

**Aberdeen University Research and Industrial Services Limited**

**Directors' Report and Financial Statements**

**For the year ended 31 July 2006**

**Registered Number: SC075913**



# **Aberdeen University Research and Industrial Services Limited**

## **Directors' report and financial statements for the year ended 31 July 2006**

### **Contents**

Directors and Advisors for the year ended 31 July 2006	2
Directors' Report for the year ended 31 July 2006	3
Independent Auditor's Report to the members of Aberdeen University Research and Industrial Services Limited	4
Profit & Loss Account for the year ended 31 July 2006	5
Balance Sheet as at 31 July 2006	6
Notes to the financial statements for the year ended 31 July 2006	7

## **Aberdeen University Research and Industrial Services Limited**

### **Directors and Advisors for the year ended 31 July 2006**

**Directors:** Irene Bews  
Professor D Houhhan  
Professor S D Logan  
Dr E A Rattray  
Mr F G Stevenson Robb

**Secretary and  
Registered Office:** McGrigors  
Johnston House  
52 54 Rose Street  
ABERDEEN  
AB10 1HA

**Auditors:** PricewaterhouseCoopers LLP  
32 Albyn Place  
ABERDEEN  
AB10 1YL

**Bankers:** Bank of Scotland plc

**Directors' Report for the year ended 31 July 2006**

The directors present their report and audited financial statements for the year ended 31 July 2006

**Directors**

The present directors and changes in directors up to the date of this report are shown on page 2. None of the directors has any interest in the issued share capital of either the company or its parent undertaking.

**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. 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**Auditors**

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

**BY ORDER OF THE BOARD,**



**Professor D Houlihan**  
**Chairman**

## **Aberdeen University Research and Industrial Services Limited**

### **Independent auditors' report to the members of Aberdeen University Research and Industrial Services Limited**

We have audited the financial statements of Aberdeen University Research and Industrial Services 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.

#### **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 Director's 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 Director's 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.

#### **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 2006 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 Director's Report is consistent with the financial statements.



15/2/07

**PricewaterhouseCoopers LLP**

Chartered Accountants and Registered Auditors  
Aberdeen

# Aberdeen University Research and Industrial Services Limited

## Profit & Loss Account for the year ended 31 July 2006

	Note	2006 £	2005 £
Turnover			
Cost of sales			
<b>Gross Profit</b>			
Administrative expenses		(16,576)	(17,351)
Exceptional item – bad debt provision			
<b>Operating Loss</b>	2	(16,576)	(17,351)
Interest receivable		2,213	5,948
Interest payable			
<b>Loss on ordinary activities before taxation</b>		(14,363)	(11,403)
Tax on loss on ordinary activities	4		
<b>Loss for the financial year after taxation</b>	10	<u>(14,363)</u>	<u>(11,403)</u>

The results set out above relate to continuing operations. The company has no recognised gains or losses other than those included in the losses above, and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the loss on ordinary activities before tax and the loss for the financial year stated above and their historical cost equivalents.

# Aberdeen University Research and Industrial Services Limited

## Balance Sheet as at 31 July 2006

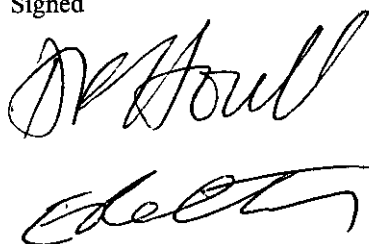
	Note	2006 £	2005 £
<b>Fixed Assets</b>			
Investments	5	84,806	141,577
<b>Current Assets</b>			
Debtors	6	64,178	50,300
Cash at Bank and in hand		<u>64,342</u>	<u>122,308</u>
		128,520	172,608
<b>Creditors: amounts falling due within one year</b>	7	(6,118)	(7,614)
<b>Net current assets</b>		<u>122,402</u>	<u>164,994</u>
<b>Total assets less current liabilities</b>		207,208	306,571
<b>Creditors: amounts falling due after one year</b>	7		(85,000)
<b>Net assets</b>		<u>207,208</u>	<u>221,571</u>
<b>Capital and reserves</b>			
Called up share capital	9	675,046	675,046
Profit and loss account deficit	10	(467,838)	(453,475)
<b>Equity shareholder's funds</b>		<u>207,208</u>	<u>221,571</u>

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The accounts set out in pages 5 to 9 were approved by the Directors on

15/02/07

Signed



## **Aberdeen University Research and Industrial Services Limited**

### **1. Accounting Policies**

These financial statements are prepared on the going concern basis, under the historical cost convention, in accordance with the Companies Act 1985 and applicable accounting standards in the United Kingdom. The principal accounting standards, that have been applied consistently, are set out below.

#### **Basis of preparation**

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### **Group Financial Statements**

The company is exempt from preparing consolidated financial statements in accordance with section 228 of the Companies Act 1985. The financial statements of the company are included within the consolidated financial statements of its ultimate parent undertaking, University of Aberdeen.

#### **Cash Flow Statement**

The company is a wholly owned subsidiary of the University of Aberdeen as the cash flows of the company are included within the consolidated cash flow statement of the University of Aberdeen. Consequently, the company is exempt from publishing a cash flow statement.

#### **Turnover**

Turnover represents the invoiced amount of sales made and services provided to customers, net of Value Added Tax.

#### **Taxation**

The charge for taxation is based on the results for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. No provision for deferred taxation is made if there is reasonable evidence that such deferred taxation will not be payable in the foreseeable future.

### **2. Operating loss including exceptional item**

	<b>2006</b>	<b>2005</b>
<b>Operating loss is stated after charging</b>	<b>£</b>	<b>£</b>
Auditors Remuneration	<b>1,526</b>	2,000

### **3. Director's Emoluments**

None of the directors received or waived any remuneration in the year (2005 £nil).



# Aberdeen University Research and Industrial Services Limited

4. Tax on loss on ordinary activities	2006 £	2005 £
<b>Current taxation</b>		
UK Corporation tax on loss for the year		
<b>Tax on loss on ordinary activities</b>		
Loss on ordinary activities before taxation	(14,363)	(11,403)
Loss on ordinary activities multiplied by standard rate of tax in the UK 30% (2003 30%)	(4,309)	(3,420)
Effects of unprovided deferred tax losses	4,309	3,420
<b>Current tax charge for the year</b>		

## 5. Investments

	£
<b>Cost</b>	
As at 1 August 2005	221,577
Transfer to University	(61,145)
Additions	4,374
<b>As at 31 July 2006</b>	<b>164,806</b>
<b>Provisions</b>	
As at 1 August 2005 and 31 July 2006	80,000
<b>Net book amount</b>	
<b>At 31 July 2006</b>	<b>84,806</b>
As at 31 July 2005	141,577
During the year the company acquired a further interest of £1,554 in Remedios and an interest in New Era of £2,820 and transferred to the University of Aberdeen interests in Haptogen of £60,000 and interests in Eirx and Brinker of £950 and £195 respectively	

6. Debtors	2006 £	2005 £
Debtors	64,178	50,300

7. Creditors	2006 £	2005 £
<b>Amounts falling due within one year</b>		
Other Creditors	6,118	7,614
<b>Amounts falling due after more than one year.</b>		
Loan from University of Aberdeen		85,000
<b>Maturity of Loans</b>		
Outwith five years		85,000

**8. Provision for Liabilities and Charges**

**Deferred taxation**

The accountancy policy for deferred taxation is explained in note 1. No provision for deferred taxation has been reflected in the financial statements as there is no potential liability.

<b>9. Share Capital</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Authorised: Ordinary Shares of £1 each	1,000,000	1,000,000
Allotted, called up and fully paid: Ordinary Shares of £1 each	675,046	675,046

**10. Profit & Loss Account**

	<b>£</b>
At 1 August 2005	(453,475)
Loss for the financial year	(14,363)
At 31 July 2006	<u>(467,838)</u>

<b>11. Reconciliation of Movements Shareholders' Funds</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Opening Shareholders' funds	221,571	157,928
Loss for the financial year	(14,363)	(11,403)
Ordinary Shares Issued		75,046
Closing Shareholders' funds	<u>207,208</u>	<u>221,571</u>

**12. Ultimate Parent Undertaking**

The ultimate parent body and controlling party is the University of Aberdeen, Kings College, Aberdeen, Scotland AB23 3FX. Copies of the University's consolidated financial statements can be obtained from the above address.

**13. Related Party Transactions**

The company has taken advantage of the exemption in Financial Reporting Standard 8, not to disclose any transactions with entities that are part of the group which qualify as related parties, on the grounds that it is a subsidiary where 90% or more of its voting rights are controlled within the group, and the consolidated statements of the University of Aberdeen are publicly available.

# **Aberdeen University Research and Industrial Services Limited**

The following financial information does not form part of the financial statements

<b>Detailed Profit &amp; Loss Account for the year ended 31 July 2006</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
<b>Sales</b>		
<b>Cost of Sales</b>		
<b>Gross Profit</b>		
<b>Administrative Expenses</b>		
Chairman's Salary		
Printing, Postage & Stationery		
Travel		
Professional Fees		1,938
IT Services & Consumables		
General Expenses		
Legal Fees	8,515	12,257
Audit & Accounting Fees	8,053	3,115
Bad Debts		
Bank Charges	8	41
	<u>16,576</u>	<u>17,351</u>
<b>Exceptional Item</b>		
Write back of Bad Debt Provision		
	<u>16,576</u>	<u>17,351</u>
<b>Operating Loss</b>	<u>(16,576)</u>	<u>(17,351)</u>