

**REGISTERED NUMBER: 2369724**

**LEEDS METROPOLITAN UNIVERSITY  
ENTERPRISES LIMITED**

**FINANCIAL STATEMENTS  
For the year ended 31 July 2009**



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# LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

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# **LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED**

## **REPORT OF THE DIRECTORS**

The directors present their report and the audited financial statements of the company for the year ended 31 July 2009

### **Principal Activities and Business Review**

The main areas of activity of the company, which is a company limited by guarantee, are the undertaking of consultancy work, the organisation of conferences and the provision of conference facilities. There have been no significant changes to the business since the balance sheet date. The director's report has been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 [CA85, s246(8)]

### **Results of the year**

The results of the year provided a profit of £1,681,322 which was paid to the ultimate holding corporation under gift aid. This is compared with a profit of £1,383,649 for the year ended 31 July 2008.

### **Directors**

The directors of the company who served during the year were

Stephen Willis

Simon Lee (resigned 3 June 2009)

Keith Ramsay

Ninian Watt

Geoffrey Douglas Hitchins (appointed 3 June 2009)

### **Statement of 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, state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping 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.

The directors confirm that suitable accounting policies have been used and applied consistently in the year as explained on page 6 under 'Statement of Accounting Policies'.

The directors also confirm that reasonable and prudent judgments and estimates have been made in preparing the financial statements for the year ended 31 July 2009 and that applicable accounting standards have been followed.

# LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

## REPORT OF THE DIRECTORS (continued)

The directors and their families had no beneficial interest in the company at 31st July 2009. No director had, during or at the end of the year, a material interest in any contract which was significant to the company's business.

So far as the directors are aware, there is no relevant audit information (that is, information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and the directors have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### Auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office, and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

BY ORDER OF THE BOARD



\_\_\_\_\_  
Secretary

\_\_\_\_\_  
19 October 2009

Date

# LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

We have audited the financial statements of Leeds Metropolitan University Enterprises Ltd for the year ended 31 July 2009 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Total Recognised Gains and Losses, the Statement of Accounting Policies, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

### **Respective responsibilities of directors and auditors**

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Sections 495 and 496 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

### **Opinion on financial statements**

In our opinion, the financial statements

- give a true and fair view of the state of the company's affairs as at 31 July 2009 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006


### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements and the Directors' Report in accordance with the small companies regime



Ian Looker (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Leeds  
12 November 2009

# **LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED**

## **STATEMENT OF ACCOUNTING POLICIES**

### **Basis of Accounting**

The financial statements are prepared on the historical cost basis in accordance with the Companies Act 1985 and applicable accounting standards

### **Basis of Preparation**

The financial statements have been prepared on the going concern basis, which assumes the continuing financial support of the ultimate parent, Leeds Metropolitan University Higher Education Corporation. The parent corporation has confirmed that this support will be available.

### **Gift Aid**

When profits arise, the company transfers all of its taxable profit for the year to its ultimate holding corporation via Gift Aid.

### **Taxation**

There is no corporation tax charge because the company's taxable profit is reduced by the payment under Gift Aid to nil.

### **Deferred Tax**

Deferred taxation results from timing differences between profits computed for taxation purposes and profits stated in the financial statements.

No corporation tax is currently payable by the company as a Gift Aid payment is made to the parent organisation based on the taxable element of its activities. As the continuation of this Gift Aid payment in future years cannot be known at the present time, there may be an obligation to pay more tax in the future as a result of the reversal of these timing differences. Full provision for potential deferred taxation has been made where it is deemed material to the accounts.

### **Cash**

Cash at Bank and in Hand includes cash in hand and deposits repayable within 24 hours without penalty at the Balance Sheet date. Cash at Bank is the balance shown on the bank statements. Cheques/BACS issued or received before 31 July, but not cleared by the bank, are included in creditors and debtors respectively.

### **Changes in Accounting Policies**

The company has adopted FRS21 'Events after the Balance Sheet Date' and FRS25 'Financial Instruments: Disclosure and Presentation' in these financial statements. The adoption of these standards represents a change in accounting policy, although the impact is not considered material.

**LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2009**

	Notes	Year ended 31-Jul-2009 £	Year ended 31-Jul-2008 £
Turnover	1	3,727,458	3,220,909
Operating charges		<u>(2,046,136)</u>	<u>(1,837,260)</u>
Operating profit	3	<u>1,681,322</u>	<u>1,383,649</u>
Profit on ordinary activities before interest and taxation		1,681,322	1,383,649
Payment under Gift Aid		<u>(1,681,322)</u>	<u>(1,383,649)</u>
Profit/(Loss) on ordinary activities before taxation		-	-
Tax on Profit/(loss) on ordinary activities		<u>-</u>	<u>-</u>
Profit/(Loss) for the financial year		<u><u>-</u></u>	<u><u>-</u></u>

The company has no recognised gains and losses other than those included in the profit above and therefore, no separate statement of total recognised gains and losses has been presented

There is no difference between the loss for the year stated above and the historical cost equivalent

All items included in the Profit and Loss Account relate to continuing operations

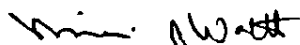


# LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

## BALANCE SHEET

	Notes	As At 31 July 2009 £	As At 31 July 2008 £
<b>Current Assets</b>			
Debtors	4	257,939	436,880
<b>Creditors: Amounts falling due within one year</b>	5	<u>(900,775)</u>	<u>(1,079,715)</u>
<b>Net current liabilities</b>		<u>(642,836)</u>	<u>(642,835)</u>
<b>Total assets less current liabilities</b>		(642,836)	(642,835)
<b>Net liabilities</b>		<u>(642,836)</u>	<u>(642,835)</u>
<b>Capital and reserves</b>			
Profit and loss account		<u>(642,836)</u>	<u>(642,835)</u>
<b>Total Shareholders' funds</b>		<u>(642,836)</u>	<u>(642,835)</u>

The financial statements on pages 6 to 10 were approved by the Board of Directors on 19 October 2009 and were signed on its behalf by



Director



Director

**LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2009**

**1 Turnover**

The company's turnover, which excludes value added tax, arises from consultancy work, the organisation of conferences and the provision of conference facilities. The analysis of turnover by geographical market has not been given.

**2 Directors and Employees**

**Employees**

No persons were employed by the company during the year. The company made use of certain staff of its ultimate parent corporation to which payment was made for performance of the company's activities.

**Directors' Emoluments**

The directors received no remuneration from the company during the year.

**3 Operating Profit**

	<b><u>2009</u></b>	<b><u>2008</u></b>
	<b>£</b>	<b>£</b>
Operating Profit		
Auditors' remuneration (for audit)	805	823
Management Charge	<u>118,600</u>	<u>118,600</u>

**4 Debtors**

	<b><u>2009</u></b>	<b><u>2008</u></b>
	<b>£</b>	<b>£</b>
Trade debtors	252,653	351,163
Accruals and prepayments	<u>5,286</u>	<u>85,717</u>
	<u>257,939</u>	<u>436,880</u>

**5 Creditors: Amounts falling due within one year**

	<b><u>2009</u></b>	<b><u>2008</u></b>
	<b>£</b>	<b>£</b>
Amount owing to Ultimate Parent Corporation	657,765	835,614
Trade Creditors	59,397	14,660
Accruals and deferred income	<u>183,613</u>	<u>229,442</u>
	<u>900,775</u>	<u>1,079,716</u>

**LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2009**  
**(continued)**

**6     Ultimate Parent Corporation**

The company is limited by guarantee. The Governing Body of Leeds Metropolitan University Higher Education Corporation controls the admission to membership of the company and the appointment and removal of the company's directors. As such Leeds Metropolitan University Higher Education Corporation is considered to be the ultimate parent corporation for the purposes of these financial statements. Copies of the financial statements of the ultimate parent corporation may be obtained from the Registrar and Secretary, Leeds Metropolitan University, Room 102, The Grange, Headingley Campus, Leeds LS6 3QS.

**7     Cash Flow Statement**

As a wholly owned subsidiary, the company has taken advantage of the exemption in Financial Reporting Standard number 1 from the requirement to publish a Cash Flow Statement.

**8     Related Party Transactions**

Transactions with other companies within the group are not disclosed as the company has taken advantage of the exemption under Financial Reporting Standard number 8 "Related Party Transactions", as the consolidated accounts of Leeds Metropolitan University in which the company is included are available at the above address.