

**Multiple Sclerosis International Federation  
(A Company Limited by Guarantee)**

**Company Registration Number: 5088553  
Charity Registration Number: 1105321**

**Report and Financial Statements**

**for the Year Ended**

**31 December 2007**

**Multiple Sclerosis International Federation  
Report and Financial Statements  
for the year ended 31 December 2007**

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**Multiple Sclerosis International Federation  
Trustees' Report  
for the year ended 31 December 2007**

The trustees present their report and financial statements for the period ended 31 December 2007. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued 2005 in preparing the annual report and financial statements of the charity.

**Company Number** 5088553

**Charity Number** 1105321

**Registered Office** Skyline House, 200 Union Street, London SE1 0LX

**Board of Trustees**

For the purpose of the Companies Act 1985, the Board of Trustees is regarded as the Board of Directors of the company. The trustees of the company throughout the period are as follows:

|                             |                      |
|-----------------------------|----------------------|
| Sarah Phillips OBE, DL (UK) | <b>Chairman</b>      |
| Ole Busck (Denmark)         | <b>Vice Chairman</b> |
| Weyman Johnson (USA)        | <b>Secretary</b>     |
| Robin Inchyra (UK)          | <b>Treasurer</b>     |

Uma Aaltonen (Finland, appointed October 2007)  
Inés Acevedo (Argentina, appointed October 2007)  
Mario Battaglia (Italy)  
Pedro Carrascal (Spain, appointed October 2007)  
Leon Cligman (France, retired October 2007)  
Frits Deiters (Netherlands)  
Alistair Fraser (Canada)  
Simon Gillespie (UK, appointed October 2007)  
Robert Hubbard (Australia)  
Ed Kangas (USA)  
Peter Kauffeldt (Denmark)  
Jürg Kesselring (Switzerland, retired October 2007)  
John Killengreen (Norway, appointed October 2007)  
David Knight (Canada, retired October 2007)  
George Loudon (Netherlands, retired October 2007)  
Louis Maroun (Canada, appointed October 2007)  
Nuşin Misirli (Turkey)  
Antonella Moretti (Italy, appointed October 2007)  
Joyce Nelson (USA)  
Allen O'Connor (Ireland)  
Anastasios Orogas (Greece, retired October 2007)  
Dorothea Pitschnau-Michel (Germany)  
Dorinda Roos (Netherlands, appointed October 2007)  
Yves Savoie (Canada)  
Ursula Späth (Germany)  
Alan Thompson (UK)  
Sue Tilley (UK, retired October 2007)  
David Torrey (Canada)  
Steve Umin (USA)  
Charles van der Straten Waillet (Belgium)

**Multiple Sclerosis International Federation  
Trustees' Report  
for the year ended 31 December 2007 (continued)**

The Council, MSIF's supreme governing body, elects a Nominating Committee. The Nominating Committee invites MSIF member societies (and all Board and Committee members), past Board members, members of the international MS movement and relevant others to nominate candidates. They review submissions, interview candidates when necessary and meet to discuss and finalise a slate of candidates to fill all Board positions. The Committee distributes supporting papers to Council members and submits them with the slate for discussion and election. Under the Articles of Association the members of the Board of Trustees are elected at the biennial Council Meeting. The Board shall consist of no less than three members. Guidance is in place for rotation of Board members.

Trustees are responsible for the overall strategic direction of the charity while decisions on tactical means to achieve these objectives are taken by the Chief Executive in conjunction with staff.

New Trustees attend an induction day within the first six months of appointment and maybe allocated a mentor from among the longer serving Trustees.

**Chief Executive** Peer Baneke (appointed 2 January 2007)

**Bankers** Coutts & Co.  
440 Strand  
London WC2R 0QS

CCLA Investment Management Ltd  
COIF Charity Funds  
80 Cheapside  
London EC2V 6DZ

**Auditors** Kingston Smith LLP  
Devonshire House  
60 Goswell Road  
London EC1M 7AD

**Solicitors** Collyer-Bristow LLP  
4 Bedford Row  
London WC1R 4DF

### **Governing Document**

Multiple Sclerosis International Federation is a charity established under a Memorandum and Articles of Association and incorporated as a company limited by guarantee and not having a share capital on 30 March 2004. The Federation was registered with the Charity Commission on 5 August 2004.

### **Risk Management**

The Trustees have examined the major governing, operational and financial risks which the Federation faces and confirm that systems have been established to lessen these risks. The potential risks and management of them are regularly reviewed by the Trustees.

**Multiple Sclerosis International Federation  
Trustees' Report  
for the year ended 31 December 2007 (continued)**

**The Objects of the Charity**

The objects for which the charity was established are to support and relieve persons affected by multiple sclerosis and allied conditions worldwide by:-

- 1) Promoting, stimulating and encouraging scientific research worldwide for the public benefit by the dissemination of information and knowledge into the causes of and cure and treatment for multiple sclerosis and allied conditions with the aim of eliminating multiple sclerosis;
- 2) Providing information, advice and support to further the development and work and promote the efficiency and effectiveness of voluntary national multiple sclerosis organisations or the formation of such organisations;
- 3) Educating the general public about multiple sclerosis by, amongst other things, collecting and disseminating scientific and educational information relating to multiple sclerosis;
- 4) Aiding, supporting and relieving persons who are affected by multiple sclerosis and allied conditions, to encourage them in every way possible to achieve their full potential as members of society by improving their quality of life;
- 5) Such other charitable purposes as the Trustees shall in their absolute discretion from time to time decide.

**Review of Activities and Future Development**

**Stimulating MS research**

MSIF is now widely considered to have a relevant role in the international MS research community.

Under the guidance of our International Medical & Scientific Board (IMSB), we have supported several international endeavours such as the International Stem Cell Research Summit, the Biomarkers in MS meeting and the development of the International Pediatric MS Study Group.

Our Du Pré Grants and McDonald Fellowships supported the development of young scientists and actively encouraged them to remain in the MS field, whilst our highly respected biennial Charcot Award acknowledged the invaluable role played by one of the world's leading MS researchers.

We worked with a team at the Institute of Neurology in London to identify the latest developments in MS research in peer-reviewed publications, which we communicated to the global MS community in our weekly email newsletter Making Connections.

Our IMSB has restructured in order to ensure it can better perform its central advisory function and the support for our research related activities is being further strengthened by the employment of a new staff member.

**Supporting the development of effective national MS societies**

National MS patient organisations are best placed to directly support people with and affected by MS and are essential in improving their quality of life. Consequently, where national MS societies exist we supported them in their work. Where such organisations don't exist we worked with relevant individuals and groups in the country to stimulate the development of effective MS societies. Over the last year we expanded the MSIF Global MS Network to more than 80 MS organisations worldwide.



**Multiple Sclerosis International Federation  
Trustees' Report  
for the year ended 31 December 2007 (continued)**

**Communicating knowledge, experience and information about MS**

Explaining MS and its impact is at the heart of our work. We continued to use the latest information and communication technology to pursue the publication and dissemination of quality material and relevant information about MS.

English is our official language, but language should not be a barrier to communication. We therefore provided a Mini WoMS website, consisting of the main information contained in our World of MS website (WoMS), in Arabic, Chinese, Czech, Japanese, Portuguese and Romanian.

The most popular section of our website is the online community, My World of MS, where subscribers communicate directly with one another through diary entries and online messaging. From those contributions, we invited someone with a special story to tell to write their profile for publication as the Profile of the Month.

Twice in 2007 we produced an English print version and online version in English, Spanish and German of our free magazine aimed at people affected by MS and health professionals, *MS in Focus*. Its Editorial Board commissioned articles from the world's leading experts and practitioners in the MS field.

We began the process to update the 6<sup>th</sup> revised edition of our publication *MS: The Guide to Treatment and Management*, which provides the most comprehensive evaluation of frequently used treatments in the management of MS.

We continued to provide our email newsletter *Making Connections*, which contains up-to-date news on MS, MS research, people with MS and MSIF and is sent to more than 10,000 subscribers each week. We developed a new section of our website called *MSIF News & Press*, which has the latest MSIF press releases and an index of the different section's news items.

We co-organised *Prague07 – Living with MS: Today and Tomorrow* with the Czech MS Society.

**Advocating globally for the international MS community**

In 2007 we launched a campaign for the ratification of the Convention on the rights of Persons with Disabilities, which gives a legal basis to many of the Principles to Promote the Quality of Life of People with MS. This may just be an initial step as there are other opportunities to explore in the UN institutions to help accomplish our mission.

We collaborated with the World Health Organization (WHO) to gather data about the epidemiology of MS and the national resources around the world to diagnose, inform, treat, rehabilitate, support and provide services to people with MS. The resulting data has been presented and illustrated in the *Atlas of MS* website.

**Future Development**

The Council in Prague had wide ranging discussions on future directions for MSIF and authorised work to start on preparation of a new strategic plan, which the Trustees will consider in April 2008.

During 2008 we will continue to offer Du Pré Grants and McDonald Fellowships and explore international research opportunities. We will promote and coordinate the development of a Twinning Programme between member societies. This will support smaller societies to increase their knowledge and develop. Communicating information will remain at current levels with a stronger focus on linking web-based and interactive communication. We will launch the *Atlas* publication, continue our advocacy for the ratification of the Convention on the rights of Persons with Disabilities and prepare for a World MS Day to be held in 2009.

**Multiple Sclerosis International Federation  
Trustees' Report  
for the year ended 31 December 2007 (continued)**

**Maintain good governance and leadership**

We welcomed Mr. Peer Baneke as the new CEO of MSIF, effective 2 January 2007.

The Nominating Committee considered potential candidates for nomination at our biennial Council meeting in Prague. They submitted a slate to the Council and we were delighted to welcome several new Board and committee members. We awarded honorary life Board membership for two former Board members.

**Transparent finance, personnel and administration structures**

We examined our banking activity during the year and concluded that we could operate more effectively in sterling. We closed our remaining foreign currency accounts and have significantly reduced the risk of suffering exchange losses.

Late 2007, MSIF began the recruitment process for an International Medical and Scientific Research Officer for appointment in early 2008.

**Ensure MSIF fundraising capacity**

MSIF maintained and developed existing relationships with sponsors. A fundraising work group formed of senior members of larger MS societies was formed to inform the Strategic Plan and develop a fundraising strategy.

**Performance summary**

MSIF measures the performance of its projects through both quantitative and qualitative data, ensuring that our activities are meeting our objectives and making a difference to people affected by MS.

*Quantitative data*

MSIF regularly collects quantitative data from a number of sources:

- website download and page visit statistics, for example the number of *MS in focus* magazines downloaded each month
- numerical survey results
- number of subscribers to printed publications and the weekly Making Connections newsletter
- records of number of responses by email for requests for information and advice
- number of annual applications for the Du Pré research grants and McDonald fellowships
- the number of contacts maintained with MS societies, individuals affected by MS and scientists throughout the world
- the number of MS societies and individuals taking part in MSIF events, such as the annual Global Dinner Party

*Qualitative data*

More important is the knowledge that MSIF projects are making an impact; stimulating international research and helping improve the quality of life for people affected by MS. To do this, MSIF records and analyses qualitative data received from individuals and families, MS society staff and volunteers, scientists and health professionals. For example:

- thank yous and other feedback received to the [info@msif.org](mailto:info@msif.org) email address
- comments made by participants in surveys, for example in the MSIF Strategy Survey 2007
- feedback from individual participants in MSIF project work groups
- reports of positive outcomes due to an MSIF project

All quantitative and qualitative feedback received by MSIF is stored and analysed and, where possible, suggestions for improvements are considered.

**Multiple Sclerosis International Federation  
Trustees' Report  
for the year ended 31 December 2007 (continued)**

**Financial Review**

Performance during the year was significantly better than budget despite income being lower than anticipated. Unrestricted income was slightly higher than budgeted due to interest on cash deposits and more individual donations. Restricted income was below budget, as was expenditure. This was largely due to the end of a long term funding relationship with the Sylvia Lawry Centre and a delay in activity on advocacy projects until 2008. The net result for the year was an increase of just over £103,000 in the reserve of Unrestricted Funds and a reduction in unspent Restricted Funds. The Federation maintains a healthy financial position for the coming year.

**Reserves Policy**

The Trustees' policy on unrestricted reserves is that such reserves should be sufficient to fund the annual overhead costs of the charity, currently in the range of £450,000 to £550,000. As at 31 December 2007 unrestricted reserves amounted to £531,421. This policy ensures the future security of the Charity against fluctuations in income in the short-term.

**Audit information**

So far as each of the directors at the time the trustees' report is approved is aware:

- a) there is no relevant information of which the auditors are unaware; and
- b) they have taken all relevant steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**Auditors**

Kingston Smith LLP have indicated their willingness to continue in office. A resolution proposing their re-appointment will be submitted at the Annual General Meeting.

**Note of Appreciation**

We would like to thank the people with MS, national MS society staff and volunteers, scientists and other professionals, sponsors - both corporate and individual for their generosity and support, without which we would not be able to continue our activities.



**Multiple Sclerosis International Federation  
Statement of Trustees' Responsibilities  
for the year ended 31 December 2007**

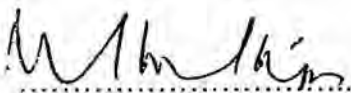
**Statement of Trustees' Responsibilities**

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the net incoming resources of the charity for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements.
- prepare the financial statements on the going concern basis and in accordance with applicable accounting standards.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

**On behalf of Trustees**

  
.....  
Sarah Phillips OBE, DL  
Chairman

Date: 17 April 2008

**Independent Auditor's Report to the Members  
of Multiple Sclerosis International Federation**

We have audited the financial statements of the Multiple Sclerosis International Federation for the year ended 31st December 2007 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared in accordance with the accounting policies set out therein.

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 for no purpose other than to draw to the attention of the charitable company's members those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective Responsibilities of the Board and Auditors**

The trustees' (who are also the directors of the Multiple Sclerosis International Federation for the purposes of company law) responsibilities for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) 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 if, in our opinion, the information given in the Directors' Report is consistent with the financial statements. In addition we report to you if, in our opinion, the charitable company 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' Annual Report, which incorporates the Directors' Report required by the Companies Act 1985, and consider the implications for our report if we become aware of any apparent misstatements within it. We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

**Basis of Audit 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 the United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 December 2007 and of its incoming resources and application of resources, including the income and expenditure of the charitable company for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the Trustees' Annual Report is consistent with the financial statements.

Devonshire House  
60 Goswell Road  
London EC1M 7AD

Date: 28/04/2008

  
Kingston Smith LLP  
Chartered Accountants  
and Registered Auditors

**Multiple Sclerosis International Federation**  
**Statement of Financial Activities**  
**for the year ended 31 December 2007**

|   |      | 2007              |                  |                 | Total<br>2006    |
|---|------|-------------------|------------------|-----------------|------------------|
|   | Note | Unrestricted<br>£ | Restricted<br>£  | Total<br>£      | £                |
| <b>Income and Expenditure</b>                               |      |                   |                  |                 |                  |
| <b>Incoming Resources</b>                                   |      |                   |                  |                 |                  |
| <i><b>Incoming resources from generated funds</b></i>       |      |                   |                  |                 |                  |
| Voluntary income  | 2    | 67,687            | 459,795          | 527,482         | 440,664          |
| Meeting Income  |      | 14,629            | -                | 14,629          | 27,886           |
| Bank Interest   |      | 41,004            | 1,066            | 42,070          | 24,089           |
| <i><b>Incoming resources from charitable activities</b></i> |      |                   |                  |                 |                  |
| Membership dues   |      | 217,220           | -                | 217,220         | 267,842          |
| <b>Total incoming resources</b>                             |      | <b>340,540</b>    | <b>460,861</b>   | <b>801,401</b>  | <b>760,481</b>   |
| <b>Resources expended</b>                                   |      |                   |                  |                 |                  |
| <i><b>Costs of generating funds</b></i>                     |      |                   |                  |                 |                  |
| Costs of generating voluntary income                        |      | 19,195            | -                | 19,195          | 76,995           |
| <i><b>Charitable activities</b></i>                         |      |                   |                  |                 |                  |
| Stimulate research  |      | -                 | 322,513          | 322,513         | 543,544          |
| Develop national MS societies                               |      | 28,924            | 10,189           | 39,113          | 32,647           |
| Communicate MS  |      | -                 | 255,211          | 255,211         | 190,891          |
| Advocate for & support people<br>affected by MS             |      | -                 | 80,191           | 80,191          | 63,357           |
| <i><b>Governance costs</b></i>                              |      | 121,959           | -                | 121,959         | 147,524          |
| <b>Total resources expended</b>                             | 3/4  | <b>170,078</b>    | <b>668,104</b>   | <b>838,182</b>  | <b>1,054,958</b> |
| <b>Net incoming resources before transfers</b>              |      | <b>170,462</b>    | <b>(207,243)</b> | <b>(36,781)</b> | <b>(294,477)</b> |
| Transfers between funds                                     | 5    | (80,236)          | 80,236           | -               | -                |
| <b>Other recognised gains and losses</b>                    |      |                   |                  |                 |                  |
| Gain on foreign exchange                                    |      | 13,108            | -                | 13,108          | -                |
| <b>Net movement in funds for the year</b>                   |      | <b>103,334</b>    | <b>(127,007)</b> | <b>(23,673)</b> | <b>(294,477)</b> |
| <b>Total funds brought forward</b>                          |      | <b>428,087</b>    | <b>353,413</b>   | <b>781,500</b>  | <b>1,075,977</b> |
| <b>Total funds carried forward<br/>at 31 December 2007</b>  | 11   | <b>531,421</b>    | <b>226,406</b>   | <b>757,827</b>  | <b>781,500</b>   |

All gains and losses arising in the period have been included in the Statement of Financial Activities and relate to continuing operation.

The accompanying notes at pages 13 to 19 are an integral part of these financial statements.

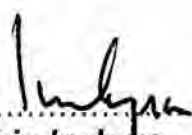
**Multiple Sclerosis International Federation**  
**Balance Sheet**  
**as at 31 December 2007**

|   | Note | 2007<br>£             | 2006<br>£             |
|---|------|-----------------------|-----------------------|
| <b>Fixed Assets</b>                                       |      |                       |                       |
| Equipment at Cost, less<br>Accumulated Depreciation       | 7    | 1,297                 | 2,155                 |
| <b>Current Assets</b>                                     |      |                       |                       |
| Debtors & Prepaid Expenses                                | 8    | 47,155                | 32,644                |
| Cash at bank & in hand                                    | 9    | <u>955,859</u>        | <u>795,922</u>        |
|   |      | <b>1,004,311</b>      | <b><u>830,721</u></b> |
| <b>Creditors' amounts falling due<br/>within one year</b> |      |                       |                       |
|   | 10   | <u>(246,484)</u>      | <u>(49,221)</u>       |
|   |      | <b>(246,484)</b>      | <b>(49,221)</b>       |
| <b>Net Assets</b>   | 11   | <b><u>757,827</u></b> | <b><u>781,500</u></b> |
| <b>Funds</b>  |      |                       |                       |
| Unrestricted Funds  |      | 531,421               | 428,088               |
| Restricted Funds  | 12   | 226,406               | 353,412               |
|   |      | <b><u>757,827</u></b> | <b><u>781,500</u></b> |

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The accompanying Notes at pages 13 to 19 are an integral part of these financial statements.

The accounts were approved by the Board and authorised for issue on 17 April 2008  
and signed on its behalf by:

  
.....  
**Robin Inchyra**  
Treasurer



**Multiple Sclerosis International Federation  
Notes to the Financial Statements  
for the year ended 31 December 2007**

**1. Accounting Policies**

**Basis of Accounting**

These Financial Statements have been prepared under the historical cost convention and in accordance with the provision of the Companies Act 1985, the Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities" and applicable accounting standards.

The charity has taken advantage of the provisions of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the charity's activities.

The following principal accounting policies have been consistently applied in preparing the financial statements.

**Incoming Resources**

Income including membership dues is recognised in the accounting period to which it relates. Donated services are valued at the advised commercial rate.

**Resources Expended**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Wherever possible costs are directly attributed to these headings.

The costs of generating funds are those costs of seeking potential funders and applying for funding.

Support costs are those costs incurred in support of the charitable objectives.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

**Fund Accounting**

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors. The aim and use of each restricted fund is set out on the following pages.

**Fixed Assets**

Depreciation is provided on fixed assets in excess of £1,000 to write off the cost during their estimated useful lives which is currently over 3 years.

**Foreign Currencies**

Assets and liabilities in foreign currencies are translated into sterling at the year end exchange rate. Transactions in foreign currency during the year are converted at the rate ruling at the date of transaction and any exchange differences arising are taken to the Statement of Financial Activities.

**Multiple Sclerosis International Federation**  
**Notes to the Financial Statements**  
**for the year ended 31 December 2007 (continued)**

**2. Voluntary income**

|                              | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | Total<br>2007<br>£ | Total<br>2006<br>£ |
|------------------------------|----------------------------|--------------------------|--------------------|--------------------|
| Anon (Switzerland)           | 22,000                     | -                        | 22,000             | -                  |
| Bayer Schering               | -                          | 99,164                   | 99,164             | 83,995             |
| BiogenIdec                   | 17,013                     | 38,618                   | 55,631             | 39,195             |
| Canadian MS Society          | -                          | 7,546                    | 7,546              | 14,588             |
| Mrs K Cordingly              | -                          | -                        | -                  | 720                |
| Dechert (donated service)    | -                          | 855                      | 855                | 29,530             |
| Demos                        | -                          | 1,213                    | 1,213              | -                  |
| EG Pettit & Co.              | -                          | -                        | -                  | 3,412              |
| German MS Society            | -                          | 4,526                    | 4,526              | 3,076              |
| Mr D Harper (ING Bank)       | -                          | -                        | -                  | 1,500              |
| Just Giving                  | 7,289                      | -                        | 7,289              | 753                |
| Merck Serono                 | -                          | 99,800                   | 99,800             | 76,500             |
| Novartis                     | -                          | 23,994                   | 23,994             | 29,996             |
| Play Monday Lottery          | 3,303                      | -                        | 3,303              | 9,615              |
| Stichting MS Research        | -                          | 8,135                    | 8,135              | -                  |
| Teva                         | -                          | 5,000                    | 5,000              | -                  |
| UK MS Society                | 9,875                      | -                        | 9,875              | 12,300             |
| US MS Society                | -                          | 745                      | 745                | 2,170              |
| Vanneau Trust                | -                          | 164,379                  | 164,379            | 121,885            |
| Wolfensohn Family Foundation | -                          | 4,857                    | 4,857              | 5,168              |
| Other                        | 8,207                      | 963                      | 9,170              | 6,261              |
|                              | <b>67,687</b>              | <b>459,795</b>           | <b>527,482</b>     | <b>440,664</b>     |

**3. Resources Expended**

|   | Grants<br>Paid<br>£ | Direct<br>Costs<br>£ | Support<br>Costs<br>£ | Total<br>2007<br>£ | Total<br>2006<br>£ |
|---|---------------------|----------------------|-----------------------|--------------------|--------------------|
| <b>Costs of generating funds</b>                |                     |                      |                       |                    |                    |
| Costs of generating voluntary income            | -                   | 2,822                | 16,373                | 19,195             | 76,995             |
| <b>Charitable activities</b>                    |                     |                      |                       |                    |                    |
| Stimulate research                              | 237,622             | 15,826               | 69,065                | 322,513            | 543,544            |
| Develop national MS societies                   | -                   | 10,214               | 28,899                | 39,113             | 32,647             |
| Communicate MS                                  | -                   | 109,039              | 146,172               | 255,211            | 190,891            |
| Advocate for & support people<br>affected by MS | 2,890               | 16,735               | 60,566                | 80,191             | 63,357             |
| <b>Governance costs</b>                         | -                   | 57,480               | 64,479                | 121,959            | 147,524            |
|   | <b>240,512</b>      | <b>212,116</b>       | <b>385,554</b>        | <b>838,182</b>     | <b>1,054,958</b>   |

- Grants to institutions during the period amounted to £81,475. £61,475 to the Sylvia Lawry Centre for MS research. £2,000 per fellow to: The Institute of Neurology, Mayo Clinic (2 recipients), Monash University and the University of Verona for hosting a McDonald Fellowship winner. £5,000 to MAGNIMS research meeting. £5,000 to the Gordon Research Conference.
- Grants to individuals during the period amounted to £159,037. £125,000 accrued in 2007 to be paid in 2008 for McDonald Fellowship winners and £34,037 paid to Du Pré Grant recipients, Charcot, Nicholson and Wolfensohn Award winners.

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**Notes to the Financial Statements**  
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**4. Breakdown of Resources Expended by Activity**

|                          | Generating<br>Voluntary Income<br>£ | Stimulate<br>Research<br>£ | Dev.<br>Nat Soc.<br>£ | Communicate<br>MS<br>£ | Adv.<br>& Sp.<br>£ | Total<br>Charit. Activ.<br>£ | Governance<br>£ | Total<br>2007<br>£ | Total<br>2006<br>£ |
|--------------------------|-------------------------------------|----------------------------|-----------------------|------------------------|--------------------|------------------------------|-----------------|--------------------|--------------------|
| <b>Direct Costs</b>      |                                     |                            |                       |                        |                    |                              |                 |                    |                    |
| Conferences & Meetings   | -                                   | 7,754                      | 392                   | 32,452                 | 6,373              | 46,971                       | 45,236          | 92,207             | 155,281            |
| Travel & Accommodation   | 377                                 | 1,881                      | 5,268                 | -                      | 74                 | 7,600                        | 4,047           | 11,647             | 14,464             |
| Printing & Publications  | 158                                 | 378                        | -                     | 35,851                 | -                  | 36,387                       | 150             | 36,537             | 22,512             |
| Professional Fees        | 2,287                               | 5,813                      | 4,554                 | 38,786                 | 3,832              | 55,272                       | 8,047           | 63,319             | 235,042            |
| Website Hosting          | -                                   | -                          | -                     | 1,950                  | 6,456              | 8,406                        | -               | 8,406              | 1,754              |
| Grants (note 3)          | -                                   | 237,622                    | -                     | -                      | 2,890              | 240,512                      | -               | 240,512            | 213,974            |
| <b>Sub Total</b>         | <b>2,822</b>                        | <b>253,448</b>             | <b>10,214</b>         | <b>109,039</b>         | <b>19,625</b>      | <b>395,148</b>               | <b>57,480</b>   | <b>452,628</b>     | <b>643,027</b>     |
| <b>Support Costs</b>     |                                     |                            |                       |                        |                    |                              |                 |                    |                    |
| Staff Costs (note 6)     | 12,477                              | 52,607                     | 22,014                | 111,343                | 46,134             | 244,575                      | 49,118          | 293,693            | 316,620            |
| Education & Training     | 23                                  | 106                        | 39                    | 206                    | 85                 | 459                          | 76              | 535                | 1,192              |
| Rent, Rates & Insurance  | 2,530                               | 10,635                     | 4,467                 | 22,547                 | 9,388              | 49,567                       | 9,983           | 59,550             | 62,434             |
| Premises Maintenance     | 545                                 | 2,382                      | 959                   | 4,951                  | 1,965              | 10,802                       | 2,103           | 12,905             | 9,780              |
| IT Support & Maintenance | 320                                 | 1,345                      | 571                   | 2,865                  | 1,214              | 6,315                        | 1,279           | 7,594              | 4,792              |
| Office Expenses          | 302                                 | 1,347                      | 557                   | 2,815                  | 1,215              | 6,236                        | 1,208           | 7,444              | 6,821              |
| Financial Expenses       | 101                                 | 383                        | 181                   | 865                    | 386                | 1,916                        | 429             | 2,345              | 7,225              |
| Depreciation (note 7)    | 75                                  | 260                        | 111                   | 580                    | 179                | 1,205                        | 283             | 1,488              | 3,067              |
| <b>Sub Total</b>         | <b>16,373</b>                       | <b>69,065</b>              | <b>28,899</b>         | <b>146,172</b>         | <b>60,566</b>      | <b>321,075</b>               | <b>64,479</b>   | <b>385,554</b>     | <b>411,931</b>     |
| <b>Total Expenditure</b> | <b>19,195</b>                       | <b>322,513</b>             | <b>39,113</b>         | <b>255,211</b>         | <b>80,191</b>      | <b>716,223</b>               | <b>121,959</b>  | <b>838,182</b>     | <b>1,054,958</b>   |

- Auditors Fees during the period amounted to £3,750 + VAT. Auditors' Other Services during the period amounted to £51 + VAT. (December 2006 – Auditors Fees £3,600 + VAT. Auditors Other Services - £1,168 + VAT)
- Support costs are apportioned on the basis of staff time

**Multiple Sclerosis International Federation**  
**Notes to the Financial Statements**  
**for the year ended 31 December 2007 (continued)**

| 5. Transfers  | Transfers from Unrestricted Funds<br>to Restricted Funds |                       |
|---|--|-----------------------|
|   | 2007<br>£  | 2006<br>£             |
| <b>Stimulate research</b>                                   |  |                       |
| Charcot Award   | 7,335  | 1,290                 |
| IMSB  | 20,178   | 9,834                 |
| McDonald Fellowships  | 8,086  | -                     |
| <b>Develop national MS societies</b>                        |  |                       |
| How To Booklets   | -  | 6,178                 |
| QoL Principles Practice Database                            | 10,189   | -                     |
| Workshops   | -  | 8,239                 |
| <b>Communicate MS</b>                                       |  |                       |
| Annual Review   | 3,044  | 10,533                |
| MS: The Guide   | 4,834  | 4,488                 |
| MSIF Communications   | 6,110  | -                     |
| <b>Advocate for &amp; support people<br/>affected by MS</b> |  |                       |
| My WoMS Online Community                                    | 10,338   | -                     |
| Nicholson Award   | 6,623  | 1,845                 |
| Wolfensohn Award  | <u>3,499</u>   | <u>12,358</u>         |
|   | <b><u>80,236</u></b>                                     | <b><u>54,765</u></b>  |
| <br>  |  |                       |
| <b>6. Staff Costs</b>                                       | <b>2007</b>  | <b>2006</b>           |
|   | <b>£</b>   | <b>£</b>              |
| Salaries  | 252,288  | 235,531               |
| Social Security   | 27,433   | 26,480                |
| SMP Reclaimed   | (3,845)  | (1,282)               |
| Pensions and Other Costs                                    | <u>17,817</u>  | <u>55,891</u>         |
|   | <b><u>293,693</u></b>                                    | <b><u>316,620</u></b> |

The average number of employees during the year was 7. (2006 7)

One employee received total taxable emoluments of between £60,000 and £70,000 during the year. (2006 one £80,000 - £90,000). No other employees received total taxable emoluments exceeding £60,000. (2006 nil).

No Trustee received any remuneration from the charity in the period. During the period one Trustee received expenses of £2,339 from the charity. This was generously provided by way of a grant from the UK MS Society. (2006 nil)



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**Notes to the Financial Statements**  
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**7. Fixed Assets**

|  | <b>Equipment</b><br><b>£</b> |
|--|------------------------------|
| <b>Cost</b> brought forward<br>at 1 January 2007         | 62,002                       |
| Additions  | 1,191                        |
| Disposals  | <u>4,498</u>                 |
|  | <u>58,695</u>                |
| <b>Depreciation</b> brought forward<br>at 1 January 2007 | 59,847                       |
| Depreciation for the year                                | 1,488                        |
| Disposals  | <u>3,937</u>                 |
|  | <u>57,398</u>                |
| <b>Net Book Value at 31 December 2007</b>                | <b><u>1,297</u></b>          |
| Net Book Value at 31 December 2006                       | <u>2,155</u>                 |

**8. Debtors and Prepaid Expenses**

|                 | <b>2007</b><br><b>£</b> | <b>2006</b><br><b>£</b> |
|-----------------|-------------------------|-------------------------|
| Sundry Debtors  | 11,005                  | 12,511                  |
| Prepayments     | 16,463                  | 16,578                  |
| VAT Reclaimable | <u>19,687</u>           | <u>3,555</u>            |
|                 | <b><u>47,155</u></b>    | <b><u>32,644</u></b>    |

**9. Cash and Cash Equivalents**

|                    | <b>2007</b><br><b>£</b> | <b>2006</b><br><b>£</b> |
|--------------------|-------------------------|-------------------------|
| Bank Accounts      | 955,837                 | 586,751                 |
| Euro Bank Accounts | -                       | 208,852                 |
| Cash               | <u>22</u>               | <u>319</u>              |
|                    | <b><u>955,859</u></b>   | <b><u>795,922</u></b>   |

**10. Creditors: Amounts falling due within one year**

|  | <b>2007</b><br><b>£</b> | <b>2006</b><br><b>£</b> |
|--|-------------------------|-------------------------|
| Other Creditors                                  | 17,274                  | 13,304                  |
| Accruals   | 138,750                 | 24,374                  |
| Deferred Income (inc. mem. dues paid in advance) | <u>90,460</u>           | <u>11,543</u>           |
|  | <b><u>246,484</u></b>   | <b><u>49,221</u></b>    |

**11. Analysis of Net Assets between Funds**

|                     | <b>Unrestricted</b><br><b>£</b> | <b>Restricted</b><br><b>£</b> | <b>Total</b><br><b>£</b> |
|---------------------|---------------------------------|-------------------------------|--------------------------|
| Fixed Assets        | 1,297                           | -                             | 1,297                    |
| Current Assets      | 776,608                         | 226,406                       | 1,003,014                |
| Current Liabilities | <u>(246,484)</u>                | <u>-</u>                      | <u>(246,484)</u>         |
|                     | <b><u>531,421</u></b>           | <b><u>226,406</u></b>         | <b><u>757,827</u></b>    |

**Multiple Sclerosis International Federation**  
**Notes to the Financial Statements**  
**for the year ended 31 December 2007 (continued)**

**12. Restricted Funds**

|                          | <b>Balance</b>  | <b>Resources</b> | <b>Resources</b> | <b>Transfers &amp;</b> | <b>Balance</b>  | <b>Balance</b>  |
|--------------------------|-----------------|------------------|------------------|------------------------|-----------------|-----------------|
|                          | <b>01.01.07</b> | <b>Incoming</b>  | <b>Outgoing</b>  | <b>other gains</b>     | <b>31.12.07</b> | <b>31.12.06</b> |
|                          | <b>£</b>        | <b>£</b>         | <b>£</b>         | <b>£</b>               | <b>£</b>        | <b>£</b>        |
| a. Charcot Award         | -               | -                | 7,335            | 7,335                  | -               | -               |
| b. Du Pré Grants         | 24,976          | 27,675           | 37,978           | -                      | 14,673          | 24,976          |
| c. IMSB                  | -               | -                | 20,178           | 20,178                 | -               | -               |
| d. McDonald Fellowships  | 10,169          | 126,704          | 144,959          | 8,086                  | -               | 10,169          |
| e. Research Meetings     | -               | 30,390           | 27,007           | -                      | 3,383           | -               |
| f. Sylvia Lawry Centre   | 131,423         | 1,921            | 85,056           | -                      | 48,288          | 131,423         |
| g. QoL Database          | -               | -                | 10,189           | 10,189                 | -               | -               |
| h. Annual Review         | -               | 15,754           | 18,798           | 3,044                  | -               | -               |
| i. Making Connections    | 18,537          | 8,998            | 25,259           | -                      | 2,276           | 18,537          |
| j. MSIF Comms.           | -               | 54,843           | 60,953           | 6,110                  | -               | -               |
| k. MS in focus           | 37,972          | 80,825           | 83,925           | -                      | 34,872          | 37,972          |
| l. MS: The Guide         | -               | 1,213            | 6,047            | 4,834                  | -               | -               |
| m. WoMS                  | 78,382          | 79,411           | 60,229           | -                      | 97,564          | 78,382          |
| n. Atlas of MS           | 33,353          | -                | 21,028           | -                      | 12,325          | 33,353          |
| o. Economic Impact of MS | -               | 24,906           | 17,192           | -                      | 7,714           | -               |
| p. My WoMS Online Comm.  | -               | -                | 10,338           | 10,338                 | -               | -               |
| q. Nicholson Award       | -               | 500              | 7,123            | 6,623                  | -               | -               |
| r. QoL Principles        | 15,493          | 2,864            | 13,046           | -                      | 5,311           | 15,493          |
| s. Wolfensohn Award      | 3,108           | 4,857            | 11,464           | 3,499                  | -               | 3,108           |
|                          | <b>353,413</b>  | <b>460,861</b>   | <b>668,104</b>   | <b>80,236</b>          | <b>226,406</b>  | <b>353,413</b>  |
|                          |                 |                  |                  | <b>(note 5)</b>        |                 |                 |

The purposes of the restricted funds are as follows:

- a. Awarded for a lifetime achievement in outstanding research into the understanding or treatment of multiple sclerosis. The winner is invited to give the Charcot Lecture at a relevant international scientific meeting. The travel costs, accommodation and expenses of the award winner are covered, with a maximum grant of £5,000. In addition a cheque in the sum of £1,500 is awarded to the winner.
- b. Enables young researchers to undertake short visits to other MS research centres either to learn more or to carry out parts of joint research projects. Each grant is likely to be between £1,000 and £4,000 to cover travel costs or as a top-up to an existing grant to extend or further develop a visit.
- c. To identify and propose relevant international research projects for MSIF support and generate two-way exchange of information between the MSIF Board and the MS scientific community.
- d. Awarded to young researchers from emerging countries for research in one of the neurosciences appropriate to multiple sclerosis. The award includes an annual grant to cover travel and living costs, and an additional contribution of £2,000 per year to the host laboratory. Total award amounts vary according to location.
- e. Facilitate, co-fund and cooperate in relation to international research meetings/conferences on topics that are being neglected.
- f. Project grants for the Sylvia Lawry Centre for MS Research, registered under German law in July 2001 as a not-for-profit organisation.
- g. The Quality of Life Principles Practice Database contains information about initiatives from MSIF member societies.
- h. Published every year at the end of the financial year. It provides information on the progress of the Federation's different programmes and on the development of new projects.

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**Notes to the Financial Statements**  
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- i. Making Connections is a weekly email newsletter aimed at all the organisation's stakeholders with an update on MS research, MSIF projects, people with MS and MS society news.
- j. Presenting, representing the organisation and generally communicating in the name of the organisation. Attending conferences, meetings and seminars e.g. ECTRIMS, Living with MS Day and MS Life etc.
- k. A biannual free magazine aimed at the MS community with an English print version and online and print versions in English, Spanish, German, Dutch and Italian. Its uniqueness resides in its depth of focus on specific themes of MS, selected by its international Editorial Board. Articles are commissioned from the world's leading experts and practitioners in the MS field.
- l. MS: The Guide to Treatment and Management is a publication sponsored by MSIF and published by DEMOS. It provides the most comprehensive evaluation of frequently used treatments in the management of MS and is written in simple language that makes it useful for the people affected by MS as well as health care providers.
- m. The MSIF website 'World of MS' provides information, resources and an online community for persons affected by MS, their caregivers and MS professionals. The funding covers technical development, maintenance and hosting of the website.
- n. The web based Atlas of MS presents annually updated data on the global, regional and national epidemiology of MS and the resources available for the treatment, management, rehabilitation and support of people with MS in every country with a significant prevalence of MS. Individuals, groups and organisations subscribe to the Atlas and use it as a tool to illustrate the results of comparative analysis of epidemiology and resource data across geographical areas.
- o. An independent evidence based tool to be used by people affected by MS, national MS societies and MSIF to highlight the economic impact of MS nationally, regionally and globally and to campaign for initiatives to improve the quality of life of people affected by MS.
- p. My World of MS provides a safe online community for people with MS and people affected by MS worldwide to share experiences and help each other cope with the challenges of life with MS.
- q. Awarded in recognition of a volunteer caregiver to a person, or people, with MS, who has visibly demonstrated outstanding commitment and devotion in their support.
- r. Consider the issues affecting the quality of life of people with MS in the short and long-term, beyond basic human needs (clean water, food, shelter etc.) and specific to the challenges MS presents.
- s. A travel grant awarded to a person with MS, and travelling escort, for the purpose of attending the MSIF biennial Council Meetings in recognition of their valuable contribution to the fight against MS.

### **13. Future Commitments**

At 31 December 2007, MSIF had annual commitments under operating leases as set out below:

|                                  | <b>2007</b>          | <b>2006</b>          |
|----------------------------------|----------------------|----------------------|
|                                  | <b>£</b>             | <b>£</b>             |
| <b>Equipment</b>                 |                      |                      |
| Expiring in less than one year   | -                    | 605                  |
| Expiring within five years       | 660                  | -                    |
| <b>Land and Buildings</b>        |                      |                      |
| Expiring within five years       | 47,500               | -                    |
| Expiring in more than five years | -                    | 47,500               |
|                                  | <b><u>48,160</u></b> | <b><u>48,105</u></b> |