annual symposium and provide input to the core committee at other times. These representatives are nominated by local organisations responsible for paediatric metabolic medicine in their country.

The core committee works with local representative and where applicable the national body.

**THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
TRUSTEES' REPORT**

31 DECEMBER 2007

(continued)

Work to date:

ETAC has designed and published a syllabus for both clinical and laboratory training in metabolic disease. ETAC is organising training sessions for young clinicians and biochemists which are to be held prior to the SSIEM's annual symposium.

JIMD

The JIMD Editorial Office is now well established in Heidelberg, Germany, run by two Editors in Chief together with an Editorial manager. The aim of the office is to facilitate the flow of articles for the journal.

Although the net payment to the Publishers of the JIMD is higher under the new contract, the Society will receive a share of the Royalties. During 2007 the Trustees were happy to receive a payment for Royalties of £46,129.

The majority of the income of the Society is raised from subscriptions paid by individual members. This income is used to pay the administrative and running costs of the Society and to allow for publication of an educational journal devoted to the study of the Inborn Errors of Metabolism.

Surplus funds are invested. Interest from investments is used in pursuance of the educational objectives of the Society, to subsidise the journal to make it more widely available and to meet the expenses of an invited speaker at the annual symposia.

The Annual Symposium for 2007 was held in Hamburg, Germany.

The Society is truly international with membership drawn from more than 60 countries. The Society exists to promote the exchange of ideas between all who are professionally interested in Inherited Metabolic Disease. It is the wish of the Council that this exchange should occur between members in as many countries as possible. The Council has agreed to set aside an amount from any surplus generated from normal activities to make membership more widely available to those who would otherwise be unable to participate without support from the Society. In 2007 the Annual Subscription of 5 members was paid by the Society; in addition 15 members were given financial assistance to attend the Symposium in Germany

FINANCIAL REVIEW

The net incoming resources for the year amounted to £32,309 (2006: net outgoing £18,555), which was the amount attributable to general reserves, which at the year end stood at £490,339.

There have been no important events since the balance sheet date.

Investment powers and policy

All investments have been acquired in accordance with powers available to the Council. The assets are sufficient to guarantee normal running of the Society for a period of not less than one year. The Council considers that this is the best way of ensuring the independence of the Society and that its educational objectives can be fulfilled. Since the majority of assets are financial investments there is unlikely to be any delay or shortfall in realising the assets into cash if this became necessary.

The Society has made no commitments or guarantees other than those covered in this report.

**THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
TRUSTEES' REPORT**

31 DECEMBER 2007

(continued)

Reserves policy

It is the policy of the Society to maintain unrestricted funds, which are the free reserves, at a level that is sufficient to cover management and administration, and support costs and allows the Society to be managed efficiently. Council proposes to use some of the unrestricted funds to encourage the sharing of experience and training between centres. This will take the form of a limited number of grants to finance individual members to visit, or work for short periods of time in, other centres of expertise. During 2007, the Council was pleased to assist 2 members to gain further experience with Exchange Grants totalling £2,432. In addition 15 members were given financial assistance to attend the Symposium in Germany

Plans for the future

Future work -ETAC will continue to

- Canvas the views of SSIEM members on training issues
- undertake accreditation visits when requested
- update the training syllabus on a regular basis
- to consider whether courses in inborn errors of metabolism are suitable for training needs.

The Society will encourage the formation of National Societies who can communicate with each other through the SSIEM to raise awareness of metabolic diseases so that standards of care and research are improved.

Trustees' responsibilities for the financial statements

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the Society's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, the trustees should follow best practice and;

- n select suitable accounting policies and then apply them consistently
- n make judgements and estimates that are reasonable and prudent
- n prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Society and which enable them to ascertain the financial position of the Society and to ensure that the financial statements comply with applicable law. They are also responsible for safeguarding the assets of the Society and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
TRUSTEES' REPORT
31 DECEMBER 2007**

(continued)

Small company exemptions

The accounts have been prepared in accordance with the exemptions applicable to small companies as conferred by Schedule VII to the Companies Act 1985.

Auditors

The directors, having been notified of the cessation of the partnership known as Baker Tilly, resolved that Baker Tilly UK Audit LLP be appointed as successor auditor with effect from 1 April 2007, in accordance with the provision of the Companies Act 1989, s26(5). Baker Tilly UK Audit LLP has indicated its willingness to continue in office.

Statement as to disclosure of information to auditors

The directors who were in office on date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which auditors are unaware. Each of the directors have confirmed that they have taken all steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

By order of the board

CAJM Jakobs
Chairman

2008

**THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM**

We have audited the financial statements on pages 8 to 14

This report is made solely to the charitable company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The responsibilities of the trustees' (who are also the directors of The Society for the Study of Inborn Errors of Metabolism) for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the Trustees' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charitable charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and other transactions is not disclosed.

We read the Trustees' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 December 2007 and of its ended and have been properly prepared in accordance with the Companies Act 1985.
- The information given in the Trustees' Report is consistent with the financial statements.

Baker Tilly UK Audit LLP
Registered Auditors and Chartered Accountants
Liverpool

2008

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
STATEMENT OF FINANCIAL ACTIVITIES
AND INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2007

	Note	Unrestricted and total funds 2007 £	Unrestricted and total funds 2006 £
Incoming resources			
<i>Incoming resources from generating funds:</i>			
<i>Activities for generating funds:</i>			
Investment Income		23,144	18,612
<i>Incoming Resources from Charitable Activities</i>	2	76,441	66,491
Other incoming resources		50,317	725
Total incoming resources		149,902	85,828
Resources expended			
<i>Charitable Activities</i>			
Symposium	3	40,150	31,546
Publication of Journal	3	69,942	65,546
ETAC	3	496	474
Governance Costs	6	110,588 7,005	97,566 6,817
Total resources expended		117,593	104,383
Net incoming/ (outgoing) resources for the year		32,309	(18,555)
Fund balances brought forward at 1 January 2007		458,030	476,585
Fund balances carried forward at 31 December 2007	10	490,339	458,030

There are no recognised gains or losses other than those included in the statement of financial activities for the two financial years.

The above results are derived from continuing operations.

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM

BALANCE SHEET AT 31 DECEMBER 2007

	Note	2007	2006
		£	£
Fixed assets			
Investments	7	250,000	250,000
Current assets			
Debtors	8	39,360	28,193
Cash at bank and in hand		235,027	210,929
		<u>274,387</u>	<u>239,122</u>
Creditors: amounts falling due within one year	9	<u>(34,048)</u>	<u>(31,092)</u>
Net current assets		<u>240,339</u>	<u>208,030</u>
Total net assets		<u><u>490,339</u></u>	<u><u>458,030</u></u>
Funds			
Unrestricted funds	10	<u><u>490,339</u></u>	<u><u>458,030</u></u>

The directors have taken advantage of the exemptions conferred by Schedule VII to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

The financial statements on pages 8 to 14 were approved by the board of directors and authorised for issue on 2008 and are signed on their behalf by:

M A Cleary
Hon Treasurer and Director

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
NOTES TO THE ACCOUNTS
YEAR ENDED 31 DECEMBER 2007

1 Accounting policies

Basis of accounting

The accounts have been prepared in accordance with applicable accounting standards under the historical cost convention and in accordance with the recommendations of the Statement of Recommended Practice: "Accounting and Reporting by Charities" (SORP 2005) issued in March 2005, applicable UK accounting standards and the Companies Act 1985.

Incoming resources

Income from charitable activities includes subscriptions income which is accounted for in the accounting period in which it is receivable and symposium income which is accounted for on a receivable basis.

Investment income comprises interest received on bank deposits and National Savings bank income bonds and is recognised on a receivable basis.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis. Expenditure is directly attributable to specific activities and has been included in those cost categories. Resources expended include attributable VAT which cannot be recovered.

Charitable activities include expenditure associated with the publication of the journal, expenditure associated with the annual symposium and expenditure associated with ETAC. These include both the direct costs and support costs relating to those activities.

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

Support costs include central functions and have been allocated to activity cost categories on an income generated basis.

Grants payable are charged to the Statement of Financial Activities when they have been approved by the Board of Trustees.

Cash flow statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No.1 on the grounds that it is entitled to the exemptions available for small companies.

Foreign currencies

Transactions expressed in foreign currencies are translated into sterling and recorded at rates of exchange approximating to those ruling at the date of the transaction. Monetary assets and liabilities are translated at rates ruling at the balance sheet date. All differences are taken to the profit and loss account.

Fund accounting

The charity's accumulated funds consist of funds which the company may use at the discretion of its trustees.

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
NOTES TO THE ACCOUNTS
YEAR ENDED 31 DECEMBER 2007

Continued

2 Incoming resources from Charitable Activities

	2007	2006
	£	£
Annual Symposium (note 2(a))	8,121	-
Publication of journal	68,320	66,491
	76,441	66,491
	76,441	66,491

a) Symposium

The Symposium for 2006 was arranged by the Japanese Society and no accounts are available to SSIEM. The income generated from the 2005 symposium has been included below for comparative purposes. The gross amounts received and associated expenditure for the symposium sponsored by the Charity in Hamburg in 2007 were as follows:

	2007		2005	
Income	£	£	£	£
Registration fees		433,084		396,685
Sponsorship		211,819		128,728
Other income		775		11,182
		645,678		536,595
Expenditure				
Accommodation	101,154		132,540	
Printing	20,562		29,394	
Meals, entertainment and transport	298,890		217,844	
Speakers' expenses	22,304		32,729	
Administration	88,587		79,200	
Miscellaneous	106,060		17,850	
		637,557		509,557
Symposium surplus		8,121		27,038
Surplus donated to the charity		8,121		27,038

b) Other Income

	2007	2006
	£	£
Journal Royalties	46,129	-
Revaluation of Foreign Currency Bank Accounts	3,383	-
Charges for payment by Credit/Debit Card	805	725
	50,317	725
	50,317	725

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
NOTES TO THE ACCOUNTS
YEAR ENDED 31 DECEMBER 2007

continued

3 Analysis of Charitable Expenditure

	Symposium £	Journal £	ETAC £	2007 £
Direct Costs				
Publication of Journal	-	53,580	-	53,580
Council symposium expenses	5,380	-	-	5,380
Support for delegates to attend symposium (Note 5)	14,393	-	-	14,393
Exchange Grants (Note 5)	2,432	-	-	2,432
Awards	1,331	-	-	1,331
Komrower Lecture	2,470	-	-	2,470
	26,006	53,580	-	79,586
Support Costs (Note 4)	14,144	16,362	496	31,002
	40,150	69,942	496	110,588

4 Allocation of Support Costs

Support costs include central functions and have been allocated to activity costs categories on an income generated basis.

	Symposium £	Journal £	ETAC £	2007 £
Council travel and subsistence	5,965	995	496	7,456
Secretarial expenses	3,185	6,370	-	9,555
Printing and stationery	2,596	2,596	-	5,192
Postage	1,056	3,165	-	4,221
Web Site	576	1,725	-	2,301
Other administration	766	1,511	-	2,277
	14,144	16,362	496	31,002
	14,144	16,362	496	31,002

The trustees receive no remuneration but are reimbursed for expenses incurred.

**THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
NOTES TO THE ACCOUNTS**

YEAR ENDED 31 DECEMBER 2007

continued

5 Grants Payable in Furtherance of Charitable Activities

	2007	2006
		£
Support for delegates to attend symposium	14,393	13,495
Exchange Grants	2,432	689
	16,825	14,184
	16,825	14,184

All grants have been paid to individuals.

6 Governance Costs

	2007	2006
		£
Audit and Accountancy	3,790	3,438
Secretarial Expenses	3,185	3,349
Other Administration	30	30
	7,005	6,817
	7,005	6,817

7 Investments

Unlisted investments:		£
Cost		
At 31 December 2006 and 2007		250,000
		250,000

Unlisted investments comprise National Savings Bank income bonds. Accordingly, they are included at cost which represents the capital value of the bonds to the charity. Investments are held to provide an investment return.

8 Debtors

	2007	2006
	£	£
Other debtors	35,830	23,558
Prepayments	3,530	4,635
	39,360	28,193
	39,360	28,193

THE SOCIETY FOR THE STUDY OF INBORN ERRORS OF METABOLISM
NOTES TO THE ACCOUNTS
YEAR ENDED 31 DECEMBER 2007

continued

9 Creditors: amounts due within one year

	2007	2006
	£	£
Subscriptions in advance	30,228	28,032
Membership support fund	90	60
Accruals	3,730	3,000
	<u>34,048</u>	<u>31,092</u>

10 Statement of funds

	Unrestricted accumulated fund	
	2007	2005
	£	£
At 1 January 2007	458,030	476,585
Net incoming/ (outgoing) resources for the year	32,309	(18,555)
	<u>490,339</u>	<u>458,030</u>
At 31 December 2007	<u>490,339</u>	<u>458,030</u>