

Oval (717) Limited
Annual report and financial statements
for the year ended 31 July 2008

Registered Number 2595078



Oval (717) Limited

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Oval (717) Limited

Directors and Advisors for the year ended 31 July 2008

Directors

I Crawford (retiring 31/12/08)

W Liew

Secretary and registered office

W Liew

c/o University of Bristol

Senate House

BRISTOL

BS8 1TH

Bankers

National Westminster Bank

PO Box 238

32 Corn Street

BRISTOL

BS1 1HQ

Registered Auditors

PricewaterhouseCoopers LLP

31 Great George Street

BRISTOL

BS1 5QD

Solicitors

Osborne Clarke

2 Temple Back East

Bristol

BS1 6EG

Oval (717) Limited

Directors' report for the year ended 31 July 2008

The directors present their report and the audited financial statements for the year ended 31 July 2008.

Principal activities

The principal activity of the company is the letting of property and operation of a sports centre.

Review of business and future developments

The level of business, the year-end position and the outlook for the future remains satisfactory. The University of Bristol, being the parent holding company, is committed to continue its business relationship with the company. The directors do not envisage that the activities of the company will change significantly in the immediate future.

Financial risk management policies

The following statement summarises the company's policy in managing identified forms of financial risk:

Price Risk

The staff costs are based on the University of Bristol's pay spine and are communicated to staff during formal annual salary reviews. A substantial increase in staff costs is expected based on the final part of a three-year pay deal, which saw an RPI based increase (5%) during Oct 2008. However, the risk on these costs is low, as the costs will be incorporated into the charge for provision of services to the University of Bristol.

Prices for materials and services are subject to contracts with suppliers, based on current market prices. All contracts are regularly reviewed for efficiency to ensure any risk in this area is minimal.

Credit Risk

Credit risk on amounts owed to the company by its customers is low as the University of Bristol is the largest customer with the majority of other debtors settling either in full on a monthly basis or under the terms of the service agreements offered by the company. The directors monitor the level of debt on a monthly basis.

Liquidity, Interest Rate and Cash Flow Risk

The company actively manages its cash resources to ensure there are sufficient available funds to manage working capital requirements. The company is able to place surplus funds on short-term deposit accounts with the company's bankers. The company has a single interest-bearing loan from its parent company at a fixed rate, which negates any interest rate risk.

Results and dividends

The profit and loss account for the year is set out on page 6. The directors do not recommend the payment of a dividend. Gift aid of £227,026 (2007: £187,399) was paid to the University of Bristol during the year. Gift aid of £225,861 (2007: £227,026) is payable to the University at the year-end.

Directors

The directors of the company who served during the year are listed on page 1.

Directors' interests

No director had any interest in the shares of the company at 31 July 2008.

Oval (717) Limited

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year that 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. The directors are required to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the year ended 31 July 2008. The directors also confirm that applicable accounting standards have been followed and that the financial statements have been prepared on the going concern basis.

The directors are responsible for keeping proper accounting records, for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement on disclosure of information to the company's auditors

So far as each director is aware, there is no relevant audit information of which the company's auditors are unaware.

Each director has taken all the steps (such as making enquiries of other directors and the auditors and any other steps required by the director's duty to exercise due care, skill and diligence) that he ought to have taken in his duty as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

A resolution to reappoint PricewaterhouseCoopers LLP, as auditors to the company will be proposed at the Annual General Meeting.

By order of the Board



W. Liew
Secretary

Date: 18th December 2008

Oval (717) Limited

Independent auditors' report to the members of Oval (717) Limited

We have audited the financial statements of Oval (717) Limited for the year ended 31 July 2008 which comprise the Profit and Loss Account, the Statement of Historical Cost Surpluses and Deficits, the Statement of Total Recognised Gains and Losses, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) 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 International Standards on Auditing (UK and Ireland). 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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments 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.

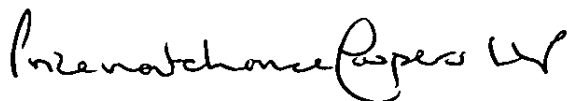
Oval (717) Limited

Independent auditors' report to the members of Oval (717) Limited (continued)

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 July 2008 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.



PricewaterhouseCoopers LLP

Chartered Accountants and Registered Auditors

Bristol

Date: 18 December 2008

Oval (717) Limited

Profit and loss account for the year ended 31 July 2008

	Note	2008 £	2007 £
Turnover	1	1,164,157	1,097,870
Cost of sales		(90,000)	(90,000)
Gross profit		1,074,157	1,007,870
Administration expenses		(959,445)	(866,361)
Operating profit		114,712	141,509
Interest payable and similar charges	3	(19,971)	(21,766)
Interest receivable and similar income	4	5,280	7,261
Gift aid to the University of Bristol		(225,861)	(227,026)
Loss on ordinary activities before taxation	5	(125,840)	(100,022)
Taxation	6	-	-
Loss for the financial year	13	(125,840)	(100,022)

The difference between the loss on ordinary activities before taxation and the retained loss for the year stated in the profit and loss account, and their historical cost equivalents is disclosed in the Statement of historical cost surpluses and deficits for the year.

The turnover and result for the year is entirely in respect of continuing activities.

Oval (717) Limited

Statement of historical cost surpluses and deficits for the year ended 31 July 2008

	Note	2008 £	2007 £
Deficit on continuing operations before taxation		(125,840)	(100,022)
Difference between historical cost depreciation and the actual charge for the period calculated on the re-valued amount	12	25,820	-
Historical cost deficit for the year		(100,020)	(100,022)

Statement of total recognised gains and losses for the year ended 31 July 2008

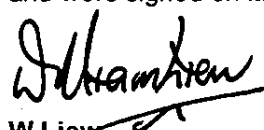
	Note	2008 £	2007 £
Deficit for the financial year		(125,840)	(100,022)
Unrealised surplus on revaluation of properties	12,14	-	4,616,391
Depreciation written back on revaluation	12,14	-	240,000
Total recognised (loss)/gains relating to the year		(125,840)	(4,756,369)

Oval (717) Limited

Balance sheet as at 31 July 2008

	Note	2008 £	2007 £
Fixed assets			
Tangible assets	7	9,010,452	9,167,906
Current assets			
Stock		3,834	2,365
Debtors	8	1,069,044	1,078,142
Cash at bank and in hand		139,125	98,925
		1,212,003	1,179,432
Creditors: amounts falling due within one year	9	(735,169)	(703,063)
Net current assets		476,834	476,369
Creditors: amounts falling due after more than one year	10	(16,474)	(47,623)
Total assets less current liabilities		9,470,812	9,596,652
Capital and reserves			
Called up share capital	11	5,500,002	5,500,002
Revaluation reserve	12	4,830,571	4,856,391
Profit and loss account	13	(859,761)	(759,741)
Equity shareholders' funds	14	9,470,812	9,596,652

The financial statements on pages 6 to 16 were approved by the board of directors on and were signed on its behalf by:


W Liew
Director

18th December 2008

Oval (717) Limited

Accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

Cash flow statement

The company has taken advantage of the exemption under FRS 1 not to disclose cash flows.

Turnover

Turnover, which excludes value added tax and trade discounts, represents the invoiced value of goods and services supplied.

Stock

Stock is valued at the lower of cost and net realisable value.

Fixed assets and depreciation

Land and buildings are stated at valuation. Other fixed assets are stated at cost less accumulated depreciation.

Valuation of company's building assets took place on 31 July 2007 by Alder King, Chartered Surveyors. Where properties are revalued, the requirements of FRS 15, Tangible fixed assets, will be met by a full revaluation at least every five years.

Depreciation is calculated to write off the cost less estimated residual value of tangible fixed assets on a straight line basis over their estimated useful economic lives as follows:

Long leasehold property	life of lease
Buildings	2%
Lease equipment	life of lease

Assets in the course of construction are not depreciated until they are brought into use.

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Leases

Costs and income in respect of operating leases are charged to the profit and loss account on a straight line basis over the life of the lease.

Costs and income in respect of finance leases are charged to the profit and loss account on a reducing balance basis over the life of the lease.

Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents finance charges.

Deferred Taxation

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available.

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Notes to the financial statements for the year ended 31 July 2008

1 Turnover

Turnover consists entirely of sales made in the United Kingdom.

2 Directors' emoluments

No director has received any emoluments for their services to the company during the current or prior year.

3 Interest payable and similar charges

	2008 £	2007 £
Loan interest payable to parent undertaking	19,971	21,766

4 Interest receivable and similar income

	2008 £	2007 £
Bank interest receivable	5,280	7,261

Oval (717) Limited

5 Loss on ordinary activities before taxation

	2008	2007
	£	£
Loss on ordinary activities before taxation is stated after charging /(crediting):		
Auditors' remuneration for audit services	2,300	2,165
Depreciation on long leasehold property (note 7)	20,021	20,021
Depreciation on land and buildings (note 7)	105,820	80,000
Depreciation on leased equipment (note 7)	31,613	16,745
Finance Charges on leased equipment	5,262	3,650
Rent payable under operating leases on equipment	8,549	14,706
Rent payable under operating leases on property	-	2,100
Rent receivable on property	(153,346)	(148,074)

6 Taxation

	2008	2007
	£	£
Current tax:		
UK corporation tax on losses for the period	-	-
Tax on loss on ordinary activities	-	-

The tax assessed for the period is different from the standard rate of corporation tax in the UK. The differences are explained below:

	2008	2007
	£	£
Loss on ordinary activities before taxation	(125,840)	(100,022)
Loss on ordinary activities multiplied by standard rate in the UK 29.33% (2007: 30%)	(36,909)	(30,006)
Effects of:		
Depreciation	46,181	35,030
Leased assets	(9,272)	(5,024)
Current tax for the year	-	-

Oval (717) Limited

7 Tangible fixed assets

	Land & Buildings	Leased equipment	Long leasehold property	Total
	£	£	£	£
Cost or Valuation				
At 1 August 2007	8,691,000	94,841	700,000	9,485,841
At 31 July 2008	8,691,000	94,841	700,000	9,485,841
Depreciation				
At 1 August 2007	-	18,362	299,573	317,935
Charge for the year	105,820	31,613	20,021	157,454
At 31 July 2008	105,820	49,975	319,594	475,389
Net book amount				
At 31 July 2008	8,585,180	44,866	380,406	9,010,452
At 31 July 2007	8,691,000	76,479	400,427	9,167,906

All long leasehold assets are held for use in a lease to the parent company. Land & buildings were valued at Depreciated Replacement Cost on 31 July 2007 by Alder King, Chartered Surveyors. This revaluation is repeated every four years.

No deferred tax is provided on timing differences arising from revaluation of fixed assets.

If the revalued assets were stated on the historical cost basis, they would have been included at the following amounts:

	Land & Buildings	Land & Buildings
	2008	2007
	£	£
Cost	4,035,309	4,035,309
Aggregate depreciation	(280,700)	(200,700)
Net book amount based on historical cost	3,754,609	3,834,609

Oval (717) Limited

8 Debtors

	2008 £	2007 £
Trade debtors	10,811	19,088
Called up share capital not paid	1,025,000	1,025,000
Prepayments and accrued income	33,233	34,054
	1,069,044	1,078,142

9 Creditors – Amounts falling due within one year

	2008 £	2007 £
Trade creditors	740	18,288
VAT	4,256	11,779
Accruals and deferred income	12,507	8,908
Obligations under finance leases	31,149	30,516
Amounts due to the University of Bristol	686,517	633,572
	735,169	703,063

An amount of £380,406 (2007: £400,427) due to the University is subject to a legal charge on the leasehold property.

Oval (717) Limited

10 Creditors: amounts falling due after more than 1 year

	2008	2007
	£	£
Finance leases	16,474	47,623

Maturity of the obligation under finance leases:

	2008	2007
	£	£
Within one year	33,659	35,777
Within one to two years	17,042	33,659
Within two to five years	-	17,042
Total gross payments	50,701	86,478
Less finance charges	(3,077)	(8,339)
Total net amount payable	47,624	78,139

11 Called up share capital

	2008	2007
	£	£
Authorised		
6,000,000 ordinary shares of £1 each	6,000,000	6,000,000
Allotted and called up	5,500,002	5,500,002
Paid up	4,475,002	4,475,002
Allotted and called up share capital not paid	1,025,000	1,025,000

Oval (717) Limited

12 Revaluation reserve

	2008 £	2007 £
At 1 August	4,856,391	-
Revaluation of properties	-	4,616,391
Cumulative depreciation of properties written back	-	240,000
Transfer to general reserve in respect of:		
Depreciation on revalued assets	(25,820)	-
At 31 July	4,830,571	4,856,391

13 Profit and loss account

	2008 £	2007 £
At 1 August	(759,741)	(659,719)
Retained loss for the year	(125,840)	(100,022)
Transfer to general reserve in respect of:		
Depreciation on revalued assets	25,820	-
At 31 July	(859,761)	(759,741)

Oval (717) Limited

14 Reconciliation of movements in shareholders' funds

	2008	2007
	£	£
Opening shareholders' funds at 1 August	9,596,652	4,840,283
Revaluation of properties	-	4,616,391
Cumulative depreciation of properties written back	-	240,000
Loss for the financial year	(125,840)	(100,022)
Closing shareholders' funds at 31 July	9,470,812	9,596,652

15 Related parties

The company has taken advantage of the exemption under FRS 8 not to disclose any transactions or balances with entities that are part of the same group.

16 Ultimate parent

The ultimate parent and controlling party is the University of Bristol. Copies of the University of Bristol's financial statements may be obtained from the Finance Director, Senate House, Bristol, BS8 1TH.