

Company Registration No. 1444607

Ventures and Consultancy
Bradford Limited
(Company limited by guarantee)

FINANCIAL STATEMENTS

for the year ended
31 July 2005



Baker Tilly Chartered Accountants
2 Whitehall Quay, Leeds, LS1 4HG

An independent member of Baker Tilly International

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

DIRECTORS AND OFFICERS

DIRECTORS

University of Bradford
I Rowe

SECRETARY

K T Waddingham

COMPANY NUMBER

1444607 (England and Wales)

REGISTERED OFFICE

University of Bradford
Bradford
West Yorkshire
BD7 1DP

AUDITORS

Baker Tilly
Chartered Accountants
2 Whitehall Quay
Leeds
LS1 4HG

PRINCIPAL BANKERS

Lloyds TSB Bank Plc
Hustlergate
Bradford
BD1 1NT

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

DIRECTORS' REPORT

The directors submit their report and the financial statements of Ventures and Consultancy Bradford Limited for the year ended 31 July 2005.

PRINCIPAL ACTIVITIES

The principal activities of the company include consultancy, commercial testing, research, IPR exploitation and the provision of courses and conferences.

REVIEW OF THE BUSINESS

The company had a satisfactory year with continued trading in all core areas of business.

For the new financial year the company is planning to promote its consultancy business more aggressively to encourage an increase in this aspect of the business.

RESULTS AND DIVIDENDS

The profit after taxation amounts to £1,241 (2004: loss £97), which is after the payment of a gift aid donation amounting to £59,711 (2004: £49,866).

The directors do not recommend payment of a dividend.

DIRECTORS

The following directors have held office during the year:

N J Andrew (resigned 6 May 2005)
B W France (resigned 6 May 2005)
J G Gardiner (resigned 6 May 2005)
A H Jerome (resigned 6 May 2005)
A Waton (resigned 6 May 2005)
University of Bradford (appointed 6 May 2005)

Mr I Rowe was appointed a director on 8 December 2005.

The company does not have a share capital.

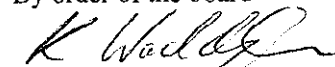
CHARITABLE DONATIONS

Charitable contributions payable under gift aid amount to £59,711 (2004: £49,866).

AUDITORS

A resolution to reappoint Baker Tilly, Chartered Accountants, as auditors will be put to the members at the annual general meeting.

By order of the board



K T Waddingham
Secretary

W / 1 / 2006

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires 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 of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

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

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF VENTURES AND CONSULTANCY BRADFORD LIMITED

We have audited the financial statements on pages 5 to 14.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members 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 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' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

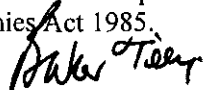
Basis of opinion

We conducted our audit in accordance with Auditing Standards 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.

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

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 July 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


BAKER TILLY
Registered Auditor
Chartered Accountants
Leeds

23 January 2006

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

PROFIT AND LOSS ACCOUNT

for the year ended 31 July 2005

	Notes	2005 £	2004 £
TURNOVER	1	372,888	351,041
Cost of sales		(289,553)	(268,020)
Gross profit		83,335	83,021
Administrative expenses		(32,439)	(44,757)
OPERATING PROFIT		50,896	38,264
Interest receivable		8,815	11,602
Gift aid payable and similar charges	2	(59,711)	(49,866)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	-	-
Taxation	5	(1,241)	97
PROFIT/(LOSS) FOR THE YEAR	10	1,241	(97)

The operating profit for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

Ventures and Consultancy Bradford Limited

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BALANCE SHEET

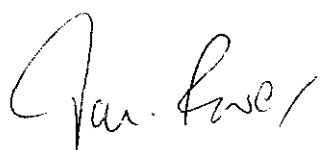
31 July 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	6	11,869	19,920
Investments	7	5,203	5,203
		<u>17,072</u>	<u>25,123</u>
CURRENT ASSETS			
Debtors	8	109,082	155,553
Cash at bank and in hand		356,029	308,603
		<u>465,111</u>	<u>464,156</u>
CREDITORS: Amounts falling due within one year	9	419,655	427,992
NET CURRENT ASSETS		<u>45,456</u>	<u>36,164</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>62,528</u>	<u>61,287</u>
CAPITAL AND RESERVES			
Profit and loss account	10	<u>62,528</u>	<u>61,287</u>

Approved by the board on 11/1/2006

I Rowe

Director

 11.01.06

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

ACCOUNTING POLICIES

MEMBER'S LIABILITY

The company does not have a share capital. The liability of members is limited by guarantee to a maximum of £10 during the term of membership and extends for one year after membership ceases.

BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards. The company has taken advantage of the exemption in section 248 of the Companies Act and has not prepared group accounts on the grounds that it is a small group.

CASH FLOW STATEMENT

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

TANGIBLE FIXED ASSETS

Depreciation is provided on a straight line basis on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value of each asset over its expected useful life as follows:

Plant and equipment	2 years
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INVESTMENTS

Investments are shown at cost less any provisions which, in the opinion of the directors, are necessary to give a true and fair view.

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

PENSION CONTRIBUTIONS

The company contributes to defined contribution pension schemes for certain employees. Contributions are charged to the profit and loss account as they become payable.

FOREIGN CURRENCIES

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the profit and loss account.

OPERATING LEASES

Rentals are charged to profit and loss account on a straight line basis over the lease term.

TURNOVER

Turnover represents the total amount receivable, exclusive of Value Added Tax, for goods sold and consultancy services provided in the ordinary course of business.

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The company's turnover and profit before taxation were all derived from its principal activities as follows:

	2005 £	2004 £
Consulting Fees	213,251	259,630
Training/Conference Fees	52,470	51,901
Testing/Sampling	65,079	7,945
Product Sales – Slings	-	30,065
Management & Administration Fees	27,272	-
Royalties Received	7,500	-
Other Sales	7,316	1,500
	<u>372,888</u>	<u>351,041</u>

Sales were made in the following geographical markets:

	2005 £	2004 £
United Kingdom	352,903	321,537
Europe	3,895	3,156
Rest of World	16,090	26,348
	<u>372,888</u>	<u>351,041</u>

2 GIFT AID PAYABLE AND SIMILAR CHARGES

	2005 £	2004 £
Gift aid	59,711	49,866

3 PROFIT ON ORDINARY ACTIVITIES

	2005 £	2004 £
Profit on ordinary activities before taxation is stated after charging:		
Depreciation:		
Owned assets	16,222	17,193
Auditors' remuneration	5,000	4,750

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

4	EMPLOYEES	2005 No	2004 No
	The average monthly number of persons employed by the company during the year was:		
	Technical and production	1	1
		<hr/>	<hr/>
		2005 £	2004 £
	Staff costs for above persons:		
	Wages and salaries	19,538	17,513
	Social security costs	1,877	1,802
	Other pension costs	1,804	1,644
		<hr/>	<hr/>
		23,219	20,959
		<hr/>	<hr/>

No directors received any remuneration during the year.

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

5	TAXATION	2005 £	2004 £
	Corporation tax:		
	Current tax	-	-
		<u>-</u>	<u>-</u>
	Total current tax	-	-
		<u>-</u>	<u>-</u>
	Deferred tax:		
	Current year	(1,241)	97
		<u>(1,241)</u>	<u>97</u>
	Total deferred tax	(1,241)	97
		<u>(1,241)</u>	<u>97</u>
	Tax on profit on ordinary activities	(1,241)	97
		<u>(1,241)</u>	<u>97</u>
	Factors affecting tax charge for the year are explained below:		
	Profit on ordinary activities before tax	-	-
		<u>-</u>	<u>-</u>
	Profit on ordinary activities multiplied by the standard rate of corporation tax for small companies (19%), (2004: 19%)	-	-
		<u>-</u>	<u>-</u>
	Effect of:		
	Expenses not deductible for tax purposes	434	97
	Capital allowances in excess of depreciation	1,475	(1,276)
	Tax losses (utilised)/unutilised	(234)	1,179
	Starting rate relief	(1,675)	-
		<u>(1,675)</u>	<u>-</u>
	Current tax charge for the year	-	-
		<u>-</u>	<u>-</u>

Ventures and Consultancy Bradford Limited

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

6	TANGIBLE FIXED ASSETS	<i>Plant and Equipment</i> £
	Cost	
	1 August 2004	222,325
	Additions	8,171
		<hr/>
	31 July 2005	230,496
	Depreciation	
	1 August 2004	202,405
	Charged in the year	16,222
		<hr/>
	31 July 2005	218,627
	Net book value	
	31 July 2005	11,869
		<hr/>
	31 July 2004	19,920
		<hr/>
7	FIXED ASSETS INVESTMENTS	£
	Unlisted Investments	
	Cost	
	At 1 August 2004 and 31 July 2005	22,366
		<hr/>
	Provision	
	At 1 August 2004 and 31 July 2005	17,163
		<hr/>
	Net book amount	
	31 July 2004 and 31 July 2005	5,203
		<hr/>

Ventures and Consultancy Bradford Limited

(Company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

7 FIXED ASSETS INVESTMENTS (continued)

The aggregate capital and reserves and results of the undertakings in which Ventures and Consultancy Bradford Limited holds more than 20% of the share capital, for the last published accounts were as follows:

	Capital and reserves £	Profit/ (loss) for year £
Photox Bradford Limited – year ended 31 July 2004	(21)	-
Redimove Limited – year ended 31 July 2004	(20,971)	(16,592)
Acoutechs Limited – year ended 31 July 2004	(10,906)	5,706

	Location	Proportion of shares held%	Cost £	Net book amount £
Redimove Limited				
271 Ordinary shares	England	27.1	5,100	5,100
Bradford University Software Services Limited				
3,975 Ordinary shares	England	19.875	9,244	1
Photox Bradford Limited				
1 Ordinary share	England	100	7,682	1
Acoutechs Limited				
240 Ordinary shares	England	24	240	1
Bradford Slings Limited	England	10.42	100	100

8	DEBTORS	2005 £	2004 £
	Trade debtors	64,624	69,141
	Amounts due from related parties	38,240	81,347
	Prepayments and accrued income	-	88
	Deferred tax asset	6,218	4,977
		<u>109,082</u>	<u>155,553</u>

Ventures and Consultancy Bradford Limited

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

8	DEBTORS (<i>continued</i>)	2005 £	2004 £
	A deferred tax asset has been recognised as follows:		
	Deficit/(surplus) of tax allowance over depreciation	1,251	(224)
	Unutilised losses	4,967	5,201
		<u>6,218</u>	<u>4,977</u>
9	CREDITORS: Amounts falling due within one year	2005 £	2004 £
	Trade creditors	6,106	15,112
	Other taxation and social security	6,821	3,908
	Accruals and deferred income	111,924	73,794
	Balances due on projects	271,352	334,938
	Other creditors	240	240
	Amounts due to Bradford University	23,212	-
		<u>419,655</u>	<u>427,992</u>
10	RESERVES		<i>Profit & loss account £</i>
	1 August 2004		61,287
	Profit for the financial year		<u>1,241</u>
	31 July 2005		<u>62,528</u>

11 PENSION COMMITMENTS

The company contributes to defined contribution pension schemes of the choice of certain employees. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to the funds and amounted to £nil (2004: £1,644)

Ventures and Consultancy Bradford Limited

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

12 RELATED PARTY TRANSACTIONS

The Company has had the following transactions with the University of Bradford:

	2005 £	2004 £
Management fees incurred	31,882	27,550
Purchases	69,042	34,454
Sales	43,393	5,832

At the year end, the company owed the University £55,094 including accrued management fees of £31,882 (2004: £25,200).

Re-charges of £nil (2004: £49,120) have been made to Redimove Limited. At the year end Redimove owed the company £31,132 (2004: £47,370)

Re-charges of £36,695 (2004: £43,732) were made to Bradford Slings Limited in the year. At the year end Bradford Slings Limited owed the company £7,108 (2004: £33,796).

At the year end Acoutechs Limited owed the company £14,000, which has previously been fully provided.