

**Charity number: 1180494**

**COSMIC**  
**(formerly known as The Winnicott Foundation CIO)**

**Financial Statements**

**For the period from 30 October 2018 to 31 January 2020**

# **COSMIC (formerly known as The Winnicott Foundation CIO)**

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## **COSMIC (formerly known as The Winnicott Foundation CIO)**

### **REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS**

<b>Trustees</b>	Jeremy Mills, Chair (appointed 1 February 2020) Angela Birkin, Vice-Chair Katie Simmons Paul Doyle Eleanor Wolfson Joshua Lawrence (appointed 1 February 2020) Dr Parviz Habibi (appointed 1 February 2020) Dr Lidia Tyszczuk (appointed 1 February 2020) Dr Tom Lissauer (appointed 1 February 2020) Dr Simon Nadel (appointed 1 February 2020) Amarjit Singh, Treasurer (resigned 1 February 2020) Richard Maude-Roxby (resigned 1 February 2020) Sophie Hamilton (resigned 31 May 2019) Jenny Vaidya (resigned 1 February 2020)
<b>Charity number</b>	1180494
<b>Principal office</b>	Ground floor Acrow West Unit 20E St. Marys Hospital South Wharf Road London W2 1BL
<b>Independent auditors</b>	Moore Kingston Smith LLP Devonshire House 60 Goswell Road London EC1M 7AD
<b>Bankers</b>	CAF Bank 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4TA

## TRUSTEES' REPORT

### FOR THE 8 MONTH PERIOD ENDED 31 JANUARY 2020

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The Trustees present their report together with the financial statements of COSMIC (the Charity) for the period from 30 October 2018 to 31 January 2020. The Trustees confirm that the Annual Report and the financial statements of the Charity comply with the current statutory requirements, the requirements of the Charity's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

#### Objectives and Activities

COSMIC is an independent charity that is dedicated to providing the best possible care for premature and sick babies and children, as well as their families and the frontline staff that care for them.

It was formed through the merger of two legacy charities, each supporting departments within Imperial College Healthcare NHS Trust, London and each founded nearly 30 years ago by parents and doctors who knew that more could be achieved with additional funds than the NHS could provide on its own:

**The Winnicott Foundation CIO** supported the work of the Trust's two Neonatal Intensive Care Units ("NICUs"); one at St Mary's Hospital, Paddington, and the other at Queen Charlotte's & Chelsea Hospital, Hammersmith. Together they form the UK's largest Neonatal Service providing specialist care for newborn babies across North and West London. The Trust also takes in babies from further afield where the transferring hospital does not have the specialist facilities to care for them.

**COSMIC (Children of St Mary's Intensive Care)** supported the Trust's Paediatric Intensive Care Unit ("PICU") at St Mary's Hospital, Paddington. It is the only Unit of its kind in West London – all children admitted here are critically ill and need life-support. Around 20% of patients are admitted directly through St Mary's A&E department but they can also be transferred from much further afield, due to the Ward's speciality status.

**The merger of these two charities took place immediately following this accounting period (on 1 February 2020). As such, these accounts only reflect the activities of The Winnicott Foundation CIO which supported Imperial's NICUs.**

The NICUs can support babies born up to 17 weeks prematurely – after only 5 months of pregnancy. These babies are extremely vulnerable to infection and may face difficult and stressful procedures during their time in intensive care.

Babies born at full term but experiencing complications such as oxygen deprivation at birth, infection, heart and lung problems, or genetic conditions are also treated in the Units. So too are babies facing serious difficulties because their mothers battled drug or alcohol addiction during pregnancy.

Depending on the severity of their condition, babies can spend anything from a few days to many months on the Unit.

The charity raised funds and helped to provide direct support to those babies and their families.

#### It aimed to:

- Help save the lives of more babies
- Support parents to be with their babies
- Help to give babies the best long-term future
- Help to get babies home sooner

#### We did this by:

- Purchasing leading-edge equipment
- Supporting research
- Funding staff training and information
- Funding support for parents

## TRUSTEES' REPORT

### FOR THE 8 MONTH PERIOD ENDED 31 JANUARY 2020

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- Supporting the practice of developmental care and breastfeeding
- Helping to improve the environment of the Neonatal Unit

#### Structure and governance

The Trustees are delighted to report that the Charity has now completed a period of significant structural change which started in 2018.

In line with industry trends, the Trustees of The Winnicott Foundation (an unincorporated Trust, registered charity no. 292668) decided to change their legal structure to a Charitable Incorporated Organisation ("CIO"). As such, on 30<sup>th</sup> October 2018 they registered The Winnicott Foundation CIO (registered charity no. 1180494) with the Charity Commission.

The CIO lay dormant until the assets and liabilities of the unincorporated Trust were transferred into it on 1 June 2019. The (now dormant) unincorporated Trust was then removed from the Register of Charities on 28 June 2019. **As such, whilst these accounts relate to a 15 month period, the CIO was only active for 8 months (i.e. following the transfer of activities on 1 June 2019). In these financial statements we refer to activity in the 8 months to 31 January 2020.**

Until February 2019, day to day management of The Winnicott Foundation (the unincorporated Trust) had been carried out by the Charity Director. However, following her sudden resignation for personal reasons, the Trustees arranged for another charity, COSMIC (Children of St Mary's Intensive Care) to run The Winnicott Foundation on a day to day basis. COSMIC was also an unincorporated Charity operating within Imperial NHS Trust, supporting the Paediatric Intensive Care Unit ('PICU') at St Mary's Hospital. COSMIC's team of 4 employees was led by a Charity Director and had very similar objectives and activities to those of The Winnicott Foundation. The arrangement was governed by a Services Agreement, effective from 1 March 2019, and COSMIC were remunerated for their services on a flat fee basis, payable monthly in arrears. When the assets and liabilities of The Winnicott Foundation transferred across to the CIO so did this Services Agreement.

The relationship between The Winnicott Foundation CIO and COSMIC proved to be very successful for both charities and so the trustees of each decided to merge them. It was agreed that the CIO structure would be used for the merged charity but that the name "COSMIC" would be retained.

Therefore, on 1<sup>st</sup> February 2020 (i.e. immediately post this accounting period end) the assets and liabilities of COSMIC were transferred into The Winnicott Foundation CIO. The Winnicott Foundation CIO then changed its name to COSMIC on 4<sup>th</sup> February 2020. The "old COSMIC" was then removed from the Register of Charities on 25<sup>th</sup> February 2020.

#### Trustees

Some Trustees from each of the legacy charities stepped down to enable a new, combined Board of Trustees with representation from both sides. A new Chair and Vice-Chair were elected.

The Trustees who served the Charity were as follows:

##### ***For the period to 31 January 2020***

Angela Birkin, Chair  
Katie Simmons, Vice-Chair  
Paul Doyle (appointed 7 February 2019)  
Eleanor Wolfson (resigned 1 February 2020)  
Amarjit Singh, Treasurer (resigned 1 February 2020)  
Richard Maude-Roxby (resigned 1 February 2020)  
Sophie Hamilton (resigned 31 May 2019)  
Jenny Vaidya (resigned 1 February 2020)

##### ***Post year end (i.e. following the merger)***

Angela Birkin, Vice-Chair  
Katie Simmons  
Paul Doyle  
Eleanor Wolfson (appointed 8<sup>th</sup> April 2020)  
Jeremy Mills, Chair (appointed 1 February 2020)  
Joshua Lawrence (appointed 1 February 2020)  
Dr Parviz Habibi (appointed 1 February 2020)  
Dr Lidia Tyszczyk (appointed 1 February 2020)  
Dr Tom Lissauer (appointed 1 February 2020)  
Dr Simon Nadel (appointed 1 February 2020)

## TRUSTEES' REPORT

### FOR THE 8 MONTH PERIOD ENDED 31 JANUARY 2020

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The combined Board includes parents of children whose lives have been saved by Imperial's Neonatal or Paediatric Intensive Care Units. They bring experience from their own professional and personal lives. In addition, it includes Clinical Representatives from both Units as well as other strategic Directors within the NHS and the Charitable sector. They help to consider the current and longer-term priorities of the Neonatal and Paediatric Intensive Care Services to ensure the most effective use of donations. All trustees support the effective management of the Charity and its funds on a voluntary, non-executive basis. The Board of Trustees meets 3-4 times a year.

The power of appointing new Trustees is vested in the Trustees who will vote at a Trustee meeting. For this accounting period, the Trust Deed provided for a maximum of 10 Trustees and by the end of the accounting period the Charity had 8 Trustees. Following the merger, the maximum number of Trustees was increased to 12 and prior to signing this Report and Accounts there were 10 Trustees.

Before appointment, new Trustees meet with the Chair and the Charity Director and at least one other Trustee, in order to understand expectations from both sides as well as the Charity's aims. They are also given a role description as well as a copy of the Charity Commission's document CC3 – The Essential Trustee.

Trustees are appointed for fixed, renewable terms of three years.

#### Management

As explained above, for this accounting period (i.e. prior to the merger) the "old COSMIC" team ran The Winnicott Foundation CIO on a day to day basis under a Services Agreement for which "old COSMIC" was remunerated on a flat fee basis, payable monthly in arrears.

In carrying out this review and in planning future activities the Trustees have considered the Charity Commission's guidance on the public benefit.

#### Achievements and performance

The Trustees would like to thank the parents, families, friends, staff and members of the public who have supported the Charity and have helped to raise £84,640 in this financial period.

Their kindness and generosity enabled the Charity to grant a number of funding requests, including:

£16,571 for specialist training for Neonatal staff

£16,393 for parent support, including the provision of food on the Units and assistance with travel costs

£20,226 for equipment for the Neonatal Unit

£12,150 to support parents with Developmental Care and breastfeeding

In addition, we spent £1,086 on providing support for Neonatal staff including the provision of tea, coffee and minor improvements to the staff facilities.

#### Financial review

The acting Charity Director reviewed, with the Trustees, the risks of the Charity and considers there are no major risks to which the Charity is exposed. The Charity has no investments, although the Charity Director and the Treasurer review the banking arrangements annually.

Major projects – either fundraising or charitable expenditure – are not committed to without funds being available. The Charity holds reserves of 6 months running costs.

It is the Charity's policy to maintain restricted funds for expenditure on specific projects and equipment for the Unit and unrestricted funds to meet obligations for the next twelve months.

## **TRUSTEES' REPORT**

### **FOR THE 8 MONTH PERIOD ENDED 31 JANUARY 2020**

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Total funds at the year-end were £246,994 of which £79,412 relates to restricted funds, and £167,582 to unrestricted funds.

The Charity funds projects undertaken by the Neonatal service and NHS Trust so that all staff providing specialist support and expertise are operating under NHS contracts and child protection policies. Purchased equipment is gifted to the NHS Trust that is responsible for maintenance.

Trustee Indemnity Insurance is held by the Charity as a precaution.

There were no serious incidents relating to the Charity and therefore no reports made to the Charity Commission.

#### **Managing Restricted Funds**

The Charity holds some restricted funds on behalf of the Neonatal teams, allowing them to be awarded grants and funding from other sources for use in the Neonatal Units. These cover such things as staff education and training and equipment.

Each fund outlines the purpose of the grant as well as the nominated Neonatal staff who may access the funds under set criteria.

#### **Fundraising**

COSMIC's approach is largely relationship led through individual donor giving and grants from Trusts and Foundations. COSMIC does not generally engage with commercial participators and professional fundraiser's and does not carry out house to house fundraising or street collections. COSMIC did not receive any complaints associated with its fundraising practices during the year.

#### **Funding Policy**

The Charity funds projects, activities and equipment that will not be funded by Imperial College Healthcare NHS Trust – or other parts of the NHS – and expects all applicants for support to have approached the NHS Trust first. Applicants are also expected to have considered other sources of funding.

The Charity generally funds projects that are run by, and purchases equipment that is gifted to, the NHS Trust, ensuring that long term liability, future maintenance and patient and child safety is appropriately managed by the Neonatal Units.

#### **Post balance sheet events and plans for future periods**

The merger between The Winnicott Foundation CIO and COSMIC was completed immediately following this accounting period end (1 February 2020), providing cost and operational efficiencies as well as greater security for both legacy charities.

Shortly afterwards, the global Coronavirus pandemic fundamentally changed the way we live and work and meant the Charity's support for an overwhelmed NHS was needed more than ever before.

It has meant that Charity staff have been working remotely from home since March 2020. Whilst their physical presence on the Units has been missed, they are working even more closely with the medical teams on-site to deliver support to patients and their families.

Support for front line medical staff has also been more important than ever and we continue to look for ways in which to boost morale amongst the medical teams and expand our care to help them respond to the pandemic.

The Charity has benefitted from the UK Government's furlough scheme helping us safeguard the Charity's long term stability.

## **TRUSTEES' REPORT**

**FOR THE 8 MONTH PERIOD ENDED 31 JANUARY 2020**

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### **Trustees' responsibilities statement**

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees, on 27 November 2020 and signed on their behalf by:

**Angela Birkin**  
Trustee



**COSMIC (formerly known as The Winnicott Foundation CIO)  
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COSMIC  
FOR THE PERIOD ENDED 31 JANUARY 2020**

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**Opinion**

We have audited the financial statements of COSMIC (formerly known as The Winnicott Foundation CIO) for the period ended 31 January 2020 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 January 2020, and of its incoming resources and application of resources, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**COSMIC (formerly known as The Winnicott Foundation CIO)  
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COSMIC  
FOR THE PERIOD ENDED 31 JANUARY 2020**

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**Other information (continued)**

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

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

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

**COSMIC (formerly known as The Winnicott Foundation CIO)  
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COSMIC  
FOR THE PERIOD ENDED 31 JANUARY 2020**

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**Auditor's responsibilities for the audit of the financial statements (continued)**

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.

Devonshire House  
60 Goswell Road  
London EC1M 7AD

**Moore Kingston Smith LLP, Chartered Accountants and Statutory auditor**

**Date:** 27 November 2020

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006.

COSMIC (formerly known as The Winnicott Foundation CIO)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE PERIOD ENDED 31 JANUARY 2020

		Unrestricted funds	Restricted funds	8 month period to 31 January	14 month period to 31 May 2019 as restated*
		2020	2020	2020	
	Notes	£	£	£	£
<b>Income from:</b>					
Donations and legacies	2	72,381	12,259	84,640	270,434
Investment income		227	-	227	910
<b>Total income</b>		<u>72,608</u>	<u>12,259</u>	<u>84,867</u>	<u>271,344</u>
<b>Expenditure on:</b>					
Costs of raising funds	3	600	-	600	13,578
Charitable activities	4	71,488	7,722	79,210	418,053
<b>Total expenditure</b>		<u>72,088</u>	<u>7,722</u>	<u>79,810</u>	<u>431,631</u>
<b>Net movement in funds</b>		520	4,537	5,057	(160,287)
<b>Reconciliation of funds:</b>					
Total funds brought forward		<u>167,062</u>	<u>74,875</u>	<u>241,937</u>	<u>402,224</u>
<b>Total funds carried forward</b>		<u><u>167,582</u></u>	<u><u>79,412</u></u>	<u><u>246,994</u></u>	<u><u>241,937</u></u>

\* see note 17 for the comparative Statement of Financial Activities.

The notes on pages 12 to 22 form part of these financial statements.

**COSMIC (formerly known as The Winnicott Foundation CIO)**

**BALANCE SHEET**

**AS AT 31 JANUARY 2020**

			<b>31 January 2020</b>		<b>31 May 2019 as restated</b>
	<b>Note</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Fixed Assets</b>					
Tangible assets	9		926		-
<b>Current assets</b>					
Tangible assets	9	-		1,166	
Debtors	10	1,344		16,609	
Cash at bank and in hand		265,297		241,847	
		<u>266,641</u>		<u>259,622</u>	
<b>Creditors:</b> amount falling due within one year	11	(20,573)		(17,685)	
<b>Net current assets</b>			<u>246,068</u>		<u>241,937</u>
<b>Net assets</b>			<u>246,994</u>		<u>241,937</u>
<b>Charity Funds</b>					
Restricted funds	13		79,412		74,875
Unrestricted funds	13		167,582		167,062
<b>Total funds</b>			<u>246,994</u>		<u>241,937</u>

The financial statements were approved by the Trustees on 27 November 2020 and signed on their behalf, by:

**Angela Birkin**  
Trustee

The notes on pages 12 to 22 form part of these financial statements.

## **COSMIC (formerly known as The Winnicott Foundation CIO)**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **FOR THE PERIOD ENDED 31 JANUARY 2020**

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## **1 Accounting Policies**

### **1.1 General Information**

COSMIC is a registered charity. Its registered office and principal place of business is Sam Segal Unit, 2nd floor, Clarence Wing, St Mary's Hospital, Praed Street, London, W2 1NY. COSMIC, formerly known as The Winnicott Foundation CIO changed its name on 4 February 2020.

### **1.2 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP FRS 102) including Update Bulletin 2 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

COSMIC constitutes a public benefit entity as defined by FRS 102.

COSMIC was registered as a charity on 30 October 2018 and these financial statements cover the period from 30 October 2018 to 31 January 2020. COSMIC was dormant in the period from registration to 31 May 2019 and had no operational activity in this period. On 1 June 2019 the Winnicott Foundation, a registered charity with number 1180494, transferred all of its operations and assets to COSMIC under a Deed of Transfer. The transfer of activities into COSMIC from Winnicott Foundation has been treated as a merger and comparative amounts have been presented as if the transfer had been in affect for the entire previous period under merger accounting. In these financial statements we refer to the current period of activity being from 1 June 2019 to 31 January 2020 as before 1 June 2019 COSMIC was dormant.

The prior period comparatives are not entirely comparable as they relate to the prior 14 month period ended 31 May 2019, whereas these statements are based on the 8 month period from 1 June 2019 to 31 January 2020.

### **1.3 Going concern**

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the Trustees have considered the charity's forecasts and have taken account of pressures on donation income and use of the government furlough scheme in light of the impact of COVID-19. After making enquiries the Trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Accordingly they continue to adopt the going concern basis in the preparation of the financial statements.

### **1.4 Income**

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donated services or facilities are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

# COSMIC (formerly known as The Winnicott Foundation CIO)

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE PERIOD ENDED 31 JANUARY 2020

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#### 1 Accounting Policies (Continued)

For legacies, entitlement is taken as the earlier of the date on which either: the Charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the Charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the Charity, or the Charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donation and fundraising income is recognised at the point at which the pledge is made.

Grant income is recognised in line with the conditions specified in the grant contract. Where grant contracts specify the period the activities and the costs are to be undertaken, they are recognised as income over that period as the associated costs which give rise to the entitlement to the income are incurred.

Investment income is recognised on a receivable basis.

#### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

##### Grants Payable

Grants payable are charged in the period when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the period end are noted as a commitment, but not accrued as expenditure.

##### Costs of raising funds

Costs of raising funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

##### Allocation of support costs

Support costs are allocated to each of the activities on the following basis which is an estimate, based on staff time, of the amount attributable to each activity:

Parent costs	20%
Care	20%
Equipment	20%
Staff training	20%
Neonatal project	20%

Charitable activity costs are costs incurred on the Charity's operations, including support costs and costs relating to the governance of the Charity apportioned to charitable activities.

**1 Accounting Policies (Continued)**

**1.6 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the Bank.

**1.7 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**1.8 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**1.9 Cash at bank and in hand**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**1.10 Tangible fixed assets and depreciation**

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Office equipment	20% straight line basis
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**1.11 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation.

Trade and other creditors are recognised at the settlement amount after any trade discounts received. Accruals are value based on the estimated amount to be paid.

**1.12 Financial instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.



**COSMIC (formerly known as The Winnicott Foundation CIO)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 JANUARY 2020**

**1 Accounting Policies (Continued)**

**1.13 Pensions**

The Charity operated a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the period.

**1.14 Critical accounting estimates and areas of judgement**

In the view of the trustees in applying the accounting policies adopted, no judgements were required that have a significant effect on the amounts recognised in the financial statements nor do any estimates or assumptions made carry a significant risk of material adjustment in the next financial period.

**2 Income from donations and legacies**

	<b>Unrestricted funds</b>	<b>Restricted funds</b>	<b>8 month period to 31 January</b>	<b>14 month period to 31 May</b>
	<b>2020</b>	<b>2020</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Donations	72,381	12,259	84,640	244,446
Legacies	-	-	-	18,365
Gifts in kind	-	-	-	7,623
	<u>72,381</u>	<u>12,259</u>	<u>84,640</u>	<u>270,434</u>
<b>Total 2019</b>	<u>253,434</u>	<u>17,000</u>	<u>270,434</u>	

**3 Costs of raising funds**

	<b>Unrestricted funds</b>	<b>Restricted funds</b>	<b>8 month period to 31 January</b>	<b>14 month period to 31 May</b>
	<b>2020</b>	<b>2020</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Fundraising and marketing expenses	600	-	600	13,578
	<u>600</u>	<u>-</u>	<u>600</u>	<u>13,578</u>
<b>Total 2019</b>	<u>13,578</u>	<u>-</u>	<u>13,578</u>	

COSMIC (formerly known as The Winnicott Foundation CIO)

NOTES TO THE FINANCIAL STATEMENTS  
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4 Analysis of expenditure on charitable activities

	Unrestricted funds	Restricted funds	8 month period to 31 January 2020	14 month period to 31 May 2019 as restated
	2020	2020	2020	
	£	£	£	£
Parent costs	16,393	-	16,393	47,870
Development care and breastfeeding	12,150	-	12,150	28,160
Equipment for Neonatal unit	12,504	7,722	20,226	253,346
Staff training grant	16,571	-	16,571	28,160
Staff support costs	1,086	-	1,086	32,357
Neonatal project / grant	12,784	-	12,784	28,160
Total donations and legacies	71,488	7,722	79,210	418,053
<b>Total 2019</b>	<b>345,702</b>	<b>72,351</b>	<b>418,053</b>	

5 Analysis of expenditure by activities

	Activities undertaken directly 2020	Support costs 2020	8 month period to 31 January 2020	14 month period to 31 May 2019 as restated
	£	£	£	£
Parent costs	4,243	12,150	16,393	47,870
Development care and breastfeeding	-	12,150	12,150	28,160
Equipment for Neonatal unit	8,076	12,150	20,226	253,346
Staff training grant	4,421	12,150	16,571	28,160
Staff support costs	1,236	-	1,236	32,357
Neonatal project / grant	484	12,150	12,634	28,160
Total 2020	18,460	60,750	79,210	418,053
<b>Total 2019</b>	<b>277,254</b>	<b>140,799</b>	<b>418,053</b>	

**COSMIC (formerly known as The Winnicott Foundation CIO)**

**NOTES TO THE FINANCIAL STATEMENTS  
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**6 Support costs**

	<b>8 month period to 31 January 2020</b>	<b>14 month period to 31 May 2019</b>
	<b>£</b>	<b>£</b>
Audit and accountancy	16,790	14,460
Legal and Professional	18,730	30,086
Office management	24,990	14,197
Depreciation	240	480
Wages and salaries	-	75,083
National insurance	-	5,421
Pension cost	-	1,072
	<u>60,750</u>	<u>140,799</u>
<b>Total 2019</b>	<u>28,160</u>	<u>28,160</u>

Included in office management is an amount of £21,000 that was paid for management services under a service level agreement with Children of St Mary's Intensive Care Charitable Trust, a charity registered with England and Wales with charity number 1043697. On 1 February the operations and assets of Children of St Mary's Intensive Care Charitable Trust were transferred to COSMIC, see note 15 for further details.

**7 Net income/(expenditure)**

This is stated after charging:

	<b>8 month period to 31 January 2020</b>	<b>14 month period to 31 May 2019</b>
	<b>£</b>	<b>£</b>
Depreciation of tangible fixed assets:	240	480
Auditor's remuneration - audit	8,700	10,000
Auditor's remuneration - other	1,860	4,460
	<u>10,800</u>	<u>14,940</u>

**COSMIC (formerly known as The Winnicott Foundation CIO)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 JANUARY 2020**

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**8 Staff costs**

	<b>8 month period to 31 January 2020</b>	<b>14 month period to 31 May 2019</b>
	<b>£</b>	<b>£</b>
Wages and salaries	-	75,083
Social security costs	-	5,421
Other pension costs	-	1,072
	<u>-</u>	<u>81,576</u>
	<u>-</u>	<u>81,576</u>

The average number of persons employed by the Charity during the period was as follows:

	<b>2020</b>	<b>2019</b>
	<b>No.</b>	<b>No.</b>
Average number of employees	-	2

No employee received remuneration amounting to more than £60,000 in either period.

During the period key management personnel received a remuneration of £Nil (2019: 49,957).

No trustees received any remuneration, benefits in kind or reimbursement of expenses in the current or prior period.

The Charity had no employees during the period due to the outsourced management of COSMIC under a service level agreement to another charity as explained in note 14 of the accounts.

Temporary staff costs have been allocated to the relevant expense category within the Statement of Financial Activities and have not been included in the above total of £Nil (2019: £81,576).

**9 Tangible fixed assets**

	<b>Office Equipment £</b>
<b>Cost</b>	
At 31 May 2019 and 31 January 2020	<u>2,058</u>
<b>Depreciation</b>	
At 31 May 2019	892
Charge for the period	240
At 31 January 2020	<u>1,132</u>
<b>Net book value</b>	
At 31 January 2020	<u>926</u>
At 31 May 2019	<u>1,166</u>

Tangible fixed assets were classified as current assets at 31 May 2019 reflecting the transfer of operations and assets on 1 June 2019 from The Winnicott Foundation to COSMIC.

COSMIC (formerly known as The Winnicott Foundation CIO)

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 JANUARY 2020

10 Debtors

	31 January 2020	31 May 2019
	£	£
Other debtors	1,100	12,651
Prepayments and accrued income	244	3,958
	<u>1,344</u>	<u>16,609</u>

11 Creditors: Amounts falling due within one year

	31 January 2020	31 May 2019 as restated
	£	£
Trade creditors	10,013	-
Accruals and deferred income	10,560	17,685
	<u>20,573</u>	<u>17,685</u>

12 Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2020	Restricted funds 2020	Total funds 2020
	£	£	£
Tangible fixed assets	926	-	926
Current assets	187,229	79,412	266,641
Creditors due within one year	<u>(20,573)</u>	<u>-</u>	<u>(20,573)</u>
	<u>167,582</u>	<u>79,412</u>	<u>246,994</u>

Analysis of net assets between funds - prior period

	Unrestricted funds 2019	Restricted funds 2019	Total funds 2019 as restated
	£	£	£
Current assets	184,747	74,875	259,622
Creditors due within one year	<u>(17,685)</u>	<u>-</u>	<u>(17,685)</u>
	<u>167,062</u>	<u>74,875</u>	<u>241,937</u>

**COSMIC (formerly known as The Winnicott Foundation CIO)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JANUARY 2020**

**13 Statement of funds**

**Statement of funds - current period**

	<b>Balance at 1 June 2019</b>	<b>Income</b>	<b>Expenditure</b>	<b>Balance at 31 January 2020</b>
	£	£	£	£
<b>Unrestricted funds</b>				
General funds	167,062	72,608	(72,088)	167,582
<b>Restricted funds</b>				
Funds held for Neonatal Unit / Doctor education material	25,691	800	-	26,491
Developmental care and breastfeeding	-	5,262	-	5,262
Bereavement Study day	5,000	-	-	5,000
Multiple Births Programme	1,030	-	-	1,030
Neonatal projects	3,963	1,000	-	4,963
Family support fund	-	2,001	-	2,001
Winnicott discharge nurse	38,771	-	-	38,771
ARNI	420	-	-	420
Incubator purchases	-	3,196	(7,722)	(4,526)
	<u>74,875</u>	<u>12,259</u>	<u>(7,722)</u>	<u>79,412</u>
Total of funds	<u><u>241,937</u></u>	<u><u>84,867</u></u>	<u><u>(79,810)</u></u>	<u><u>246,994</u></u>

**Statement of funds - prior period**

	<b>Balance at 1 April 2018</b>	<b>Income</b>	<b>Expenditure</b>	<b>Balance at 31 May 2019 as restated</b>
	£	£	£	£
<b>Unrestricted</b>				
General funds	271,998	254,344	(359,280)	167,062
<b>Restricted funds</b>				
Funds held for Neonatal Unit / Doctor education material	25,691	-	-	-
Bereavement Study day	5,000	-	-	5,000
Multiple Births Programme	1,030	-	-	1,030
Neonatal projects	3,963	-	-	3,963
Winnicott discharge nurse	38,771	-	-	38,771
ARNI	2,436	-	(2,016)	420
Incubator purchases	53,335	17,000	(70,335)	-
	<u>130,226</u>	<u>17,000</u>	<u>(72,351)</u>	<u>74,875</u>
Total of funds	<u><u>402,224</u></u>	<u><u>271,344</u></u>	<u><u>(431,631)</u></u>	<u><u>241,937</u></u>

**COSMIC (formerly known as The Winnicott Foundation CIO)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JANUARY 2020**

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**13 Statement of funds (continued)**

**Restricted funds**

**Developmental care and breastfeeding** - For the purchase of items and training of staff to support the developmental care of babies to fund neonatal courses at the NIDCAP training centre. For the purchase of items, information and training to support mothers to express their milk and to breastfeed their babies.

**Equipment for Baby Unit** - To fund medical equipment needed.

**Funds held for Neonatal Unit/Doctors education and material** - Income generated by neonatal teams from grants and donations for staff education and items to improve the working environment.

**Multiple Births Programme** - To develop a model of Neonatal care for multiple birth babies and their parents.

**Bereavement Study Day** - To organise a Bereavement Study Day at the Unit.

**Parent support** - Restricted funds given to provide financial support for families whose baby is in the Neonatal Unit. Amounts from this fund were used to renovate the accommodation area for parents in the ward.

**Neonatal projects** - To fund research projects to improve Neonatal care.

**Winnicott discharge nurse** - Funds held for the position of a Discharge Nurse.

**ARNI (Advanced Resuscitation of New Born Infants)** - Funding for the ARNI resuscitation course.

**Incubator purchases** - To fund the purchase of incubators.

**14 Related party transactions**

During the period Michelmores LLP provided legal services amounting to £Nil (2019: £8,019) to the charity. Mr Roger Fink who served as a Trustee of the Winnicott Foundation was at the relevant time a fixed share partner of Michelmores LLP.

During the period reimbursements of £Nil (2019: £228) were made to Trustees for expenses paid on behalf of the charity.

During the period costs of £21,000 were incurred under a service level agreement with Children of St Mary's Intensive Care Charitable Trust for management services. On 1 February 2020 the operations and assets of Children of St Mary's Intensive Care Charitable Trust were transferred to COSMIC, see note 15 for further details.

**15 Post balance sheet events**

On 1 February 2020 the trade and assets of a charity registered in England and Wales, Children of St Mary's Intensive Care Charitable Trust ("old COSMIC"), with charity number 1043697 were acquired. All trade and assets were transferred under a Deed of Transfer and old COSMIC was deregistered from the Charity Commission on 25 February 2020. On 1 February 2020 the charity changed its name from The Winnicott Foundation CIO to COSMIC.

**COSMIC (formerly known as The Winnicott Foundation CIO)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JANUARY 2020**

**16 Prior period adjustment**

A prior period adjustment was raised to reduce the 2019 accruals balance by £32,829 following a review of these balances by senior management. The result of this adjustment has been to reduce accruals and parent accomodation costs in 2019 by £32,829.

**17 Prior period Statement of Financial Activities**

		<b>Unrestricted funds</b>	<b>Restricted funds</b>	<b>14 month period to 31 May</b>
		<b>2020</b>	<b>2020</b>	<b>2019 as restated*</b>
		<b>£</b>	<b>£</b>	<b>£</b>
<b>Income from:</b>				
Donations and legacies	2	253,434	17,000	270,434
Investment income		910	-	910
<b>Total income</b>		<u>254,344</u>	<u>17,000</u>	<u>271,344</u>
<b>Expenditure on:</b>				
Costs of raising funds	3	13,578	-	13,578
Charitable activities	4	345,702	72,351	418,053
<b>Total expenditure</b>		<u>359,280</u>	<u>72,351</u>	<u>431,631</u>
<b>Net movement in funds</b>		(104,936)	(55,351)	(160,287)
<b>Reconciliation of funds:</b>				
Total funds brought forward		<u>271,998</u>	<u>130,226</u>	<u>402,224</u>
<b>Total funds carried forward</b>		<u><u>167,062</u></u>	<u><u>74,875</u></u>	<u><u>241,937</u></u>