

LYNXVALE LIMITED

1

DIRECTORS

Mr M R Bienias
Mrs J M Womack
Mr R A Watchman
Sir R Tomkys
Ms A J Rudkin

SECRETARY

Mrs G Russell

REGISTERED OFFICE

The Old Schools
Trinity Lane
Cambridge
CB2 1TS

REGISTERED NUMBER

02424721 (England and Wales)

AUDITORS

Peters Elworthy & Moore
Salisbury House
Station Road
Cambridge
CB1 2LA

BANKERS

Barclays Bank Plc
Bene't Street
Cambridge
CB2 3PZ



REPORT OF THE DIRECTORS

The directors present their report and financial statements for the year ended 31 July 2000.

Business Review

The Company's principal activity is to undertake building projects and to provide Design Build construction and development services. During the year the Post Mortem Facility for the Vet School and the Mathematical Sciences Building Phase I A have been completed. Final accounts should be presented in the next accounting period. The Divinity Building and Pavilion C on the Mathematics Site (Phase I B) are due for completion in September 2000. The Betty & Gordon Moore Library and Faulkes Gatehouse, the BP Institute, the Computer Laboratory and the Northwest Corner development at the University Library are progressing on site. The contractors for the Southwest Corner of the University Library started on site in July.

Directors

Mr M R Bienias
Sir R Tomkys
Mr R A Watchman (Chairman)
Mrs J M Womack
Ms A J Rudkin

Directors' Interests in Shares of the Company

The Directors did not have any interests in the shares of the Company.

Statement of Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business;

LYNXVALE LIMITED

REPORT OF THE DIRECTORS
(Continued)

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.

Auditors

Peters Elworthy & Moore have expressed their willingness to continue in office and a resolution for their re-appointment will be proposed at the forthcoming annual general meeting.

BY ORDER OF THE BOARD**Mrs G Russell****Secretary****Date:** 24-10-2000

AUDITORS REPORT TO THE MEMBER

We have audited the financial statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective Responsibilities of Directors and Auditors

As described on page 2 the Company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

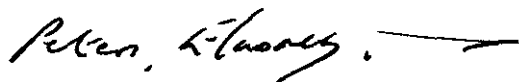
Basis of Opinion

We conducted our audit in accordance with 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 the Company's affairs as at 31 July 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PETERS ELWORTHY & MOORE
Chartered Accountants and
Registered Auditor

CAMBRIDGE

Date: 30 October 2000

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2000

	Notes	2000 £	1999 £
Turnover	2	24,850,004	20,149,219
Cost of Sales		(24,215,308)	(19,724,595)
Gross Profit		634,696	424,624
Administrative Expenses		(2,982)	(5,553)
Operating Profit	3	631,714	419,071
Interest Receivable		87,233	65,298
Profit on Ordinary Activities before Taxation		718,947	484,369
Deed of covenant paid/payable to the University of Cambridge		(718,947)	(484,369)
Taxation		-	-
Related profit for year		-	-
Retained profit brought forward		-	-
Retained profit carried forward		-	-

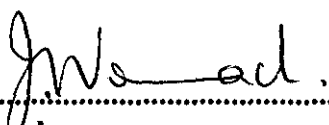
There are no recognised gains and losses in the year other than the profit for the year.

The attached notes form part of these financial statements.

BALANCE SHEET 31 JULY 2000

	Notes	2000 £	1999 £
Current Assets			
Debtors	4	2,633,862	26,320,364
Cash at bank and in hand		<u>953,598</u>	<u>-</u>
		3,587,460	26,320,364
Creditors: amounts falling due within one year	5	<u>(3,335,872)</u>	<u>(26,068,776)</u>
Net Current Assets		251,588	251,588
Creditors: amounts falling due after more than one year	6	(251,488)	(251,488)
Net Assets		<u>100</u>	<u>100</u>
Capital and Reserves			
Called up share capital	7	100	100
Profit and loss account		<u>-</u>	<u>-</u>
		<u>100</u>	<u>100</u>

ON BEHALF OF THE BOARD



J M Womack
Director

Approved by the Board on 24.10.00.

The attached notes for part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2000

1. Accounting Policies

These financial statements have been prepared in accordance with the historical cost convention. The principal accounting policies which the directors have adopted are set out below.

a) Accounting Standards -

The financial statements have been prepared in accordance with applicable accounting standards.

b) Turnover -

Turnover is the total amount invoiced by the Company, excluding value added tax.

c) Long Term Contracts -

Long term contracts are stated at cost plus, where the outcome can be assessed with reasonable certainty, estimated projects attributable to the stage of completion, less provision for any known or anticipated losses and progress payments receivable on account. Where costs exceed income the sums are included under debtors as amounts recoverable on contracts.

d) Cash Flow Statement -

In accordance with Financial Reporting Standard Number 1, no cash flow statement is included in these financial statements as the Company is covered by the Small Company exemption.

2. Turnover

An analysis by geographical market is set out below:

	2000 £	1999 £
United Kingdom	24,850,004	20,149,219

The turnover attributable to each of the Company's types of business is:

	2000 Contribution		1999 Contribution	
	Turnover £	Profit £	Turnover £	Profit £
Construction	24,850,004	718,947	20,149,219	424,624

3. Operating Profit

Operating Profit is shown after charging:

	2000 £	1999 £
Auditors' remuneration	<u>1,500</u>	<u>1,000</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2000

4. Debtors	2000	1999
Due within one year:	£	£
Trade debtors	50,426	25,095,878
Other debtors	181,558	777,275
Prepayments and accrued income	5,231	5,043
Amounts recoverable on contracts	2,396,647	442,168
	<u>2,633,862</u>	<u>26,320,364</u>
5. Creditors: Amounts falling due within one year	£	£
Covenant owed to University of Cambridge	718,947	484,369
Bank overdraft	-	223,099
Payments received on account	-	23,421,244
Trade creditors	1,001,451	453,105
Accruals and deferred income	1,615,474	1,486,959
	<u>3,335,872</u>	<u>26,068,776</u>

The chief payments on account were in respect of the contracts to construct a Divinity Building, a Post Mortem Facility and Computer Laboratory for Cave 4 Limited. During the year these contracts were terminated and the buildings are now being developed directly for the University of Cambridge.

6. Creditors: Amounts falling due after more than one year	£	£
Amount due to Cambridge University Technical Services Limited	251,488	251,488

The amount of £251,488 is not due for payment until after 31 July 2000 but has no fixed repayment date. There is no interest payable.

7. Called up Share Capital	2000	1999
	£	£
Authorised:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, issued and fully paid:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

8. Commitments

The Company has entered into Design Build contracts to provide certain buildings and in each case has sub-contracted the work of design and construction. As the Company has received interim payments equal to the amount paid to the sub-contractors or the estimated total cost of the project plus the agreed profit margin no figure for value of work completed at the balance sheet date is shown in the balance sheet. The Company sub-contracts the management of its projects to the Estate Management and Building Service of the University of Cambridge.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2000

8. **Commitments (continued)**

The company has a liability to hand over the completed buildings ready for occupation within agreed time limits. All contracts are with the University of Cambridge.

Contracts at 31 July 2000:	Value of Contract	Value of Work Completed at 31 July 2000
Wellcome Trust/MRC Building, Island Site, Addenbrooke's Hospital	of the order of £19.5m	£18.4m
MRI Centre, West Cambridge	of the order of £0.9m	£0.9m
Divinity Faculty, Sidgwick Avenue	of the order of £6.8m	£5.7m
Centre for Mathematical Sciences	of the order of £23.0m	£22.0m
Computer Laboratory	of the order of £17.5m	£4.5m
BP Institute	of the order of £1.8m	£1.1m
Betty and Gordon Moore Library and Faulkes Gatehouse (includes Pavilion E)	of the order of £15.3m	£3.3m
Post Mortem Facility	of the order of £2.0m	£1.7m
University Library - Northwest Corner Development	of the order of £6.0m	£1.9m
University Library - Southwest Corner Development	of the order of £6.0	£0.4m

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2000

9. Related Party Transactions

The ultimate parent undertaking is the University of Cambridge.

The University of Cambridge is also the parent undertaking of Cambridge University Technical Services Limited. At 31 July 2000 £251,488 is due by Lynxvale Limited to Cambridge University Technical Services Limited.

Mrs J M Womack is a Director of Cambridge University Technical Services Limited at the year end and has held this position throughout the year.