

COMPANY REGISTRATION NUMBER 03898306

**CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED**

31 MARCH 2011

UNW LLP

Chartered Accountants & Statutory Auditor
Citygate
St James Boulevard
Newcastle upon Tyne
NE1 4JE

MONDAY



A12 *A0001B08* #120
12/12/2011
COMPANIES HOUSE

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

A G Balls CB
C F Higgins DL
M J Whittaker
Dr MJ Nicholds

Registered office

Collingwood Buildings
38 Collingwood Street
Newcastle upon Tyne
NE1 1JF

Auditor

UNW LLP
Chartered Accountants
& Statutory Auditor
Citygate
St James Boulevard
Newcastle upon Tyne
NE1 4JE

Bankers

Barclays Bank plc
City Office
71 Grey Street
Newcastle upon Tyne

Solicitors

Ward Hadaway
Sandgate House
102 Quayside
Newcastle upon Tyne
NE1 3DX

Sintons LLP
The Cube
Barrack Road
Newcastle upon Tyne
NE4 6DB

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2011

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2011

PRINCIPAL ACTIVITIES

The principal activity of the company in the year under review continued to be that of supporting economic development of the North East health, healthcare and Life Science Industries. The company is a not for profit entity and limited by guarantee.

BUSINESS REVIEW

The results for the year and financial position of the Cels group are as shown in the Financial Statements

Cels has been predominantly funded to deliver projects funded by grants from the Regional Development Agency ONE North East. This funding source will cease during the year to 31st March 2012. Cels also receives grants from the European Framework 7 fund, income from its trading company CBSL, and from the project beneficiaries where they are asked to contribute towards the costs of running the project. Future income streams will concentrate on leveraging income from enhanced network membership benefit packages, and projects to be undertaken in China, together with continued business support of regional and national healthcare and Life Sciences companies.

During the year Cels recognised grant income of £1,689k (2010 £2,034k) for the NICII and NEPAF Net projects funded by ONE and £40k (2010 £nil) income from an FP7 project. Cels also received non-executive director's fees from some of the companies in which it has an equity interest totalling £17k (2010 £19k). Further income generated from some of the activities associated with grant funded projects took total income to £1,965 (2010 £2,267k).

Cels is not able to profit from grant funded projects and can only claim the grant required to fund these activities. During the year under review, funding was not available for all activities undertaken by the company. Wherever possible, income generated from other sources has been used to cover costs, however, there was a shortfall in funding/income for this year amounting to £57k (2010 £25k surplus). This primarily relates to significant costs incurred in the restructuring of the organisation undertaken during the course of this year.

CBSL's turnover was £608k (2010 £1,143k). This decrease in turnover is due in part to the cessation of the managed services provision. The slow down in income generation also reflects a decrease in overall public sector tenders and private companies restricting their external spend on consultancy. CBSL retained its investment holdings during the year, but the holding in Reinnervate Ltd has subsequently been realised in full, resulting in an injection of cash which has been used to repay a substantial amount of the group loan. The realisation crystallised a £59,000 loss on the equity holding.

Subsequently to the year end, Cels realised 50% of its loan to Reinnervate for a consideration of £50k. This loan had previously been fully impaired on Cels' balance sheet.

Following the year end, the Cels group was further restructured to enable it to deliver its outputs in respect of current funded projects in the most efficient manner, and also to ensure optimum use of resources for future income generation.

The directors have considered the operations of the company for the forthcoming year and on the basis of the funds currently committed have projected an operational surplus. The directors believe that the company will achieve sufficient incoming resources and reserves to permit it to operate at a minimum of its current level for the foreseeable future. The directors believe it is therefore appropriate to prepare the financial statements on a going concern basis.

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2011

CELS AIMS AND OBJECTIVES

Our vision sets out the organisation we wish to be

The Cels group will be a leading provider of high value business services to the life science and healthcare sector focused on growth solutions

Our mission statement sets out our aims

We aim to be an organisation that delivers measurable added value to our customers

We aim to deliver public benefit services to promote life science activities in the North East of England and to attract new organisations to the region

We aim to be a world class provider of scientific products and analytical services

The Cels group of companies values its reputation for excellence through the quality of work it delivers on time and within the resource frame agreed

We are committed to

- Delivering excellence
- Supporting life science companies to be the best they can be
- Working with partners to deliver national benefits to the life science community- Invest in excellent staff and products
- Valuing diversity
- Being socially responsible

CELS GROUP STRUCTURE

The Centre of Excellence for Life Sciences Limited (trading as Cels) was formed on 17 December 1999 as Bio Sci North Limited, and on 16 April 2003 was renamed the Centre of Excellence for Life Sciences Limited. Cels was founded as a company responsible for delivering ONE Northeast's strategy to grow and develop the North East of England's health, healthcare and life science economy

On 14 March 2006, Cels, with the consent of the Secretary of State formed Cels Business Services Limited (trading as CBSL) a wholly owned subsidiary company (limited by shares). CBSL was set up in order for Cels to have a vehicle to deliver commercial projects which Cels was legally restricted (through section 5 consents) in its ability to deliver. CBSL distributes 50% of its retained profits over £100,000 to Cels by way of dividend each year. This completes a virtuous circle whereby the trading activities can help to support the public duty activities

On 30 January 2009 the Centre of Excellence for Life Sciences group formed a new wholly owned dormant company Cels Ltd owned by Cels Business Services Ltd, and on 12 February 2009 formed three more dormant companies CBSL Ltd, NEPAF Ltd and Angel Alliance Ltd, wholly owned by Cels Ltd

Cels performs projects awarded by grants from the public sector to promote the healthcare and life sciences industry in the North East of England. Following the dissolution of the Regional Development Agencies, these public funds will cease as a source of income for Cels during the year to 31st March 2012

CBSL performs commercial projects for the public and private sectors, manages regional infrastructure, and holds share holdings in regional life science companies

CELS GROUP GOVERNANCE AND MANAGEMENT

The Cels group is headed by an effective Board which leads and controls the group. There is clear

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2011

division of responsibilities between the Board's responsibilities and those of the executive team. The board receives and reviews on a timely basis operating and financial information appropriate to being able to discharge its duties.

The Cels board consists of 3 (year ended 31 March 2010: 4) non-executive directors and 1 (year ended 31 March 2010: 1) executive director. The CBSL board consists of 1 (year ended 31 March 2010: 1) non-executive director and 1 (year ended 31 March 2010: 2) executive director.

The Cels board is supported in its governance by the Audit Committee and Remuneration Committee who cover all group companies and report to the main board.

RECRUITMENT, APPOINTMENT AND INDUCTION OF DIRECTORS

Cels appoints new board members through setting up a nominations committee of at least two directors to agree a description of the role of the director and to identify the skills and experience required of the successful candidate; this is followed by regional and national advertising. The nominations committee will shortlist, interview and recommend a candidate to the full board. Alternatively, a vote of the existing board can appoint a new member. The minimum number of directors is 2, and there is no maximum. There is no set term of office. All board members are offered an induction into the Cels group with members of the executive team and training on their role and responsibilities from the Cels group's solicitors.

The Chairman is appointed by the board of directors for a period of three years, after which the Chairman can retire or seek reappointment.

INTERNAL CONTROLS AND RISK MANAGEMENT

Systems and procedures have been established to identify, monitor and manage the risks faced by the Cels group. The board has delegated this responsibility to the Audit Committee who review the Cels group risk register and mitigating actions twice a year. The Cels group also has a disaster recovery plan which is reviewed each year by the Audit Committee.

The previous risk facing the parent company was the funding by the Regional Development Agency, One North East. There is now certainty surrounding this funding source, and the project funding has continued during the year to 31st March 2012, at which point it will cease. The Executive has subsequently identified alternative income streams which will enable Cels to continue to promote and support the healthcare sector in the North East, and also to expand this provision to the North of England. New projects have been identified within the Life Science and Healthcare sectors on a global basis. Detailed financial projections have been prepared which demonstrate the organisation's ability to continue to deliver all its key objectives for the foreseeable future.

The risk of interest rate changes, debt market prices and liquidity are extremely low. The company holds small investments in unlisted companies received in exchange for consultancy work. Loans have been made to these companies. The board regularly reviews the value of the investments and recoverability of the loans, however the cash impact of these falling would be minimal.

Cels receives the majority of its funds in advance, so debts are met as they fall due, surplus cash is invested to set periods of time to ensure certainty of future interest flows.

Cels retained its ISO 9001 (2000) quality standard in March 2011.

EMPLOYEE INVOLVEMENT

The Cels group places considerable value on the involvement of its employees. It is committed to developing policies that encourage all employees to achieve their greatest potential and contributing to the success of the group.

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2011

The Cels group holds weekly meetings for all employees for

- Management to present and address any issues
- Employees to present their area of work
- Employees to ask questions of management
- Continuous improvement of communication between staff and management

Management takes employee involvement and internal communication very seriously, in addition to the above meeting, employees have regular team meetings, anonymous surveys on how employees feel involved in the company, and a suggestion scheme

EQUAL OPPORTUNITIES AND DIVERSITY

The Cels group recognises the positive value of diversity within the workplace. The group meets its legal requirements and welcomes employees from all community groups

The Cels group operates equal opportunities in recruitment, training and promotion regardless of gender, ethnic origin, age, religion or philosophical belief, nationality or disability

The Cels group is committed to make all reasonable adjustment to keep any employee who has become disabled in employment by modifying the work environment or work requirements

The Cels group ensures that all employees have equal access to training and development, and that career advancement is due to the merit of the individual. Cels was awarded Investors in People Status in May 2007

ENVIRONMENTAL IMPACT

The Cels group is committed to continuous improvement in environmental management. The Cels group does this by

- Encouraging staff to identify new green initiatives
- Recognising that compliance with relevant environmental legislation is our minimum level of performance
- Developing staff awareness regarding the impact on the environment of their actions
- Having a written Environmental policy, and undertaking an audit of this policy on an annual basis to ensure it is relevant

CORPORATE SOCIAL RESPONSIBILITY

The Cels group encourages its staff to be responsible members of society. During the year, the Cels group supported its staff to volunteer within the region. Examples of this are

- School governors
- Trustees of local and regional charities in health, research and the environment

CREDITOR PAYMENT POLICY

The Cels group makes every effort to comply with the agreed payment terms of undisputed creditors' invoices

DIRECTORS

The directors who served the company during the year were as follows

A G Balls CB	
C F Higgins DL	(Resigned 1 October 2011)
M J Whittaker	
Dr MJ Nicholds	(Appointed 1 November 2010)
I D Shott CBE	(Resigned 18 March 2011)
M J Sipple-Asher	(Resigned 1 November 2010)

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2011

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 surplus or deficit 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,
- 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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

UNW LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Registered office
Collingwood Buildings
38 Collingwood Street
Newcastle upon Tyne
NE1 1JF

Signed on behalf of the directors



M J Nicholds
Director

Approved by the directors on 14 November 2011

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED

YEAR ENDED 31 MARCH 2011

We have audited the financial statements of Centre of Excellence for Life Sciences Limited for the year ended 31 March 2011. 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).

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 6, 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 (APB's) Ethical Standards for Auditors.

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 directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 March 2011 and of its deficit 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.

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED *(continued)*

YEAR ENDED 31 MARCH 2011

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 in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report



Andrew Wilson BA FCA (Senior
Statutory Auditor)
For and on behalf of
UNW LLP
Chartered Accountants
& Statutory Auditor

Citygate
St James Boulevard
Newcastle upon Tyne
NE1 4JE

14 November 2011

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 MARCH 2011

	Note	2011 £	2010 £
TURNOVER		1,965,280	2,267,498
Administrative expenses		(2,047,909)	(2,303,726)
OPERATING DEFICIT	2	(82,629)	(36,228)
Income from shares in group undertakings	5	–	49,482
Interest receivable		25,187	11,793
(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		(57,442)	25,047
Tax on (deficit)/surplus on ordinary activities		–	758
(DEFICIT)/SURPLUS FOR THE FINANCIAL YEAR		(57,442)	25,805
Balance brought forward		67,741	41,936
Balance carried forward		10,299	67,741

The notes on pages 11 to 15 form part of these financial statements

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

31 MARCH 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	6	775,481	1,487,521
Investments	7	25,000	25,000
		<u>800,481</u>	<u>1,512,521</u>
CURRENT ASSETS			
Debtors	8	443,480	704,453
Cash at bank and in hand		197,294	189,085
		<u>640,774</u>	<u>893,538</u>
CREDITORS. Amounts falling due within one year	9	<u>(156,478)</u>	<u>(351,799)</u>
NET CURRENT ASSETS		<u>484,296</u>	<u>541,739</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,284,777</u>	<u>2,054,260</u>
Government grants	11	(1,274,478)	(1,986,519)
		<u>10,299</u>	<u>67,741</u>
RESERVES	13		
Income and expenditure account		10,299	67,741
MEMBERS' FUNDS		<u>10,299</u>	<u>67,741</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 14 November 2011, and are signed on their behalf by



DR MJ NICHOLDS

Company Registration Number 03898306

The notes on pages 11 to 15 form part of these financial statements.

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

1 ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

Turnover represents net invoiced sales, excluding value added tax, revenue grants received and the release of capital grants

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Plant & Machinery	-	25% straight line
Fixtures & Fittings	-	20% and 33 33% straight line
Motor Vehicles	-	25% straight line
Computer Equipment	-	33% straight line

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable

Pension costs

The company operates a defined contribution pension scheme. Contributions to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating surplus.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES *(continued)*

Deferred grants

Deferred grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate

2. OPERATING DEFICIT

Operating deficit is stated after charging/(crediting)

	2011 £	2010 £
Amortisation of government grants	(712,041)	(726,405)
Depreciation of owned fixed assets	712,040	726,866
Profit on disposal of fixed assets	(4)	(216)
Auditor's fees	14,935	14,500
Net loss on foreign currency translation	130	—
	<u> </u>	<u> </u>

3 PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to

	2011 No	2010 No
Number of directors	4	6
Number of staff	11	11
	<u>15</u>	<u>17</u>

The aggregate payroll costs of the above were

	2011 £	2010 £
Wages and salaries	823,225	676,187
Social security costs	83,761	91,759
Other pension costs	62,566	54,167
	<u>969,552</u>	<u>822,113</u>

4 DIRECTORS' REMUNERATION

The directors' aggregate remuneration and other payments in respect of qualifying services were

	2011 £	2010 £
Aggregate remuneration	192,696	242,808
Compensation for loss of directorship	105,295	—
	<u>297,991</u>	<u>242,808</u>

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

5 INCOME FROM SHARES IN GROUP UNDERTAKINGS

	2011 £	2010 £
Income from group undertakings	<u>—</u>	<u>49,482</u>

6. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Computer equipment £	Total £
COST					
At 1 April 2010 and 31 March 2011	<u>2,689,631</u>	<u>4,976</u>	<u>10,799</u>	<u>107,891</u>	<u>2,813,297</u>
DEPRECIATION					
At 1 April 2010	1,251,418	2,929	8,100	63,329	1,325,776
Charge for the year	<u>672,408</u>	<u>1,157</u>	<u>2,699</u>	<u>35,776</u>	<u>712,040</u>
At 31 March 2011	<u>1,923,826</u>	<u>4,086</u>	<u>10,799</u>	<u>99,105</u>	<u>2,037,816</u>
NET BOOK VALUE					
At 31 March 2011	<u>765,805</u>	<u>890</u>	<u>—</u>	<u>8,786</u>	<u>775,481</u>
At 31 March 2010	<u>1,438,213</u>	<u>2,047</u>	<u>2,699</u>	<u>44,562</u>	<u>1,487,521</u>

One NorthEast retains a right of lien over all capital assets for a period of 5 years from the date of the final grant

7 INVESTMENTS

	Shares in Group Undertaking £
COST	
At 1 April 2010 and 31 March 2011	<u>25,000</u>
NET BOOK VALUE	
At 31 March 2011 and 31 March 2010	<u>25,000</u>

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

7 INVESTMENTS *(continued)*

The company owns 100% of the issued share capital of the company listed below,

	2011 £	2010 £
Aggregate capital and reserves		
Cels Business Services Ltd	50,004	125,000
Profit and (loss) for the year		
Cels Business Services Ltd	(74,996)	41,771

Under Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity

8 DEBTORS

	2011 £	2010 £
Trade debtors	27,414	10,623
Amounts owed by group undertakings	365,337	544,911
Corporation tax repayable	–	758
Other debtors	50,729	148,161
	<u>443,480</u>	<u>704,453</u>

9 CREDITORS Amounts falling due within one year

	2011 £	2010 £
Trade creditors	46,643	–
Other taxation and social security	12,050	41,990
Other creditors	97,785	309,809
	<u>156,478</u>	<u>351,799</u>

Other creditors include a grant creditor of £57,170 (2010 £256,948) The grant creditor balance represents grant income due from funding providers less grants received

10 PENSIONS

The company operates a defined contribution pension scheme Total pension costs for the year were £62,565 (2010 £54,167) Contributions of £nil are outstanding at the period end (2010 £nil)

CENTRE OF EXCELLENCE FOR LIFE SCIENCES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

11 GOVERNMENT GRANTS

	2011 £	2010 £
Received and receivable:		
At 1 April 2010	4,219,614	4,219,614
At 31 March 2011	<u>4,219,614</u>	<u>4,219,614</u>
Amortisation:		
At 1 April 2010	2,233,095	1,506,690
Credit to profit and loss account	712,041	726,405
At 31 March 2011	<u>2,945,136</u>	<u>2,233,095</u>
 Net balance at 31 March 2011	 <u>1,274,478</u>	 <u>1,986,519</u>

12 RELATED PARTY TRANSACTIONS

Transactions with Reinnervate Ltd of which MJ Sipple-Asher acted as chairman during the year, The company invoiced Reinnervate Ltd £11,250 in the year for directors services(2010 £11,747)

Transactions with International Centre for Life Limited (ICFL) of which AG Balls is a director, The company paid ICFL £2,917 (2010 £3,135) for conferencing facilities

13 COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and its governing document is its Memorandum and Articles of Association. The directors hold no shares in the company. Each member of the company is a guarantor of the company, to an amount not exceeding £1, in the event of the winding up of the company.