

COMPANY REGISTRATION NUMBER 6001161

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

FINANCIAL STATEMENTS

31 MARCH 2011

THURSDAY



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19/05/2011
COMPANIES HOUSE

MERCER LEWIN LTD

Chartered Accountants & Statutory Auditor
41 Cornmarket Street
Oxford
OX1 3HA

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

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PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2011

The directors present their report and the financial statements of the group for the year ended 31 March 2011

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of a holding company

DIRECTORS

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

PA Bradstock

IM Laing

MJ Wilkinson

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 the group and of the profit or loss of the group for that year. 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 group will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group 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 group 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 group'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

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

THE DIRECTORS' REPORT *(continued)*

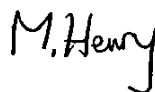
YEAR ENDED 31 MARCH 2011

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
Oxford Centre for Innovation
New Rd
OXFORD
OX1 1BY

Signed by order of the directors

A handwritten signature in black ink, appearing to read 'M. Henry'.

M Henry
Company Secretary

Approved by the directors on 17 May 2011

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

YEAR ENDED 31 MARCH 2011

We have audited the group and parent company financial statements ("the financial statements") of Portsmouth Technopole (Holdings) Ltd 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 shareholders, 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 shareholders 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 shareholders 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 1, 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 group's and the parent 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.

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD *(continued)*

YEAR ENDED 31 MARCH 2011

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 31 March 2011 and of the group's profit 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

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company 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 CHURCHILL STONE
(Senior Statutory Auditor)

For and on behalf of
MERCER LEWIN LTD
Chartered Accountants
& Statutory Auditor

41 Cornmarket Street
Oxford
OX1 3HA

18 May 2011

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 MARCH 2011**

	Note	2011 £	2010 £
GROUP TURNOVER		747,711	607,685
Cost of sales		533,142	452,443
GROSS PROFIT		214,569	155,242
Administrative expenses		95,859	62,760
OPERATING PROFIT	2	118,710	92,482
Interest receivable and similar income		35	—
Interest payable and similar charges		(49,514)	(48,077)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		69,231	44,405
Tax on profit on ordinary activities		22,044	14,195
PROFIT FOR THE FINANCIAL YEAR	3	47,187	30,210

The company has taken advantage of section 408 of the Companies Act 2006
not to publish its own Profit and Loss Account

The notes on pages 9 to 13 form part of these financial statements.

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD**GROUP STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES****YEAR ENDED 31 MARCH 2011**

	2011	2010
	£	£
Profit for the financial year attributable to the shareholders of the parent company	47,187	30,210
Unrealised profit on revaluation of certain fixed assets	<u>90,708</u>	<u>1,017,016</u>
Total gains and losses recognised since the last annual report	<u>137,895</u>	<u>1,047,226</u>

The notes on pages 9 to 13 form part of these financial statements.

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD**GROUP BALANCE SHEET****31 MARCH 2011**

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	4	3,592,599	3,590,400
CURRENT ASSETS			
Debtors	6	17,970	44,331
Cash at bank		279,345	177,205
		297,315	221,536
CREDITORS: Amounts falling due within one year	7	133,000	167,212
NET CURRENT ASSETS		164,315	54,324
TOTAL ASSETS LESS CURRENT LIABILITIES		3,756,914	3,644,724
CREDITORS: Amounts falling due after more than one year	8	1,787,306	1,787,306
PROVISIONS FOR LIABILITIES			
Deferred taxation	9	61,458	39,414
		1,908,150	1,818,004
 Government grants	10	746,115	793,864
CAPITAL AND RESERVES			
Called-up equity share capital	12	13,910	13,910
Share premium account	13	643,045	643,045
Revaluation reserve	13	584,479	498,205
Profit and loss account	13	(79,399)	(131,020)
SHAREHOLDERS' FUNDS		1,162,035	1,024,140
		1,908,150	1,818,004

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 17 May 2011, and are signed on their behalf by



MJ Wilkinson

The notes on pages 9 to 13 form part of these financial statements.

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD**BALANCE SHEET****31 MARCH 2011**

	Note	2011 £	2010 £
FIXED ASSETS			
Investments	5	653,250	653,250
CURRENT ASSETS			
Cash at bank		133	133
NET CURRENT ASSETS		133	133
TOTAL ASSETS LESS CURRENT LIABILITIES		653,383	653,383
CREDITORS: Amounts falling due after more than one year	8	800	800
		<u>652,583</u>	<u>652,583</u>
CAPITAL AND RESERVES			
Called-up equity share capital	12	13,910	13,910
Share premium account	13	643,045	643,045
Profit and loss account	13	(4,372)	(4,372)
SHAREHOLDERS' FUNDS		<u>652,583</u>	<u>652,583</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 17 May 2011, and are signed on their behalf by



MJ Wilkinson

Company Registration Number 6001161

The notes on pages 9 to 13 form part of these financial statements

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

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, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over five years from the year of acquisition. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

Related parties transactions

The group has taken advantage of the exemption in FRS 8 from disclosing transactions with members or investees of the same group.

Turnover

Turnover is made up of amounts due to the company in respect of innovation centre space occupied and services provided during the year.

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:

Freehold Property	-	25 years
Fixtures & Fittings	-	15%
Equipment	-	15 - 50%

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax except that deferred tax is not provided on gains arising from the revaluation of fixed assets where there is no binding agreement to dispose of the assets. Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES *(continued)*

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Deferred government grants

Deferred government 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 PROFIT

Operating profit is stated after charging/(crediting)

	2011 £	2010 £
Directors' remuneration	10,371	10,625
Amortisation of government grants	(47,749)	(46,535)
Depreciation of owned fixed assets	51,132	43,095
Auditor's fees	<u>3,750</u>	<u>2,350</u>

3. PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit dealt with in the financial statements of the parent company was £Nil (2010 - £(22))

4. TANGIBLE FIXED ASSETS

Group	Freehold Property £	Fixtures & Fittings £	Equipment £	Total £
COST OR VALUATION				
At 1 April 2010	4,265,745	56,291	45,734	4,367,770
Additions	—	10,372	—	10,372
Revaluation	90,708	—	—	90,708
At 31 March 2011	<u>4,356,453</u>	<u>66,663</u>	<u>45,734</u>	<u>4,468,850</u>
DEPRECIATION				
At 1 April 2010	705,745	35,699	35,926	777,370
Charge for the year	90,708	5,156	3,017	98,881
At 31 March 2011	<u>796,453</u>	<u>40,855</u>	<u>38,943</u>	<u>876,251</u>
NET BOOK VALUE				
At 31 March 2011	<u>3,560,000</u>	<u>25,808</u>	<u>6,791</u>	<u>3,592,599</u>
At 31 March 2010	<u>3,560,000</u>	<u>20,592</u>	<u>9,808</u>	<u>3,590,400</u>

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

5 INVESTMENTS

Company	Group companies £
COST	
At 1 April 2010 and 31 March 2011	<u>653,250</u>
NET BOOK VALUE	
At 31 March 2011 and 31 March 2010	<u>653,250</u>

The company owns the entire share capital of Portsmouth Technopole Ltd. During the year ended 31 March 2011, Portsmouth Technopole Ltd made a profit of £69,231 and its capital and reserves stood at £1,071,994.

6 DEBTORS

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Trade debtors	–	23,721	–	–
Other debtors	<u>17,970</u>	<u>20,610</u>	<u>–</u>	<u>–</u>
	<u>17,970</u>	<u>44,331</u>	<u>–</u>	<u>–</u>

7. CREDITORS: Amounts falling due within one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Trade creditors	12,495	12,282	–	–
Other creditors	<u>120,505</u>	<u>154,930</u>	<u>–</u>	<u>–</u>
	<u>133,000</u>	<u>167,212</u>	<u>–</u>	<u>–</u>

8. CREDITORS: Amounts falling due after more than one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Debenture loans	100,000	100,000	–	–
Bank loans and overdrafts	<u>1,687,306</u>	<u>1,687,306</u>	<u>–</u>	<u>–</u>
Amounts owed to group undertakings	–	–	<u>800</u>	<u>800</u>
	<u>1,787,306</u>	<u>1,787,306</u>	<u>800</u>	<u>800</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Bank loans and overdrafts	<u>1,687,306</u>	<u>1,687,306</u>	<u>–</u>	<u>–</u>

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

8. CREDITORS: Amounts falling due after more than one year (continued)

Included within the group creditors falling due after more than one year is an amount of £1,687,306 (2010 - £Nil) in respect of liabilities repayable in whole, otherwise than by instalments payable after more than five years from the balance sheet date

9. DEFERRED TAXATION

The group's provision for deferred taxation consists of the tax effect of timing differences in respect of

Group	2011		2010	
	Provided £	Unprovided £	Provided £	Unprovided £
Excess of taxation allowances over depreciation on fixed assets	<u>61,458</u>	<u>-</u>	<u>39,414</u>	<u>-</u>

10. GOVERNMENT GRANTS

	Group		Company	
	2011 £	2010 £	2011 £	2010 £
Received and receivable.				
At 1 April 2010	(1,169,880)	(1,169,880)	-	-
At 31 March 2011	<u>(1,169,880)</u>	<u>(1,169,880)</u>	<u>-</u>	<u>-</u>
Amortisation:				
At 1 April 2010	376,016	329,481	-	-
Credit to profit and loss account	<u>47,749</u>	<u>46,535</u>	<u>-</u>	<u>-</u>
At 31 March 2011	<u>423,765</u>	<u>376,016</u>	<u>-</u>	<u>-</u>
Net balance at 31 March 2011	<u>746,115</u>	<u>793,864</u>	<u>-</u>	<u>-</u>

11. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard for Smaller Entities

12. SHARE CAPITAL

Authorised share capital:

	2011 £	2010 £
150,000,000 Ordinary shares of £0.0001 each	<u>15,000</u>	<u>15,000</u>

Allotted, called up and fully paid:

	2011		2010	
	No	£	No	£
139,097,200 Ordinary shares of £0.0001 each	<u>139,097,200</u>	<u>13,910</u>	<u>139,097,200</u>	<u>13,910</u>

PORTSMOUTH TECHNOPOLE (HOLDINGS) LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

13. RESERVES

Group	Share premium account £	Revaluation reserve £	Profit and loss account £
Balance brought forward	643,045	498,205	(131,020)
Profit for the year	—	—	47,187
Other gains and losses			
- Revaluation of fixed assets	—	90,708	—
Other movements			
- transfer to/from revaluation reserve	—	(4,434)	4,434
Balance carried forward	<u>643,045</u>	<u>584,479</u>	<u>(79,399)</u>

Company	Share premium account £	Profit and loss account £
Balance brought forward	643,045	(4,372)
Balance carried forward	<u>643,045</u>	<u>(4,372)</u>