

**Derby University Enterprises
Limited**

Director's report and accounts
Registered number 2707528
31 July 2016

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Company information

Director	H D Punchihewa
Secretary	S J Ambler
Auditors	KPMG LLP One Snowhill Snow Hill Queensway Birmingham B4 6GH
Bankers	Barclays Bank plc Sir Frank Whittle Road Derby DE21 4RX
Solicitors	Eversheds 1 Royal Standard Place Nottingham NG1 6FZ
Registered office	Kedleston Road Derby DE22 1GB

Director's report

The director presents his report, together with the audited accounts for the year ended 31 July 2016

Principal activities

The company's principal activity is the exploitation of the expertise and resources of the University of Derby by way of consultancy and other commercial services.

Review of the business

The loss for the year amounted to £750. The directors do not recommend the payment of a dividend. The University of Derby has confirmed that it does not intend to require repayment of any loan or intercompany balance within twelve months of the balance sheet date.

No trading has occurred during the year and the future plans for the company are under review.

Donations

In prior periods the company has made provision for payment of its taxable profit to its parent undertaking under a Deed of Covenant arrangement. During the year, an amount of £nil was provided (2015:£nil).

Board of directors

The directors who served during the year and to the date of this report were:
H D Punchihewa

None of the directors has any beneficial interest in the share capital of the company.

Elective resolutions

The company passed elective resolutions on 7 February 1994 dispensing with the need to lay accounts before the company in general meeting, to hold annual general meetings and to appoint auditors annually.

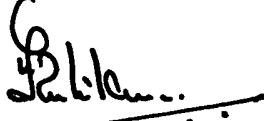
Disclosure of information to auditor

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 auditor is 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 auditor is aware of that information.

Re-appointment of Auditors

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the board



H D Punchihewa

Director

21 October 2016

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 and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

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 judgments 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 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

KPMG LLP

Independent auditor's report to the members of Derby University Enterprises Limited

We have audited the financial statements of Derby University Enterprises Limited for the year ended 31 July 2016 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's 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 opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, 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, and express an opinion on, 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.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/apb/auditscopeukprivate

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 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

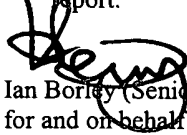
Opinion on other matter prescribed by the Companies Act 2006

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 take advantage of the small companies exemption in preparing the directors report.


Ian Borley (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants

One Snowhill
Snow Hill Queensway
Birmingham
B4 6GH

28 November 2016 4

Profit and loss account
for the year ended 31 July 2016

	<i>Notes</i>	2016 £	2015 £
Turnover	2	-	-
Administrative expenses		(750)	(4,055)
Loss on ordinary activities before taxation	4	(750)	(4,055)
Taxation	5	-	-
Loss for the year	9	(750)	(4,055)

Other comprehensive income
for the year ended 31 July 2016

There were no recognised gains and losses in either the current or preceding year other than those disclosed in the profit and loss account.

All amounts relate to continuing activities.

The notes on pages 7 to 9 form part of the financial statements.

Statement of changes in equity
at 31 July 2016

	Called up Share capital £	Profit and loss account £	Total equity £
Balance at 1 August 2015	25,000	89,561	114,561
Total comprehensive income and expenditure for the period	-	(4,055)	(4,055)
Balance at 31 July 2015	25,000	85,506	110,506
Total comprehensive income and expenditure for the period	-	(750)	(750)
Balance at 31 July 2016	25,000	84,756	109,756

Balance sheet
as at 31 July 2016

	<i>Notes</i>	2016 £	2015 £
Current assets			
Debtors	6	113,482	115,738
Cash at bank and in hand		-	-
		<u>113,482</u>	<u>115,738</u>
Creditors: amounts falling due within one year	7	<u>(3,726)</u>	<u>(5,232)</u>
Net current assets		<u>109,756</u>	<u>110,506</u>
Net assets		<u>109,756</u>	<u>110,506</u>
Capital and reserves			
Called up share capital	8	25,000	25,000
Profit and loss account		<u>84,756</u>	<u>85,506</u>
		<u>109,756</u>	<u>110,506</u>

These accounts were approved by the board of directors on 21 October 2016 and signed on its behalf by:


H D Punchihewa
Director

Notes

(forming part of the accounts)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

Accounting convention

These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard* applicable in the UK and Republic of Ireland ("FRS 102") as issued in August 2014.

In the transition to FRS 102 from old UK GAAP, the Company has made no measurement and recognition adjustments.

The Company's ultimate parent undertaking, The University of Derby includes the Company in its consolidated financial statements. The consolidated financial statements of The University of Derby are prepared in accordance with FRS 102 and are available to the public and may be obtained from the University of Derby. In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Cash Flow Statement and related notes; and
- Key Management Personnel compensation.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

There are no judgements made by the directors in the application of these accounting policies that have significant effect on the financial statements and no estimates with a significant risk of material adjustment in the next year.

Measurement convention

The financial statements are prepared on the historical cost basis.

Going concern

The company operates as a commercial arm of the University of Derby and the University of Derby Theatre Limited. As explained in the Director's Report, the directors took the decision to cease the company's activities from 31 July 2013 and transfer its activities to the University of Derby. The financial statements have been prepared on a going concern basis. Had the accounts been prepared on a break-up basis, no adjustments would have been necessary to the amounts at which the remaining net assets are included in these financial statements.

Taxation

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current taxation

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred taxation

Deferred taxation is provided in full in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in either an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

A deferred tax asset is recognised as recoverable only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying timing differences can be deducted.

Notes (continued)

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2 Turnover

Turnover, which is stated net of value added tax, represents the invoiced value of goods and services supplied.

3 Directors' emoluments and staff costs

All staff are employed by the University of Derby. Relevant services are provided to this company by the University of Derby under a recharge arrangement. No remuneration was paid to any of the directors in their capacity of directors of this company (2015: £nil).

4 Loss on ordinary activities before taxation

	2016 £	2015 £
<i>This is stated after charging:</i>		
Auditor's remuneration - for audit services	1,400	1,400
- for taxation services	1,550	2,625

5 Taxation

The company would intend to pay over the whole of its taxable profit to its parent undertaking, the University of Derby, under a deed of covenant, an arrangement which is likely to remain in place for the foreseeable future. The company, therefore, has no taxable profit or tax charge for the year. The tax assessed for the year is equal to (2015: higher) the standard rate of corporation tax in the UK for small companies (20%). The differences are explained below:

	2016 £	2015 £
Loss on ordinary activities before taxation	(750)	(4,055)
Loss on ordinary activities multiplied by the small companies' rate of Corporation Tax in the UK of 20% (2015: 20.67%)	(150)	(838)
Effect of:		
Group relief	-	838
Deferred tax not recognised	80	-
Impact of change in tax rate	70	-
Adjustments to brought forward values	-	(36)
Other timing differences	-	36
Current tax charge for the year	-	-

6 Debtors

	2016 £	2015 £
Amounts due from group companies	113,482	115,738

Notes (continued)

7 Creditors: amounts falling due within one year

	2016	2015
	£	£
Accruals and deferred income	<u>3,726</u>	<u>-</u>

8 Share capital

	2016	2015
	£	£
<i>Authorised, called up, issued and fully paid:</i>		
25,000 Ordinary shares of £1 each	<u>25,000</u>	<u>25,000</u>

9 Lease obligations

There were no annual commitments in respect of operating leases (2015: nil).

10 Holding company

The company is a wholly owned subsidiary of University of Derby (Holdings) Limited, a company registered in England and Wales.

11 Ultimate parent undertaking

The company's ultimate parent undertaking and controlling party is the University of Derby. Copies of the ultimate parent company's consolidated accounts can be obtained from the Secretary at Kedleston Road, Derby DE22 1GB.

12 Related party disclosures

The company has taken advantage of the exemption available under paragraph 33.1a of the provisions of FRS102 (Related Party Disclosures), on the grounds that it is a wholly owned subsidiary of a group headed by the University of Derby, whose financial statements are publicly available.