

REGISTERED NUMBER: 2369724

**LEEDS METROPOLITAN UNIVERSITY
ENTERPRISES LIMITED**

**FINANCIAL STATEMENTS
For the year ended 31 July 2003**



LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

<u>Contents</u>	Page
Report of the Directors	3
Independent Auditors Report to the Members of Leeds Metropolitan University Enterprises Limited	4 - 5
Statement of Accounting Policies	6
Profit and Loss Account for the Year ended 31 July 2003	7
Balance Sheet as at 31 July 2003	8
Notes to the Financial Statements for the Year ended 31 July 2003	9 - 10

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 2003.

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. The directors are satisfied with the progress of the company during the period and with its prospects for the future. There have been no significant changes to the business since the balance sheet date.

Results and Payment Under Gift Aid

The results of the period provided a profit of £436,005, which was paid to the ultimate holding corporation under gift aid.

Directors

The directors of the company who served during the year were:

Geoff Collins (resigned 31 October 2002)

Stephen Willis (Managing Director) (appointed 11 November 2002)

Leslie Wagner (resigned 31 August 2003)

Simon Lee (appointed 1 September 2003)

Clinton Lloyd Cameron

Peter John Thompson

Statement of Directors' Responsibilities

The directors are responsible for preparing the Annual Report. As described below, this includes responsibility for preparing the financial statements, in accordance with applicable United Kingdom accounting standards. United Kingdom company law requires the 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:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; 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 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 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.

Auditors

On 1 January 2003 PricewaterhouseCoopers converted to a Limited Liability Partnership (LLP) by transferring substantially all their business to a new entity, PricewaterhouseCoopers LLP. Following a tender process for the appointment of the group's auditors, the new firm PricewaterhouseCoopers LLP were appointed as the company's auditors.

BY ORDER OF THE BOARD

Secretary



Date

9 December 2003.

LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

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

We have audited the financial statements which comprise the Profit and Loss Account, the Balance Sheet, and the related notes which have been prepared under the historical cost convention and the accounting policies set out in the Statement of Accounting Policies.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and 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 issued by the Auditing Practices Board. This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, 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.

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 is not disclosed.

We read the other information contained in the annual report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. The other information comprises only the Report of the Directors.

Basis of audit 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.

LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LEEDS
METROPOLITAN UNIVERSITY ENTERPRISES LIMITED (CONTINUED)**

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 July 2003 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


PricewaterhouseCoopers LLP

Chartered Accountants and Registered Auditors
Leeds

Date 9/12/03

LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED

STATEMENT OF ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared on the historical cost basis.

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.

Inter-company transactions

All transactions that lead to assets and/or liabilities between the company and its ultimate parent are netted off at the balance sheet date.

Gift Aid

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.

LEEDS METROPOLITAN UNIVERSITY ENTERPRISES LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2003

	Notes	2003 £	2002 £
Turnover	1	2,183,411	1,726,492
Operating Charges		(1,747,406)	(1,438,895)
Operating Profit	3	436,005	287,597
Payment under Gift Aid		(436,005)	(287,597)
Profit for the Year		<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 profit 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**

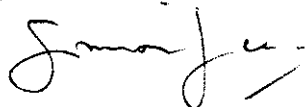
	Notes	As At 31 July 2003 £	As At 31 July 2002 £
CURRENT ASSETS			
Debtors		-	-
CURRENT LIABILITIES			
Creditors		-	-
NET ASSETS		<u>-</u>	<u>-</u>
RESERVES			
Profit and Loss Account		<u>-</u>	<u>-</u>

The financial statements on pages 6 to 10 were approved by the Board of Directors on 9 December 2003 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 2003

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 holding 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

	2003	2002
	£	£
Operating Profit is stated after charging		
Auditors' remuneration (for audit)	588	588
Management Charge	<u>103,535</u>	<u>100,911</u>

4. 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 Secretary, Leeds Metropolitan University, Calverley Street, Leeds LS1 3HE.

5. 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.

6. 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.