

The Multiple Sclerosis Society of Ireland

Reports and Consolidated
Financial Statements
For the year ended
31 December 2011

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND
REPORTS AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

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THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS AND OTHER INFORMATION

BOARD OF DIRECTORS

Manfred Huschka (Chairman)
Patrick Stronge (Deputy Chairman)
Margaret Burke
Joe Cahill
Bernard Cunningham
Maureen Feeney
Lorna Mitchell
Sean Murphy
Emma Rogan
Dr Kilian Smith
Dr Susan Coote

CHIEF EXECUTIVE & COMPANY SECRETARY

Ava Battles

HONORARY LIFE MEMBERS

Paul Hogan
William Lonergan
Allen O'Connor

FINANCE COMMITTEE

Martin Nolan (Chairman)
Brian Farrell
Manfred Huschka
Lorna Mitchell
Sean Murphy
Allen O'Connor
Patrick Stronge
Memory Chipere (in attendance)
Ava Battles (in attendance)

RESEARCH COMMITTEE

Professor Michael Hutchinson (Chairman)
Dr Susan Coote
Alexis Donnelly
Professor Michael Farrell
Professor Conleth Feighery
Dr. Stanley Hawkins
Manfred Huschka
Dr. Ray Murphy
Dr. Kilian Smith
Mary Van Lieshout

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS AND OTHER INFORMATION (CONTINUED)

AUDITORS	Deloitte & Touche Chartered Accountants & Registered Auditors Deloitte & Touche House Earlsfort Terrace Dublin 2
PRINCIPAL BANKERS	Bank of Ireland College Green Dublin 2
SOLICITORS	Joynt & Crawford 8 Anglesea Street Dublin 2
REGISTERED OFFICE	80 Northumberland Road Dublin 4
CHARITY NUMBER	CHY 5365
DATE OF INCORPORATION	8 th October 1999
YEAR THE SOCIETY WAS FOUNDED	1961

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT

The Directors present their annual report and the audited consolidated financial statements for the year ended 31 December 2011.

In this report the Directors of The Multiple Sclerosis Society of Ireland ("MS Ireland") present its activities, governance, achievements and finances for the year ended 31 December 2011.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND MISSION AND OBJECTIVES

Mission Statement

"to enable and empower those affected by MS to live the life of their choice to their fullest potential".

- To facilitate People with MS (hereinafter referred to as "PwMS") to control their lives and environment, to live with dignity and participate in the community;
- To provide support for the families and carers of PwMS;
- To co-operate with the medical, scientific, social and caring professions to promote scientific research into the causes of, cure for and management of MS, and the alleviation of medical and social symptoms;
- To exchange and disseminate information relating to MS;
- To provide an identifiable focal point by developing an efficient, effective and caring organisation to serve the needs of People affected by MS (hereinafter referred to as "PaMS").

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Board

The Society is directed by a voluntary Board which comprises people with varied backgrounds, some with MS. The Board decided to reduce its number from 16 members to 12 to facilitate more efficient and effective meetings. Its function is to provide leadership, develop strategy, formulate effective policies and oversee their implementation, ensure good governance and financial control. The Board is provided with regular financial and operational information.

Detailed budgets are prepared in line with the strategic plan and are reviewed by the Finance Sub-Committee and further reviewed and approved by the Board. Actual results and outcomes are compared against the budget to ensure alignment with the plan and to maintain tight budgetary control and value for money.

Governance of MS Ireland is conducted in accordance with its Memorandum and Articles of Association, which were adopted in November 1998 and amended up to and including 18th June 2005.

The Branches, Council and Committees

The Council is the consultative body that represents the views of the 39 Branches around the country. The Council provides a direct link between members, Branches and the Board. The voluntary branches fundraise for and provide local services and programmes. Various committees are appointed by the Board to aid in the internal workings of the Society.

Management

The Chief Executive, to whom day to day management of the charity is delegated, leads a team of 92 employees working throughout the National Office, the MS Care Centre and 10 regional offices, plus an additional 43 Community Employment workers employed with the support of FÁS.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT (CONTINUED)

National Office is the base for the overall administrative and support services of the Society, including Finance, IT, HR, Communications and HelpLine. Regional offices provide services to PwMS, PaMS and support to the network of branches throughout the country. Service development and operations currently sit within the remit of the Chief Executive & Services Manager.

The Board of MS Ireland met on 8 occasions during the year. Six Sub Committees assisted with the work of the Board during 2011.

REVIEW OF ACTIVITIES

The principal activities of the Group in 2011 included:

- The provision of support, community rehabilitation (including physio and physical exercise), health promotion, coping strategies and well being services to PwMS and their families on a regional basis through a development programme (community development work) and individual and family support work (casework and counselling).
- The provision of information and advice, individually and in groups to PwMS & health professionals through regional outlets, website and the MS HelpLine Telephone 1850 233 233.
- The provision of respite care, MS Nurse specialism and therapy services in the 12 bed MS Care Centre.
- In 2011 we launched our MS Care Centre appeal to raise €250,000 to provide funds to make the necessary repairs to our Care Centre so that we can continue to provide respite and care for People with MS. We hosted our first ever fundraising corporate lunch to raise funds for the appeal.
- The Care Centre in 2011 received international accreditation from CHKS (Comparative Health Knowledge System).
- The organisation underwent an Organisational Review to prioritise its activities in light of diminished state and fundraised income. The outcome of the review was incorporated into our Strategic Plan for 2012 – 2014.
- The provision of welfare and financial assistance services through branches.
- Branch services including support groups, social activities, therapies and welfare supported by voluntary fundraising locally.
- Issues/concerns affecting PwMS and their carers individually and collectively were presented on an on-going basis in submissions to Government/State agencies and in public awareness campaigns.
- In 2011 we celebrated the Society's 50th anniversary since its foundation. Throughout the country Branches hosted 'Thank You' events to thank local communities for their support over the years. In September the Society hosted its 3rd National Convention in the Burlington Hotel, Dublin – a Convention about MS, its theme was 'Helping to Solve the MS Puzzle'. The weekend was an exciting mix of talks with speakers from Chicago, Italy, UK and of course, Ireland, as well as workshops, exhibitions and a gala dinner where the MS National Awards were presented.
- MS Ireland hosted its first research symposium on MS where a number of national and international speakers presented on a variety of aspects of MS research including stem cell therapy, neurodegeneration, resistance training, vitamin D and reparative therapies.
- The Pringle lecture as part of the National Convention was delivered by Professor Alan Thompson, Institute of Neurology, National Hospital for Neurology and Neurosurgery in London. He spoke about new emerging therapies and MS.
- Partnership with the University of Limerick has led to further research projects being undertaken by the students at UL.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT (CONTINUED)

REVIEW OF ACTIVITIES (CONTINUED)

- MS Ireland actively participated in European and international MS fora. On 28 May 2011 Anne Winslow was elected Vice President of EMSP. She attends EMSP Council meetings.
- MS Ireland participated at a national level on the Board of Disability Federation of Ireland and Neurological Alliance of Ireland.
- Major fundraising activities included the MS Readathon, the MS raffle and we hosted walks to the Camino de Santiago in Spain, Lake Como in Italy and to Northern Thailand.
- World MS Day 2011 was used to raise awareness of MS and issues affecting people with MS and their families.

A more detailed review of the Group's activities is included in the 2011 Annual Report.

MAJOR RISKS FACING THE GROUP

The Board are responsible for ensuring that the major risks facing the Group are appropriately managed. This is a continuous process reflecting the changing priorities and circumstances facing the Group. During the year the major risks facing the Group as defined by the Board and the management team have been reviewed and their potential impact assessed. In particular, cost cutting measures were applied across all areas of expenditure to reflect the decrease in state funding and the uncertainty of fundraising income. Strategies and controls aimed at managing risks appropriately have been agreed, many of which are already in place and effective; others are being developed further especially with regard to uncertainty around income. In many cases the control processes are subject to continuous improvement. Given the objectives of the Group, and the nature of the activities by which it furthers them, some of the risks have to be accepted: it is not possible for the Group to eliminate them. However, appropriate steps have been taken to mitigate them where possible.

FUTURE DEVELOPMENTS

In 2012 we will continue to work towards the achievement of our goals and objectives. The Board of MS Ireland is committed to building a Society which is integrated, effective, outcome-driven and accountable.

The Strategic Plan for 2012 - 2014 is being implemented by the Board and we are working towards the achievement and objectives outlined in the Plan. The Plan follows a sequence from the general or fundamental objectives of the organisation to the specific (the programmes and activities to be implemented over the three years), covering the organisation's mission statement, vision, goals and strategies along the way. Department/regional/individual plans have been prepared for the different divisions of the organisation, staff and volunteers.

The key goals are as follows:

- To provide appropriate quality nationwide services based on individual and family needs.
- To provide timely, accurate, sensitive and accessible information to people who use our services and educational activities for health professionals.
- To fund research and dissemination of national and international research developments in an accessible format.
- To represent the views and concerns of service users at a local, national and international level.
- To continue developing an efficient and effective organization that supports our services, staff and volunteers within available resources.
- To source, fundraise and effectively manage our financial resources to fund the services and activities of the organisation.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT (CONTINUED)

FUTURE DEVELOPMENTS (CONTINUED)

In 2012 we will commence:

- Implementing the Strategic Plan 2012 – 2014.
- Rollout of the integrated model which involves National Office, the Regional Offices and Branches working in a co-ordinated way.
- Review and development of our suite of services provided by professionals and volunteers.
- Branch training.
- Continue to develop our assessment programme at the Care Centre.
- Continue to develop and enhance the role of the MS specialist nurses at the Care Centre.
- Continue to develop our role of support and professional development to health and personal social service professionals.
- Increased promotion of the work of MS Ireland and highlighting the needs of PwMS through representations, communication and P.R.
- Development of MS Ireland's proactive position in the neurological pathway.
- Review and increase our fundraising efforts.
- Work on adopting the Codes of Fundraising Practice as issued by Irish Charity Tax Reform (ICTR).

FINANCIAL REVIEW

The consolidated results for the year are set out on page 14.

Incoming resources

Income totalled €7.8m which represents a decrease of €437,929 (5%) on 2010.

Resources expended

During the year €8m was spent on the provision of services to PwMS, reflecting a decrease of 3%. This decrease in expenditure directly impacted on the quality of life for PwMS and their carers.

Financial position at the end of the year

The fund balances totalled €7.2m at the end of the year.

DIRECTORS AND SECRETARY

The present membership of the Board is set out on page 2 under the heading Board of Directors. Brian Barrett, Dr Gemma Donnelly Cox, Brian Farrell, Professor Michael Hutchinson and Allen O'Connor retired on 11th September 2011. Ciara Kelly was appointed to the Board on 11th September 2011 and retired on 15th February 2012. Anne Winslow resigned as Chief Executive and Company Secretary on 17th October 2011 and was replaced by Ava Battles on that date.

SUBSIDIARY UNDERTAKINGS

The information required by the Companies Act, 1963 in relation to subsidiary undertakings is presented in Note 6 to the financial statements.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

DIRECTORS' REPORT (CONTINUED)

BOOKS OF ACCOUNT

To ensure that proper books and accounting records are kept in accordance with Section 202 of the Companies Act, 1990, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The books of account are located at 80 Northumberland Road, Dublin 4.

AUDITORS

The auditors, Deloitte & Touche, Chartered Accountants, continue in office in accordance with Section 160 (2) of the Companies Act, 1963.

Signed on behalf of the Board:

Patrick Stronge
Director

Sean Murphy
Director

14 July 2012

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Irish company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and the group and of the financial activities of the group for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies for the Group and the Parent Company Financial Statements and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements are prepared in accordance with accounting standards generally accepted in Ireland and comply with Irish statute comprising the Companies Acts, 1963 to 2012. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

We have audited the financial statements of The Multiple Sclerosis Society of Ireland for the year ended 31 December 2011 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Cashflow Statement, the Statement of Accounting Policies and the related notes 1 to 21. These financial statements have been prepared under the accounting policies set out in the Statement of Accounting Policies.

This report is made solely to the company's members, as a body, in accordance with Section 193 of the Companies Act, 1990. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the financial statements, as set out in the Statement of Directors' Responsibilities in accordance with applicable law and accounting standards issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Our responsibility, as independent auditor, 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, in accordance with Generally Accepted Accounting Practice in Ireland, and are properly prepared in accordance with Irish statute comprising the Companies Acts, 1963 to 2012. We also report to you whether in our opinion: proper books of account have been kept by the company; proper returns adequate for our audit have been received from branches of the company not visited by us; and whether the information given in the Directors' Report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purpose of our audit and whether the company's balance sheet and statement of financial activities are in agreement with the books of account and returns.

We also report to you if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not disclosed and, where practicable, include such information in our report.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it. Our responsibilities do not extend to 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 directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND**

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 evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements:

- (i) give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of affairs of the company and the group as at 31 December 2011 and of the net outgoing resources of the group for the year then ended; and
- (ii) have been properly prepared in accordance with the Companies Acts, 1963 to 2012.

We have obtained all the information and explanations we considered necessary for the purpose of our audit. In our opinion proper books of account have been kept by the company and proper returns adequate for our audit have been received from branches of the company not visited by us. The company's balance sheet is in agreement with the books of account.

In our opinion the information given in the Directors' Report is consistent with the financial statements.

Marguerite Larkin
For and on behalf of Deloitte & Touche
Chartered Accountants and Registered Auditors
Dublin

14 July 2012

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

STATEMENT OF ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements are prepared in accordance with accounting standards generally accepted in Ireland and Irish statute comprising the Companies Acts, 1963 to 2012 and under the historical cost convention as modified by the revaluation of current asset investments. The accruals basis of accounting has been adopted, with the exception of member subscriptions, which are taken to revenue in the period in which they are received. The financial statements have also been prepared in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities (Revised 2005)".

BASIS OF CONSOLIDATION

The consolidated financial statements include the financial statements of The Multiple Sclerosis Society of Ireland (the parent undertaking) and its subsidiary undertakings, The Multiple Sclerosis C.E.P. Company Limited and MS Ireland Housing Association Limited. Transactions between the national office, branches, MS care centre (including The Multiple Sclerosis C.E.P. Company Limited) and MS Ireland Housing Association Limited have been eliminated.

INCOMING RESOURCES

All income is accounted for when the Society has entitlement, there is certainty of receipt and the amount is measurable.

Grants from statutory bodies are credited to income in the year to which they relate.

Member subscriptions are taken to revenue in the year in which they are received.

Gifts of assets are included in income at a reasonable estimate of their value, at the date received. These assets are treated as either tangible fixed assets or current assets depending on whether the gift is to be disposed of or retained for use by the Group. Gifts for fundraising purposes are accounted for when realised.

DEFERRED INCOME AND EXPENDITURE

Funds received and expenditure incurred by the Group for fundraising events to be held in the future are treated as deferred income and expenditure.

STOCKS

Stocks, which comprise fundraising materials, are stated at the lower of cost and net realisable value.

FIXED ASSETS AND DEPRECIATION

Fixed assets are recorded at cost less accumulated depreciation.

Depreciation is provided at rates calculated to write off the cost of the assets over their estimated useful lives. The rates and methods of depreciation are as follows:-

Freehold Premises	2% straight line
Office Equipment	10% reducing balance
Computer Equipment	33% straight line
Furniture and Fittings	20% straight line
Branch Members' Equipment	10% reducing balance
Motor Vehicles/Mobile Homes	20% reducing balance

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

STATEMENT OF ACCOUNTING POLICIES (CONTINUED)

GRANTS

Where the grant is received in advance, its recognition is deferred and included in creditors. Where entitlement occurs before income is received, it is accrued in debtors. Capital grants are accounted for as income as soon as they are receivable.

LEASED ASSETS

All leases entered into by the Group are operating leases. Operating lease costs are charged to the Statement of Financial Activities in the period to which they relate.

PENSION COSTS

The company operates a defined contribution pension scheme. Retirement benefits to employees of the Group are funded by contributions from the Group and the employees. Payments are made to pension trusts which are financially separate from the Group. These payments, which are made in accordance with periodic calculations by consulting actuaries, are charged in the Statement of Financial Activities in the period in which they become payable.

RESEARCH

Expenditure on research projects is charged to the Statement of Financial Activities as incurred.

FUND ACCOUNTING

The following are the categories of funds maintained:

Restricted funds:

Restricted funds represent grants, donations and legacies which can only be used for the particular purposes specified by the donors. Such purposes are within the overall objectives of the Group.

Unrestricted funds:

General funds represent amounts which are expendable at the discretion of the National Executive Committee, in furtherance of the objectives of the Group.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2011

	Notes	Unrestricted Funds 2011 €	Restricted Funds 2011 €	Total Funds 2011 €	Total Funds 2010 €
INCOMING RESOURCES	1				
Incoming resources from generated funds:					
Voluntary Income					
- Donations and fundraising		3,183,180	83,731	3,266,911	3,763,562
- Legacies		207,554	10,000	217,554	47,246
- Research		-	22,055	22,055	2,200
- Subscriptions		7,701	-	7,701	6,345
Activities for generating funds					
- Trading		65,712	-	65,712	73,546
Incoming resources from charitable activities					
- Fees received		296,786	-	296,786	309,071
- Grants and other service contract income 3		-	2,882,620	2,882,620	3,057,996
- Government schemes		-	756,340	756,340	690,735
- Other income		94,106	179,129	273,235	276,142
Total incoming resources		3,855,039	3,933,875	7,788,914	8,226,843
RESOURCES EXPENDED	1				
Costs of generating funds					
Costs of generating voluntary income					
- Fundraising		939,149	26,792	965,941	939,498
Charitable activities					
- Community services		977,928	2,500,608	3,478,536	2,867,511
- Respite care services		583,828	925,835	1,509,663	1,558,311
- Research		24,682	22,055	46,737	74,229
- Government schemes		11,168	756,340	767,508	697,445
- Local MS services		1,093,390	5,993	1,099,383	1,965,156
Other resources expended					
- Trading		59,041	-	59,041	60,614
Governance costs		64,846	-	64,846	66,892
Total resources expended		3,754,032	4,237,623	7,991,655	8,229,656
Net outgoing resources	2/12	101,007	(303,748)	(202,741)	(2,813)

All gains and losses arose from continuing activities and are included in the Statement of Financial Activities for the current and prior year.

The financial statements were approved by the Board of Directors on and signed on its behalf by:

Patrick Stronge
Director

Sean Murphy
Director

14 July 2012

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2011

	<i>Notes</i>	2011 €	2010 €
FIXED ASSETS			
Tangible fixed assets	5	6,841,989	7,051,481
CURRENT ASSETS			
Stocks		9,611	13,217
Debtors	7	704,313	628,209
Investments	8	5,508	5,508
Cash at bank and in hand	9	3,242,517	3,474,935
		<u>3,961,949</u>	<u>4,121,869</u>
CREDITORS: (Amounts falling due within one year)	10	(949,510)	(939,893)
NET CURRENT ASSETS		<u>3,012,439</u>	<u>3,181,976</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,854,428</u>	<u>10,233,457</u>
CREDITORS: (Amounts falling due after more than one year)	11	(2,612,125)	(2,788,413)
NET ASSETS		<u>7,242,303</u>	<u>7,445,044</u>
FUNDED BY:			
Restricted funds	12	1,556,943	1,860,691
Unrestricted funds	12	5,685,360	5,584,353
FUNDS		<u>7,242,303</u>	<u>7,445,044</u>

The financial statements were approved by the Board of Directors on and signed on its behalf by:

Patrick Stronge
Director

Sean Murphy
Director

14 July 2012

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND
 COMPANY BALANCE SHEET AS AT 31 DECEMBER 2011

	Notes	2011 €	2010 €
FIXED ASSETS			
Tangible fixed assets	5	6,841,989	7,051,481
Investment in subsidiary undertaking	6	1	1
		<u>6,841,990</u>	<u>7,051,482</u>
CURRENT ASSETS			
Stocks		9,611	13,217
Debtors	7	678,723	608,685
Investments	8	5,508	5,508
Cash at bank and in hand	9	3,190,052	3,413,979
		<u>3,883,894</u>	<u>4,041,389</u>
CREDITORS: (Amounts falling due within one year)	10	(871,456)	(859,414)
NET CURRENT ASSETS		<u>3,012,438</u>	<u>3,181,975</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,854,428</u>	<u>10,233,457</u>
CREDITORS: (Amounts falling due after more than one year)	11	(2,612,125)	(2,788,413)
NET ASSETS		<u><u>7,242,303</u></u>	<u><u>7,445,044</u></u>
FUNDED BY:			
Restricted funds	12	1,556,943	1,860,691
Unrestricted funds	12	5,685,360	5,584,353
FUNDS		<u><u>7,242,303</u></u>	<u><u>7,445,044</u></u>

The financial statements were approved by the Board of Directors on and signed on its behalf by:

Patrick Stronge
 Director

Sean Murphy
 Director

14 July 2012

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2011

	<i>Notes</i>	2011 €	2010 €
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	13(i)	54,138	(173,807)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		23,430	14,310
Interest paid		(101,509)	(100,702)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENT AND SERVICING OF FINANCE		(78,079)	(86,392)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT			
Payments to acquire tangible fixed assets		(52,246)	(43,073)
Proceeds from disposal of tangible fixed assets		15,644	-
NET CASH OUTFLOW BEFORE MANAGEMENT OF LIQUID RESOURCES AND FINANCING		(60,543)	(303,272)
MANAGEMENT OF LIQUID RESOURCES			
Proceeds from sale of investments		-	23,443
FINANCING			
Movement in bank term loan	11	(171,875)	(179,594)
DECREASE IN CASH	13(ii)	(232,418)	(459,423)

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

1.	INCOMING RESOURCES/RESOURCES EXPENDED	2011	2010
		€	€
	INCOMING RESOURCES		
	Community Services-National and Regional	2,363,577	2,720,994
	Fundraising- National office and Regional	2,216,751	2,174,500
	Local MS Services-Branches	1,290,488	1,447,723
	Respite Care Services	1,161,758	1,192,891
	Government Schemes	756,340	690,735
	TOTAL INCOMING RESOURCES	<u>7,788,914</u>	<u>8,226,843</u>
	RESOURCES EXPENDED		
	Community Services-National and Regional	3,559,475	3,586,133
	Fundraising –National Office	916,174	906,098
	Local MS Services-Branches	1,238,835	1,481,669
	Respite Care Services	1,509,663	1,558,311
	Government Schemes	767,508	697,445
	TOTAL RESOURCES EXPENDED	<u>7,991,655</u>	<u>8,229,656</u>
	NET OUTGOING RESOURCES	<u>(202,741)</u>	<u>(2,813)</u>
2.	NET OUTGOING RESOURCES	2011	2010
		€	€
	The net outgoing resources for the year are stated after charging:		
	Depreciation and amortisation	232,247	248,184
	Interest payable and similar charges	101,509	100,702
	Auditor's remuneration - group	24,563	24,563
	- branches	27,602	30,414
	Directors' remuneration	-	-
	Operating lease rentals	35,877	68,817
	Loss on retirements and disposals of fixed assets	13,847	-
	and after crediting:		
	Interest received	(23,430)	(14,310)
	Profit on disposal of investments	-	(7,813)
		<u> </u>	<u> </u>

Board member's travel and subsistence expenses in attending meetings in 2011 were €10,558 (2010: €9,269). No emoluments are paid to Board members.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011

3. GRANTS

	2011 €	2010 €
HSE-Statutory Funding	2,624,452	2,677,113
HSE-National lottery Funding	124,825	114,985
HSE-Other Grants	11,658	15,010
Other Grants-Non HSE	71,208	199,048
Pobal Funding-Craga Grant	50,477	51,840
	<u>2,882,620</u>	<u>3,057,996</u>

4. EMPLOYEES AND REMUNERATION

The average number of persons employed by the Group in the financial year was 92 (2010: 98), analysed into the following categories:

	2011 No.	2010 No.
Regional services	32	32
Administration	18	20
Fundraising activities	6	8
Care	32	32
Sessional	1	1
Services	3	5
	<u>92</u>	<u>98</u>

The numbers shown above are exclusive of 43 (2010: 44) persons employed under the FÁS Community Employment Scheme and persons contracted on a consultancy basis to provide counselling and fundraising services.

	2011 €	2010 €
Total staff costs comprised of the following:		
Wages and Salaries	2,978,697	3,130,383
Sessional Staff fees	26,315	35,719
Employer social welfare costs	304,147	309,608
Employer pension contributions	111,203	109,561
	<u>3,420,362</u>	<u>3,585,271</u>

The Group also receives significant support from voluntary workers.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011

5. TANGIBLE FIXED ASSETS

GROUP AND COMPANY

	Freehold Premises €	Office Equipment €	Computer Equipment €	Furniture & Fittings €	Motor Vehicles €	Branches Fixed Assets €	Total €
Cost:							
At 1 January 2011	8,046,543	241,929	363,951	386,901	32,907	272,539	9,344,770
Additions	-	25,721	920	1,641	-	23,964	52,246
Retirals	-	(49,244)	(181,752)	(48,238)	-	-	(279,234)
Disposals	-	-	-	-	-	(35,181)	(35,181)
At 31 December 2011	8,046,543	218,406	183,119	340,304	32,907	261,322	9,082,601
Depreciation:							
At 1 January 2011	1,327,129	113,484	357,013	301,925	30,284	163,454	2,293,289
Charge for the year	160,897	12,909	4,425	34,516	528	18,972	232,247
Retirals	-	(31,783)	(181,699)	(47,790)	-	-	(261,272)
Disposals	-	-	-	-	-	(23,652)	(23,652)
At 31 December 2011	1,488,026	94,610	179,739	288,651	30,812	158,774	2,240,612
Net Book Value:							
At 31 December 2011	6,558,517	123,796	3,380	51,653	2,095	102,548	6,841,989
At 1 January 2011	6,719,414	128,445	6,938	84,976	2,623	109,085	7,051,481

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011

6.	INVESTMENT IN SUBSIDIARY UNDERTAKING	2011	2010
		€	€
	COMPANY		
	Cost:		
	Balance at beginning and end of year	1	1
		<u> </u>	<u> </u>

The Multiple Sclerosis Society of Ireland through its wholly owned subsidiary undertaking, The Multiple Sclerosis C.E.P. Company Limited, operates a Community Employment Scheme at 65 Bushy Park Road, Rathgar, Dublin 6. The registered office of the subsidiary is 80 Northumberland Road, Dublin 4.

MS Ireland Housing Association Limited is also a subsidiary of the Multiple Sclerosis Society of Ireland. MS Ireland Housing Association Limited is a company limited by guarantee and does not have a share capital. It has not traded since incorporation. The registered office of the company is 80 Northumberland Road, Dublin 4.

7.	DEBTORS	2011	2010
		€	€
	GROUP		
	Legacy due	190,000	-
	Residents fees	189,705	31,522
	Prepayments	122,676	100,718
	Community Employment Scheme	103,978	99,070
	Amounts due from fundraising activities	81,190	98,064
	Deferred fundraising expenditure	8,496	14,212
	HSE grants	8,268	8,052
	JP Mc Manus grant due	-	276,571
		<u> </u>	<u> </u>
		704,313	628,209
		<u> </u>	<u> </u>
	COMPANY		
	Legacy due	190,000	-
	Residents fees	189,705	31,522
	Prepayments	122,676	100,718
	Amounts due from fundraising activities	81,190	98,064
	Community Employment Scheme	46,752	32,950
	Amount due from subsidiary	31,636	46,596
	Deferred fundraising expenditure	8,496	14,212
	HSE grants	8,268	8,052
	JP Mc Manus grant due	-	276,571
		<u> </u>	<u> </u>
		678,723	608,685
		<u> </u>	<u> </u>

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011

8. INVESTMENTS GROUP AND COMPANY	2011	2010
	€	€
At 1 January	5,508	21,138
Disposals	-	(15,630)
At 31 December	5,508	5,508
9. CASH AT BANK AND IN HAND	2011	2010
	€	€
GROUP		
National and Regional services	1,484,417	1,617,707
CEP Company	52,465	60,956
Branches	1,705,635	1,796,272
	3,242,517	3,474,935
COMPANY		
National and Regional services	1,484,417	1,617,707
Branches	1,705,635	1,796,272
	3,190,052	3,413,979
10. CREDITORS: (Amounts falling due within one year)	2011	2010
	€	€
GROUP		
Trade creditors and accruals	498,429	497,584
Deferred income	90,041	106,253
Bank term loan (note 11)	178,590	174,177
PAYE/PRSI	83,794	74,649
Community Employment Scheme	98,656	87,230
	949,510	939,893
COMPANY		
Trade creditors and accruals	498,429	497,584
Deferred income	90,041	106,253
Bank term loan (note 11)	178,590	174,177
PAYE/PRSI	83,794	74,649
Community Employment Scheme	20,602	6,751
	871,456	859,414

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011

11.	CREDITORS: (Amounts falling due after more than one year)	2011	2010
		€	€
	GROUP AND COMPANY		
	Bank term loan	2,612,125	2,788,413
		<u> </u>	<u> </u>

The loan is repayable by monthly instalments of approximately €21,781. As at 31 December 2011 the balance remaining on the loan was €2,790,715 of which an amount of €931,473 was fixed for 10 years at an interest rate of 3.74%, €928,785 was fixed for 5 years at an interest rate of 3.04% and €930,457 was fixed for five years at an interest rate of 4.6%

The maturity analysis of the bank loan at 31 December is as set out below:

	2011	2010
	€	€
Within one year	178,590	174,177
Within two to five years	770,562	741,107
After more than five years	1,841,563	2,047,306
	<u> </u>	<u> </u>
	2,790,715	2,962,590
	<u> </u>	<u> </u>

The borrowings are secured against the Society's premises at 65 Bushy Park Road, Rathgar, Dublin 6. There is an undrawn facility of €230,000 (2010: €230,000) at year end.

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011

12. FUNDS

GROUP	Restricted Funds €	Unrestricted Funds €	Total Funds €
Funds at beginning of year	1,860,691	5,584,353	7,445,044
Movement during year	(303,748)	101,007	(202,741)
Funds at end of year	1,556,943	5,685,360	7,242,303

The movement in restricted funds in the year was as follows:

Restricted fund	Fund balance at beginning of year €	Movements during year €	Fund balance at end of year €
Capital grants	1,035,719	(26,664)	1,009,055
Other	499,603	(191,323)	308,280
J. P. McManus	325,369	(85,761)	239,608
Total	1,860,691	(303,748)	1,556,943

The restricted funds are represented by fixed assets €1,009,055 (2010: €1,035,719) and net current assets of €547,888 (2010: €824,972).

The J.P. McManus Fund is restricted to expenditure in the Limerick region. The other restricted funds include funds received in respect funds received from the National Lottery for 2011, funds received for the Care Centre Appeal and funds received for Getting the balance right programme.

COMPANY

	Restricted Funds €	Unrestricted Funds €	Total Funds €
Funds at beginning of year	1,860,691	5,584,353	7,445,044
Movement during year	(303,748)	101,007	(202,741)
Funds at end of year	1,556,943	5,685,360	7,242,303

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011

13. NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

(i) RECONCILIATION OF CHANGES IN RESOURCES TO NET
CASH FLOW FROM OPERATING ACTIVITIES

	2011 €	2010 €
Net outgoing resources	(202,741)	(2,813)
Interest received	(23,430)	(14,310)
Interest payable	101,509	100,702
Depreciation	232,247	248,184
Decrease/(Increase) in stocks	3,606	(6,920)
(Increase)/Decrease in debtors	(76,104)	(305,335)
Increase/(Decrease) in creditors	5,204	(185,502)
Loss on retireals and disposal of fixed assets	13,847	-
Profit on disposal of Investments	-	(7,813)
	<u>54,138</u>	<u>(173,807)</u>

(ii) RECONCILIATION OF NET CASH FLOW
TO MOVEMENT IN NET CASH

	2011 €	2010 €
Decrease in cash in year	(232,418)	(459,423)
Cash flow from debt financing	171,875	179,594
Change in net cash	<u>(60,543)</u>	<u>(279,829)</u>
Net cash at beginning of year	512,345	792,174
Net cash at end of year	<u>451,802</u>	<u>512,345</u>

(iii) ANALYSIS OF NET CASH

	2010 €	Cash Flow	2011 €
Cash at bank and in hand	3,474,935	(232,418)	3,242,517
Debt due within one year	(174,177)	(4,413)	(178,590)
Debt due after one year	(2,788,413)	176,288	(2,612,125)
	<u>512,345</u>	<u>(60,543)</u>	<u>451,802</u>

14. TAXATION

The company has been granted charitable status, and accordingly no charge to corporation tax arises by virtue of Section 208 of the Taxes Consolidation Act, 1997.

15. GIFTS IN KIND

The Group receives financial support through the provision of services at reduced costs, from its advertisers, architects, printers, solicitors and other suppliers. The value of this support was approximately € 8,000 in 2011 (2010: €5,000).

THE MULTIPLE SCLEROSIS SOCIETY OF IRELAND

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2011

16. PENSIONS

The Group operates a defined contribution insured pension scheme for employees. The employer pension cost for the year was € 111,203 (2010: €109,561) and the balance outstanding at the end of the year was €20,257 (2010: €23,412).

17. FUNDRAISING

The Group has a fundraising department and engages consultants for certain projects. Consultants are paid on the basis of achievement. Commissions in general are not paid for any fundraising activities.

18. LEASE COMMITMENTS

Operating Leases:

Premises

Annual lease commitments at 31 December 2011 amount to € 35,877 (2010: €100,310) and relate to leases which expire.

	2011 €	2010 €
- Within one year	28,877	26,760
- Within two to five years	7,000	33,307
- After more than five years	-	8,750
	<u>35,877</u>	<u>68,817</u>

19. OTHER COMMITMENTS

In certain circumstances grants received could become repayable by the Group.

There were no significant capital commitments contracted for by the group or company or authorised by the directors but not yet contracted for at 31 December 2011.

20. LEGAL STATUS

By virtue of Section 24 of the Companies Act, 1963 the company is exempt from including the word "Limited" in its name. The company is limited by guarantee and has no share capital. The amount of the guarantee is limited to €1.27 per member.

As permitted by Section 3(2) of the Companies (Amendment) Act, 1986 the Statement of Financial Activities of the parent undertaking is not presented as part of these financial statements. The net outgoing resources dealt within the financial statements of the Company were € 202,741 (2010: €2,813).

21. COMPARATIVE AMOUNTS

Comparative amounts have been reclassified, where necessary, on the same basis as the current year.