

Bristol UWE Sport Limited

Directors' Report and Financial Statements

31 July 2006



Company Registration Number: 2623947

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Bristol UWE Sport Limited

Directors' Report and Financial Statements for the Year Ended 31 July 2006

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Bristol UWE Sport Limited
Directors' Report for the Year Ended 31 July 2006

The Directors have pleasure in submitting their report and the audited financial statements for the year ended 31 July 2006.

Activities

The principal activity of the company will be the provision of sporting facilities at the University of the West of England.

Review of the Business

The company has been engaged in the construction of a sports hall at the University of the West of England, Bristol. The hall was completed and opened for business in August 2006.

Directors

The directors who held office during the year and their interests in the shares of the company were:

	Number of Ordinary Shares
A C Morris (resigned 31 January 2006)	-
Sir Howard Newby (appointed 01 February 2006)	-
W J Marshall	1

Disclosure of Information to Auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Auditors

In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG LLP as auditors of the Company is to be proposed at the forthcoming Annual General Meeting.

By order of the board



P J Hawkins
Secretary

Coldharbour Lane
Frenchay
Bristol
BS16 1QY

Date: 11 December 2006

Bristol UWE Sport Limited

Statement of Directors' Responsibilities in respect of the Directors' Report and the Financial Statements

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 they have elected to prepare the financial statements in accordance with UK accounting standards.

The financial statements are required by law to give a true and fair view of the state of affairs of the company and of its profit or loss 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;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its financial statements comply with the Companies Act 1985. They have a general responsibility for taking such steps as are open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Independent Auditors' Report to the Members of Bristol UWE Sport Limited

We have audited the financial statements of Bristol UWE Sport Limited for the year ended 31 July 2006 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely for 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 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 opinion we have formed.

Respective responsibilities of directors and auditors

As described in the *Statement of Directors' Responsibilities* on page 2, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and *International Standards on Auditing* (UK and Ireland).

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 the information specified by law regarding directors' remuneration and transactions with the company 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 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 consider 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, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 July 2006 and of its result for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.

KPMG UP

KPMG LLP
Chartered Accountants
Registered Auditor

Date: 11 December 2006

100 Temple Street
Bristol
BS1 6AG

Bristol UWE Sport Limited

Profit and Loss Account

For the Year Ended 31 July 2006

	2006 £000	2005 £000
Interest receivable	<u>86</u> 86	<u>-</u> -
Other operating expenses	(1)	-
Payment to the University of the West of England	(85)	-
Operating Profit	<u>-</u>	<u>-</u>
Result for the Year	<u>-</u>	<u>-</u>
Retained Profit at 1 August 2005	(1)	(1)
Retained Profit at 31 July 2006	<u><u>(1)</u></u>	<u><u>(1)</u></u>

There were no recognised gains or losses other than those accounted for within the profit and loss account.

All activities relate to continuing operations.

Bristol UWE Sport Limited

Balance Sheet

At 31 July 2006

	Note	2006 £000	2005 £000
Fixed Assets			
Tangible Assets	4	<u>4,710</u>	<u>50</u>
Current Assets			
Debtors	5	815	-
Cash at bank		<u>153</u>	<u>5</u>
		968	5
Creditors: Amounts Falling Due within One Year	6	(678)	-
Net Current Assets		<u>290</u>	<u>5</u>
Total Assets		<u><u>5,000</u></u>	<u><u>55</u></u>
Share Capital and Reserves			
Share Capital	7	5,001	56
Profit and Loss Account	8	(1)	(1)
Equity Shareholders' Funds	9	<u><u>5,000</u></u>	<u><u>55</u></u>

These financial statements were approved by the board of directors on 11 December 2006 and were signed on its behalf by


W J Marshall
Director

1 Principal Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements, except as noted below.

In these financial statements the following new standards have been adopted for the first time:

- FRS 21 'Events after the balance sheet date';
- the presentation requirements of FRS 25 'Financial instruments: presentation and disclosure'; and
- FRS 28 'Corresponding amounts'.

The accounting policies under these new standards are set out below together with an indication of the effects of their adoption. FRS 28 'Corresponding amounts' has no material impact as it imposes the same requirements for comparatives as hitherto required by the Companies Act 1985. FRS21 and FRS 25 have also had no material effect on these financial statements.

Basis of Preparation

The financial statements have been prepared in accordance with applicable accounting standards, and under the historical cost accounting rules.

The directors have, in accordance with s228 of the Companies Act 1985, departed from the standard format of the profit and loss account as set out in Schedule 4 of the Act on the grounds that the prescribed form is not applicable to the circumstances of the company and would result in the financial statements not showing a true and fair view. The financial statements comply with the requirements of s228 and Schedule 4 of the Act in all other respects and have been prepared in accordance with all applicable accounting standards.

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the Company in its own published consolidated financial statements.

As the company is a wholly owned subsidiary of the University of the West of England, the Company has taken advantage of the exemption contained in FRS8 and has, therefore, not disclosed transactions or balances with entities which form part of the group (or investees of the group qualifying as related parties). The consolidated financial statements of the University of the West of England, within which this Company is included, can be obtained from: University of the West of England, Finance Department, Frenchay Campus, Bristol, BS16 1QY.

Recognition of Income and Expenditure

All income and expenditure is accounted for on an accruals basis.

Freehold Land

Freehold land is stated at cost and is not depreciated.

Assets in Course of Construction

Assets in course of construction are not depreciated. On completion the assets are transferred to an appropriate class of asset and depreciated from the date they came into service.

2 Staff Costs

There were no employees during the year. The directors did not receive any fees or emoluments.

3 Notes to the Profit and Loss Account

Auditors' remuneration

Audit

Other services - fees receivable by the auditors and their associates

2006
£000

2005
£000

1	1
-	-
<u>1</u>	<u>1</u>

Amounts receivable by the Company's auditor in respect of services to the Company and its associates, other than the audit of the Company's financial statements, have not been disclosed as the information is required instead to be disclosed on a consolidated basis in the consolidated financial statements of the Company's parent, the University of the West of England.

4 Tangible Assets

	Freehold Land	Assets in Course of Construction	Total
	£000	£000	£000
Cost			
At 1 August 2005	50	-	50
Additions	-	4,660	4,660
At 31 July 2006	<u>50</u>	<u>4,660</u>	<u>4,710</u>
Depreciation			
At 1 August 2005	-	-	-
Charge for the year	-	-	-
At 31 July 2006	<u>-</u>	<u>-</u>	<u>-</u>
Written Down Value			
At 31 July 2006	<u>50</u>	<u>4,660</u>	<u>4,710</u>
Written Down Value			
At 31 July 2005	<u>50</u>	<u>-</u>	<u>50</u>

Bristol UWE Sport Limited

Notes to the Financial Statements [continued]

31 July 2006

	2006 £000	2005 £000
5 Debtors		
Other debtors	<u>815</u>	<u>-</u>

6 Creditors: Amounts Falling Due within One Year		
University of the West of England	<u>678</u>	<u>-</u>

7 Share Capital and Reserves

	Number 000s	Number 000s
Authorised ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Alotted, called up and fully paid ordinary shares of £1 each	<u>5,001</u>	<u>56</u>

During the year the Company issued 4,945,000 ordinary shares for a consideration of £4,945,000 settled in cash.

	2006 £000	2005 £000
8 Profit and Loss Account		
Balance at 1 January	(1)	(1)
Profit for the year	<u>-</u>	<u>-</u>
Balance at 31 December	<u>(1)</u>	<u>(1)</u>

9 Movement in Equity Shareholders' Funds

At 1 January	55	-
Issue of called up and fully paid shares	<u>4,946</u>	<u>55</u>
At 31 December	<u>5,001</u>	<u>55</u>

10 Subsidiary Status

Bristol UWE Sport Limited is wholly owned by the University of the West of England, Bristol.