

Coventry Venture Capital Limited

Report and Financial Statements

Year Ended 31 March 2013

Company Number 2108107

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Coventry Venture Capital Limited

**Report and financial statements
for the year ended 31 March 2013**

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Directors

I M Booth
P Daffern
D Gannon

Registered office

Wellington House, 31/34 Waterloo Street, Birmingham, B2 5TJ

Company number

2108107

Coventry Venture Capital Limited

Report of the directors for the year ended 31 March 2013

The directors present their report together with the unaudited financial statements for the year ended 31 March 2013

Principal activities

The company's principal activity during the year was acting as the joint manager, with University of Warwick Science Park Limited, of a property investment

Directors

The directors of the company during the year were

I M Booth
P Daffern
G A Duggins (resigned 16 May 2013)

Mr D Gannon was appointed a director on 16 May 2013

Directors' responsibilities

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements 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 company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Coventry Venture Capital Limited

Report of the directors
for the year ended 31 March 2013 (*continued*)

In preparing this directors' report advantage has been taken of the small companies' exemption

By order of the board



P Daffern
Director
14 October 2013

Coventry Venture Capital Limited

Profit and loss account for the year ended 31 March 2013

	Note	2013 £	2012 £
Turnover	2	88,785	88,785
Net operating expenses	3	1,113	2,575
		<hr/>	<hr/>
Operating profit		87,672	86,210
Interest payable to group company		(70,808)	(70,808)
Interest payable and similar charges	4	(15,050)	(15,050)
		<hr/>	<hr/>
Profit on ordinary activities before and after taxation for the financial year		1,814	352
		<hr/>	<hr/>
All amounts relate to continuing activities			

The notes on pages 6 to 11 form part of these financial statements

Coventry Venture Capital Limited

Statement of total recognised gains and losses for the year ended 31 March 2013

	Note	2013 £	2012 £
Statement of total recognised gains and losses			
Profit for the financial year		1,814	352
Deficit on revaluation of investment property		(52,978)	(19,005)
<hr/>			
Total recognised gains and losses for the financial year		(51,164)	(18,653)

The notes on pages 6 to 11 form part of these financial statements

Coventry Venture Capital Limited

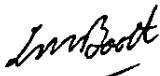
Balance sheet at 31 March 2013

Company number 2108107	Note	2013 £	2013 £	2012 £	2012 £
Fixed assets					
Investment property	6		875,000		927,978
Current assets					
Debtors	7	133,317		137,417	
Creditors. amounts falling due within one year	8	<u>104,045</u>		<u>109,959</u>	
Net current assets			29,272		27,458
Total assets less current liabilities			904,272		955,436
Creditors. amounts falling due after more than one year	9		874,821		874,821
			29,451		80,615
Capital and reserves					
Share capital	10		23,522		23,522
Revaluation reserve	11		125,000		177,978
Equity reserve	11		(148,343)		(148,343)
Profit and loss account	11		29,272		27,458
Shareholders' funds			29,451		80,615

For the year ending 31 March 2013 the company was entitled to exemption from the requirement to have an audit under section 477 of the Companies Act 2006 ("the Act") relating to small companies. The members have not required the company to obtain an audit in accordance with section 476 of the Act. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of the accounts.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 14 October 2013.



I M Booth
Director

The notes on pages 6 to 11 form part of these financial statements.

Coventry Venture Capital Limited

Notes forming part of the financial statements for the year ended 31 March 2013

1 Accounting policies

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment properties

The following principal accounting policies have been applied

Basis of preparation

The accounts have been prepared on a going concern basis

Investment properties

In accordance with SSAP 19 'Accounting for investment properties', investment properties are revalued annually to open market value and no depreciation is provided. The directors consider that this accounting policy results in the financial statements giving a true and fair view. The effect of this departure from the Companies Act 2006 has not been quantified because it is impracticable and, in the opinion of the directors, would be misleading.

The aggregate surplus or deficit arising on revaluation is transferred to the revaluation reserve except where a deficit is deemed to represent a permanent diminution in value, in which case it is charged to the profit and loss account.

Turnover

Turnover arises from rental income.

Cash flow

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 'Cash Flow Statements (Revised 1996)' not to prepare a cash flow statement on the grounds that it is a 'small' company under the Companies Act 2006.

Dividends payable on preferred ordinary shares

The presentation elements of FRS25 Financial instruments disclosure and presentation require that dividends that have characteristics of loan interest for example, fixed percentage payments, be classified as an interest expense.

Coventry Venture Capital Limited

Notes forming part of the financial statements
for the year ended 31 March 2013 (*continued*)

2 Turnover

	2013 £	2012 £
Rents received and receivable	88,785	88,785

3 Net operating expenses

	2013 £	2012 £
Auditors' fee	-	1,600
Other payments to former auditors/auditors	1,100	975
Other costs	13	-
	1,113	2,575

There were no employees during either year

None of the directors received any emoluments in respect of their services to the company during either year

4 Interest payable and similar charges

	2013 £	2012 £
Dividends on preferred ordinary shares of £3 01 (2012 £3 01) per share	15,050	15,050

Coventry Venture Capital Limited

Notes forming part of the financial statements
for the year ended 31 March 2013 (*continued*)

5 Taxation on profit on ordinary activities

The tax assessed for the year is lower than the standard rate of corporation tax in the UK applied to profit before tax

	2013 £	2012 £
Profit on ordinary activities before tax	1,814	352
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 24% (2012 - 26%)	435	92
Effect of		
Expenses not deductible for tax purposes	3,612	3,913
Group relief received for nil payment	(4,047)	(4,005)
Current tax charge for the year	-	-

6 Investments included in fixed assets

	Investment Property £
<i>Cost or valuation</i>	
At 1 April 2012	927,978
Revaluation	(52,978)
At 31 March 2013	875,000
At 31 March 2012	927,978

The company's investment is in a property managed jointly with University of Warwick Science Park Limited. The property is leased by the company on a 125 year lease of which 19 years have expired. The rental is nominal. The company has sub-let the property to the University of Warwick Science Park Limited for a similar term, the rental payable to the company being a share of the ultimate rental proceeds of the property.

An offer of £875,000 has been made for the company's investment. The directors consider that this offer represents an appropriate valuation for the investment.

No provision for deferred taxation on revaluation gains on the company's investment property has been made, as it is not subject to an agreed contract of sale.

Coventry Venture Capital Limited

Notes forming part of the financial statements
for the year ended 31 March 2013 (continued)

6 Investments included in fixed assets (continued)

The historical cost of the property is

	2013 £	2012 £
Cost	750,000	750,000

7 Debtors

	2013 £	2012 £
Trade debtors	26,636	-
Amount due from group company	106,681	137,417
	133,317	137,417

All amounts shown under debtors fall due for payment within one year

8 Creditors amounts falling due within one year

	2013 £	2012 £
Amounts payable to group company	65,698	65,698
Taxation and social security	-	4,439
Dividends payable	15,050	15,050
Accruals and deferred income	23,297	24,772
	104,045	109,959

9 Creditors amounts falling due after more than one year

	2013 £	2012 £
Loan from group company	721,478	721,478
Preferred ordinary shares	153,343	153,343
	874,821	874,821

The loan from the group company bears interest at 9.81% per annum. It is repayable on the disposal of the company's lease to University of Warwick Science Park Limited.

Coventry Venture Capital Limited

Notes forming part of the financial statements
for the year ended 31 March 2013 (*continued*)

10 Share capital

Allotted, called up and fully paid

	2013 £	2012 £
Ordinary shares of £1 each	23,522	23,522
Preferred ordinary shares of £1 each	5,000	5,000
	28,522	28,522

The Preferred Ordinary Shares are disclosed within creditors due after more than one year

The Preferred Ordinary Shares have preferred rights compared to those of the Ordinary shares. They are entitled to a non-cumulative dividend each year of £3.01 per share payable on 30 June in respect of the year ended on the previous 31 March, which has been classified as akin to interest following the adoption of the presentation aspects of FRS25.

In any further distributions the Preferred Ordinary and Ordinary shares rank *pari passu*.

On a return of assets on liquidation or otherwise any surplus arising which is available for distribution to shareholders shall be applied:

- i) first, in paying to Preferred Ordinary shareholders the amount subscribed,
- ii) second, in paying to the Ordinary shareholders the amount subscribed,
- iii) thereafter the Preferred Ordinary and Ordinary shares shall rank *pari passu* in the distribution of any remaining surplus.

The Preferred Ordinary Shares have the same voting rights as Ordinary Shares.

11 Reserves

	Revaluation reserve £	Equity Reserve £	Profit and loss account £
At 1 April 2012	177,978	(148,343)	27,458
Profit for the year	-	-	1,814
Revaluation	(52,978)	-	-
At 31 March 2013	125,000	(148,343)	29,272

Coventry Venture Capital Limited

Notes forming part of the financial statements
for the year ended 31 March 2013 (*continued*)

12 Reconciliation of movements in shareholders' funds

	2013 £	2012 £
Profit for the year	1,814	352
Other net recognised gains and losses relating to the year		
- Deficit on revaluation of investment property	(52,978)	(19,005)
Net deductions from shareholders funds	(51,164)	(18,653)
Opening shareholders funds	80,615	99,268
Closing shareholders' funds	29,451	80,615

13 Related party disclosures

The parent company, West Midlands Enterprise (Investments) Limited, owns 82% of the equity of the company

West Midlands Enterprise (Investments) Limited has made a loan to the company which bears interest at 9.81% per annum

	2013 £	2012 £
Loan balance at 31 March	721,478	721,478
Loan interest charged to the company during the year	70,808	70,808

In addition, there is a current account balance between the company and a fellow group company, West Midlands Enterprise Limited

	2013 £	2012 £
Balance due from group company at 31 March	106,681	137,417

14 Parent and ultimate parent company

The company's immediate parent undertaking is West Midlands Enterprise (Investments) Limited, a company registered in England and Wales

The company's ultimate parent company and ultimate controlling party is WME Group Limited, a company registered in England and Wales. Copies of the ultimate parent's financial statements may be obtained from Wellington House, 31/34 Waterloo Street, Birmingham, B2 5TJ