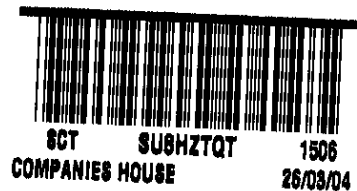


SC 162160

# GILMOREHILL LEASECO 1996 LTD

## REPORT AND FINANCIAL STATEMENTS

Year to 31 July 2003



REPORT AND FINANCIAL STATEMENTS  
For the year ended 31 July 2003

CONTENTS

Company Information	2.
Directors' Report	3.
Statement of Directors' Responsibilities	4.
<i>Report of the Auditors</i>	5.
Profit and Loss Account	6.
Balance Sheet	7.
Notes to the Financial Statements	8 - 9.

## COMPANY INFORMATION

Directors	Mr Michael Yuille Mr. Graham Paterson
Secretary	Mr Graham Paterson
Auditors	Ernst & Young LLP George House 50 George Square Glasgow G2 1RR
Bankers	Clydesdale Bank Plc 30 St. Vincent Place Glasgow G1 2HL
Registered Office	13 The Square University of Glasgow Glasgow G12 8QQ

## DIRECTORS' REPORT

The directors present their report and accounts for the year ended 31 July 2003

### PRINCIPAL ACTIVITIES

The company's principal activity is that of leasing equipment.

### DIRECTORS AND THEIR INTERESTS

The directors who served during the year were as follows:

Mr. Michael Yuille

Mr. Graham Paterson

No director had an interest in the share capital of the company.

### AUDITORS

A resolution to appoint Ernst & Young LLP as the Company's auditor will be put to the forthcoming Annual General Meeting.

### SPECIAL PROVISIONS RELATING TO SMALL COMPANIES

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

By order of the Board



Graham Paterson, Secretary

25<sup>th</sup> November 2003

## STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the results of the company for that period. In preparing those accounts, 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 accounts 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 accounts 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.

The directors follow the Corporate Governance Procedure of the University of Glasgow as detailed in the Financial Statements of the University. The parent undertaking, GU Holdings Ltd, reports regularly and formally on behalf of the Company to the University Court of the University of Glasgow via the Finance Committee. Annual Accounts are also presented to the University Court of the University of Glasgow.

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GILMOREHILL LEASECO 1996 LIMITED

We have audited the company's financial statements for the year ended 31 July 2003 which comprise the Profit and Loss Account, Balance Sheet and the related notes 1 to 12. These financial statements have been prepared on the basis of the accounting policies set out therein.

This report is made solely to 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 company's members those matters we are required to state to them in an auditors' 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 auditors**

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 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.

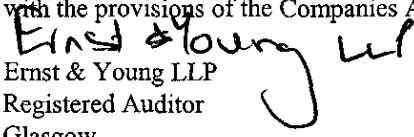
**Basis of audit opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards 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 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 of the state of affairs of the company as at 31 July 2003 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

  
Ernst & Young LLP  
Registered Auditor  
Glasgow

25<sup>th</sup> November 2003

PROFIT & LOSS ACCOUNT  
for the year to 31 July 2003

	Note	2003 £	2002 £
<b>TURNOVER</b>	<b>2</b>	516,369	499,695
Cost of Sales		(491,840)	(478,115)
<b>GROSS PROFIT</b>		24,529	21,580
Administration Expenses		(8,394)	(6,292)
<b>OPERATING PROFIT</b>	<b>3</b>	16,135	15,288
Interest Receivable	<b>4</b>	1,241	460
Gift Aid/Deed of Covenant	<b>5</b>	(16,269)	(15,748)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		1,107	NIL
Tax on profit/(loss) on ordinary activities	<b>6</b>	NIL	NIL
<b>PROFIT FOR THE FINANCIAL YEAR</b>		1,107	NIL

All amounts relate to continuing activities.

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

**BALANCE SHEET**  
as at 31 July 2003

	Note	2003 £	2002 £
<b>CURRENT ASSETS</b>			
Debtors	7	333,716	299,282
Cash at bank and in hand		<u>56,663</u>	<u>NIL</u>
		390,379	299,282
<b>CREDITORS:</b> amounts falling due within one year	8	<u>(390,377)</u>	<u>(300,387)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>2</u>	<u>(1,105)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	2	2
Accumulated profit/loss		0	(1,107)
<b>EQUITY SHAREHOLDERS FUNDS</b>	10	<u>2</u>	<u>(1,105)</u>

The accounts have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

Approved by the Board of Directors on 25<sup>th</sup> November 2003.



Graham Paterson, Director



NOTES TO THE FINANCIAL STATEMENTS  
for the year to 31 July 2003

**1. ACCOUNTING POLICIES**

*Accounting Convention*

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

*Deferred Taxation*

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

*Leasing*

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Lease income receivable under operating leases is credited to the profit and loss account on a straight line basis over the period of the lease.

**2. TURNOVER**

Turnover represents the total invoice value, excluding value added tax, of lease income receivable during the year.

**3. OPERATING PROFIT**

The operating profit is stated after charging:	2003	2002
	£	£
Operating lease rentals	491,840	478,115
Auditors' remuneration    audit services	1,300	1,020
	<u>          </u>	<u>          </u>

The directors receive no remuneration in respect of their services to the Company.

<b>4. INTEREST RECEIVABLE</b>	2003	2002
	£	£
Bank and other interest receivable	1,241	460
	<u>          </u>	<u>          </u>

<b>5. DEED OF COVENANT/GIFT AID</b>	2003	2002
	£	£
Payments in respect of the Deed of Covenant/Gift Aid are made to the University of Glasgow	16,269	15,748
	<u>          </u>	<u>          </u>

**6. TAX ON PROFIT ON ORDINARY ACTIVITIES**

The Company has taxable profits of £1,107 arising during the year. This is available to be offset against taxable losses which are being carried forward.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
for the year to 31 July 2003

7. **DEBTORS**

	2003	2002
	£	£
Amounts due from parent undertaking	333,716	289,330
Amounts due from fellow subsidiary undertaking	NIL	9,100
VAT	NIL	852
	<u>333,716</u>	<u>299,282</u>

8. **CREDITORS:** amounts due within one year

	2003	2002
	£	£
Amounts due to parent undertaking	62,039	NIL
Amounts due to other group undertakings	324,936	152,652
Accruals	1,580	1,800
VAT	1,822	NIL
Bank Overdraft	NIL	140,436
Other Creditors	NIL	5,499
	<u>390,377</u>	<u>300,387</u>

9. **SHARE CAPITAL**

	2003	2002
	£	£
Authorised:		
Equity Interests: 1000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid:		
Equity interests: 2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

10. **RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS**

	£
Shareholders' funds at 1 August 2002	(1,105)
Result for the year	<u>1,107</u>
Shareholders' funds at 31 July 2003	<u>2</u>

11. **OTHER FINANCIAL COMMITMENTS**

At 31 July 2003 the company had commitments under non-cancellable operating leases of £322,816 (2002: £344,631) due within one year.

12. **ULTIMATE PARENT UNDERTAKING**

The directors consider that the University Court of the University of Glasgow (a body corporate created under the Universities (Scotland) Act 1889) is the company's ultimate parent undertaking. The company's parent undertaking is GU Holdings Ltd.

The company has taken advantage of the exemption from disclosing transactions with fellow group companies as permitted by FRS8.