



Multiple Sclerosis Research Australia

Abbreviated Annual Financial Report For the Year Ending 30 June 2011

Page Numbers

1. MSRA Financials	
(a) <i>Statement of Income</i>	2
(b) <i>Statement of Financial Position</i>	2
2. Future Agreements for Research	3
3. Research Program Analysis	
(a) <i>Platform Research</i>	4
(b) <i>Scholarships and Fellowships</i>	4
(c) <i>Investigator Driven Projects & their funding</i>	5
(d) <i>Non Specific Income</i>	5
(e) <i>Other research Expenditure</i>	6
(f) <i>Operating Costs and their funding</i>	6
4. Additional Information furnished under the Charitable Fund Raising Act 1991(NSW)	
(a) <i>Fund Raising Activities Conducted</i>	7
(b) <i>Comparison of Monetary figures and percentages</i>	7

1. MSRA FINANCIALS 2011

(a) STATEMENT OF INCOME

	2011 \$	2010 \$
Gross Income		
MS Societies	982,887	880,000
Bequests	436,000	886,133
Donations	782,768	779,607
F5m	1,019,726	668,384
Government	375,000	375,000
Pharmaceutical Sponsorship	330,233	352,886
Interest Received	235,576	188,704
Total Gross Income	<u>4,162,190</u>	<u>4,130,714</u>
Gross Expenditure		
Operating Costs	1,231,295	1,050,120
Research Grants	2,872,507	2,300,377
Total Gross Expenditure	<u>4,103,901</u>	<u>3,350,497</u>
Net Surplus	<u>58,288</u>	<u>780,217</u>

(b) STATEMENT OF FINANCIAL POSITION

	2011 \$	2010 \$
Current Assets		
Cash & Cash Equivalents	4,494,394	4,213,267
Trade Receivables	194,763	459,471
Prepayment & Other Assets	60,999	145,854
Total Current Assets	<u>4,750,155</u>	<u>4,818,592</u>
Non Current assets		
Property, Plant & Equipment	2,387	1,442
Total Assets	<u>4,752,542</u>	<u>4,820,034</u>
Current Liabilities		
Trade & Other Payables	764,534	900,435
Provisions	28,624	25,026
Total Current Liabilities	<u>793,158</u>	<u>925,461</u>
Long Term Liabilities – Provisions	21,251	14,729
Total Liabilities	<u>814,409</u>	<u>940,190</u>
Net Assets/Members funds	<u>3,938,133</u>	<u>3,879,844</u>

2. Future Agreements for Research

The Research Management Council meets annually to determine the amount of individual grants for Investigator Driven Research and Fellowships and Scholarships for periods up to 5 years in advance. At 30th June 2011 these agreements totalled \$3,053,500 for the financial years to June 2015. The agreements will be funded partly from existing Non Specific Income and future MS Society Grants and third party donations.

In addition the unspent balances for Platform Projects of \$1,937,330, New Gene Development \$95,276, Brain and Tissue bank \$368,047, Proteomics \$211,984, MS Life Study \$340,000, Prevention \$546,405 NSW Clinical Trials Network \$279,300, Economic Impact Study \$40,000 and the Menzies Research Institute \$66,318 have been committed as future research expenditure.

RMC & Platform Projects	30th June 2011 \$
Platform Projects	1,937,330
Fellowships and Scholarships	903,500
Investigator Driven Projects	2,150,000
Total Future Commitments at 30 th June 2011	<u>4,990,830</u>

Available Funds as a percentage of Total Future Commitments equals 89%.

3. Research Program Analysis

The Research Program Analysis at 30 June 2011 of \$4,024,032 (2010: \$3,879,644) has been prepared to reflect the ongoing balances of the individual platform projects of \$1,040,256 (2010: \$620,137), Scholarships and Fellowships \$Nil (2010: \$60,000) and the balance of non specific income of \$2,897,876 (2010: 3,199,707).

The non specific income is the balance in equity funds that have not been specifically allocated to a research project or required to fund operational costs to 30th June 2011.

Research Project	Balance 1st July 2010 \$	Spend 2010/11 \$	Income 2010/11 \$	Internal Transfers 2010/11 \$	Balance 30th June 2011 \$
Platform Projects	620,137	(626,103)	753,773	312,449	1,040,256
Scholarships	60,000	(643,997)	211,000	572,997	-
Investigator Driven	-	(1,298,892)	1,222,573	76,319	-
Non Specific Income	3,199,707	(255,560)	1,300,938	(1,347,209))	2,879,876
Seminars & Conf.	-	(45,953)	83,667	(37,714)	-
Operational Cost	-	(1,231,397)	609,239	623,158	-
Total Equity	<u>3,879,844</u>	<u>(4,103,902)</u>	<u>4,152,190</u>	<u>-</u>	<u>3,938,132</u>

3. Research Program Analysis (Cont'd)

(a) Platform Research

Ongoing research projects in the 2010/11 year include the MS Life Study, Aus-immune program, the ANZgene program, New Gene Development, MSRA Brain Bank, Prevention and Clinical Trials.

Research Project	Balance 1st July 2010 \$	Spend 2010/11 \$	Income 2010/11 \$	Internal Transfers 2010/11 \$	Balance 30th June 2011 \$
MS Life Study	-	(177,448)	25,000	152,448	-
New Gene Develop.	134,905	((39,626)	-	-	95,276
Brain & Tissue Bank	359,276	(188,011)	196,782	-	368,047
Prevention	125,956	(2,550)	423,000	-	546,406
Clinical Trials	-	(43,250)	-	43,250	-
Proteomics	-	(127,800)	78,415	114,201	64,816
N.M.O.	-	(2,550)	-	2,550	-
Total Platform	620,137	(628,103)	735,773	312,449	1,040,256

The Platform Projects internal transfer of \$312,449 is to reflect that several of the projects have not been fully funded by specific donations in the year, with the balance funded from Non Specific Income.

(b) Scholarships and Fellowships

Research Project	Balance 1st July 2010 \$	Spend 2010/11 \$	Income 2010/11 \$	Internal Transfers 2010/11 \$	Balance 30th June 2011 \$
RMC Grants					
Dr Sabo	-	(22,261)	-	22,261	-
Dr Gianni	-	(26,000)	-	26,000	-
Incubator Grants	-	(71,656)	-	71,656	-
Dr Cummerton	-	(80,000)	-	80,000	-
Dr Field	-	(22,000)	-	22,000	-
Other	-	(89,000)	26,000	63,000	-
Betty Cuthbert					
Dr Xaio	-	(35,360)	-	35,360	-
Dr Butzkuven	-	(22,500)	-	22,500	-
Dr Merson	-	(17,860)	-	17,860	-
Other	60,000	-	-	(60,000)	-
AFA					
Dr Kolbe	-	(37,500)	-	37,500	-
Fellowships					
Senior Practitioner	-	(100,000)	80,000	20,000	-
Practitioner	-	(80,000)	55,000	25,000	-
International Scholarship	-	(39,860)	50,000	(10,140)	-
Total Scholarships	60,000	(643,997)	211,000	372,997	-

The internal transfer \$372,997 relates to the 2010/11 financial year.

3. Research Program Analysis (Cont'd)

(c) Investigator Driven Projects and their funding

Research Project	Balance 1st July 2010 \$	Spend 2010/11 \$	Income 2010/11 \$	Internal Transfers 2010/11 \$	Balance 30th June 2011 \$
RMC					
- Social & Applied	-	(179,264)	37,500	141,764	-
- Genetics& Epidemiology	-	-	25,000	(25,000)	-
- Neurobiology&Pathology	-	(365,000)	1,002,465	(637,465)	-
- Immunology & Virology	-	(754,628)	157,608	597,020	-
	-	-	-	-	-
Total Investigator Driven	-	(1,298,892)	1,222,573	76,319	-

Research Management Council approved grants of \$2,135,000 in the 2010/11 financial year.

The Investigator Driven Projects internal transfer adjustment \$76,319 relates to the current financial year and represents the net of the State MS Societies grants of \$517,323 and those amounts paid as approved by the Research Management Council.

(d) Non Specific income

	Balance 1st July 2010 \$	Spend 2010/11 \$	Income 2010/11 \$	Internal Transfers 2010/11 \$	Balance 30th June 2011 \$
Multiple Sclerosis					
Australia	184,000	-	-	(184,000)	-
Donations General	347,999	-	131,031	(3,896)	475,134
Bequests	886,133	-	2,500	(888,633)	-
Foundation \$5 M	1,510,895	(255,560)	1,167,407	-	2,422,742
National MS Research Foundation	270,680	-	-	(270,680)	-
Total	3,199,707	(255,560)	1,300,938	(1,347,209)	2,897,876

The non specific income received in the 2011 year comprised of general donations of \$131,031(2010: \$208,571) of which the donor did not specify a particular research program for the donation. The Bequest \$2,500 (2010/11 \$886,133, Foundation 5 Million achieved a net income of \$911,847 (2010: \$614,262).

An internal transfer in the 2010/11 financial year \$1,347,209 to other research categories is included to represent the total net non specific income used to fund research spending and operating costs.

3. Research Program Analysis (Cont'd)

(e) Other Research Expenditures

	Balance 1 st July 2010 \$	Spend 2010/11 \$	Income 2010/11 \$	Internal Transfers 2010/11 \$	Balance 30 th June 2011 \$
Other Research	-	(45,593)	83,667	(37,714)	-
Total	-	(45,593)	83,667	(37,714)	-

Expenditure in the 2011 financial year of \$45,593 related to the Progress in MS research conference.

The internal transfer of \$37,714 to Non Specific Income is to cover the sponsored costs to be incurred in the 2011 financial year.

(f) Operating Costs and their funding

	Balance 1 st July 2010 \$	Spend 2010/11 \$	Income 2010/11 \$	Internal Transfers 2010/11 \$	Balance 30 th June 2011 \$
Research Admin.	(1,238,926)	(315,289)	-	-	(1,554,215)
Research Campaign Foundation \$5M	(1,242,522)	(491,404)	-	623,158	(1,110,768)
Government Grant	(460,153)	(344,254)	-	-	(804,407)
Pharmaceutical Sponsorship	1,500,000	-	250,000	-	1,750,000
Minor Donations Corporate Sponsorship	848,500	-	275,959	-	1,124,459
Interest Received	116,404	(80,450)	9,918	-	45,872
	63,000	-	-	-	63,000
	413,697	-	72,362	-	486,059
Total	-	(1,231,397)	608,239	623,158	-

Operating costs for the 2011 financial year \$1,231,397 (2010: \$1,050,120) included Research Administration \$315,289 (2010: \$298,024), Research Campaign \$491,404 (2010: \$527,522) and Foundation 5 Million \$344,254 (2010: \$224,544). In addition \$80,450 was spent on the Kiss Goodbye to MS campaign..

Funding of the Operating Costs included a grant from the Department of Health & Ageing of \$250,000 (2010: \$250,000). Pharmaceutical Sponsorships of \$275,959 (2010: \$266,000) and Interest received on cash investments of \$72,362 (2010: \$93,175).

	2011 \$	2010 \$
4. Additional information furnished under the Charitable Fundraising Act 1991 (NSW)		
(a) Fund Raising Activities Conducted (Cont'd)		
Fund Raising Costs		
Campaign Costs	836,979	658,262
Total Costs of Fundraising Appeals	836,979	658,262
Net Surplus	3,089,635	3,283,748
Cost of Services Provided	2,951,634	2,394,212
Total Expenditure		
Non Fund Raising Costs – Research Grants	2,872,507	2,300,377
Non Fund Raising Costs – Other	315,288	391,858
Fund Raising Costs	836,979	658,262
Total Expenditure	4,024,774	3,350,497
Total Fund Raising Income Less Fund Raising Cost	3,089,635	3,283,748

Note: MSRA is registered for fundraising in all states of Australia except Western Australia.

	2011		2010	
	Amounts	%	Amounts	%
Total cost of Fund Raising to Gross Fund Raising Income	836,979/3,926,614	21	658,262/3,942,010	17
Net Surplus from Fund Raising to Gross Income from Fund Raising	3,089,635/3,926,614	79	3,283,748/3,942,010	83
Total Cost of Services to Total Expenditure (Less Fund Raising Costs)	2,951,634/(4,024,774-836,979)	93	2,394,212/(3,350,497-658,262)	89
Total Cost of Services to Total Income Received (less Fund Raising costs)	2,951,634/(3,926,614-836,979)	96	2,394,212/(3,942,010-658,262)	73