

LYNXVALE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2001



LYNXVALE LIMITED**DIRECTORS**

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

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

LYNXVALE LIMITED

REPORT OF THE DIRECTORS

The directors present their report and financial statements for the year ended 31 July 2001.

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 new building for the Faculty of Divinity, Mathematics, Phase 1B (Pavilion C) and the BP Institute at the Department of Earth Sciences have been completed. The Northwest Corner Development at the University Library, the William Gates Building for the Computer Laboratory and the Betty and Gordon Moore Library and Faulkes Gatehouse have been completed since year end. The Faulkes Institute for Geometry (Pavilion E), University Library Southwest Corner Development, Mathematical Sciences (Phase 2) and the electrical refurbishment works at the Fitzwilliam Museum are progressing on site. The Courtyard Development at the Fitzwilliam Museum is in design and the building for Biological Sciences Phase 2 for the relocation of Wellcome CRC started on site 6 August 2001.

Directors

Mr M R Bienias

Sir R Tomkys

Mr R A Watchman (Chairman to 24 April 2001)

Mrs J M Womack (Chairman from 25 April 2001)

Ms A J Rudkin resigned as a director on 4 December 2000.

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:** 23.10.2001

LYNXVALE LIMITED

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.

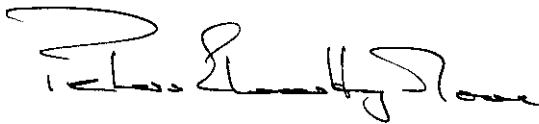
Basis of Opinion

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 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Chartered Accountants and
Registered Auditor**

CAMBRIDGE

Date: 24 October 2001.

LYNXVALE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2001

	Notes	2001 £	2000 £
Turnover	2	34,455,757	24,850,004
Cost of Sales		(33,316,023)	(24,215,308)
Gross Profit		1,139,734	634,696
Administrative Expenses		(40,596)	(2,982)
Operating Profit	3	1,099,138	631,714
Interest Receivable		66,221	87,233
Profit on Ordinary Activities before Taxation		1,165,359	718,947
Deed of covenant paid/payable to the University of Cambridge		<u>(1,165,359)</u>	<u>(718,947)</u>
		-	-
Taxation		-	-
Retained 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.

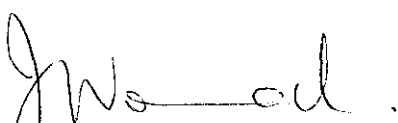
The attached notes form part of these financial statements.

LYNXVALE LIMITED

BALANCE SHEET 31 JULY 2001

	Notes	2001 £	2000 £
Current Assets			
Debtors	4	4,320,045	2,633,862
Cash at bank and in hand		<u>980,838</u>	<u>953,598</u>
		5,300,883	3,587,460
Creditors: amounts falling due within one year	5	<u>(5,149,295)</u>	<u>(3,335,872)</u>
Net Current Assets		151,588	251,588
Creditors: amounts falling due after more than one year	6	(151,488)	(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 23.10.01.....

The attached notes for part of these financial statements

LYNXVALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2001

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 profits 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 consolidated financial statements of the University of Cambridge, in which Lynxvale Limited is included, are publicly available.

2. **Turnover**

An analysis by geographical market is set out below:

	2001	2000
	£	£
United Kingdom	34,455,757	24,850,004

3. **Operating Profit**

Operating Profit is shown after charging:

	2001	2000
	£	£
Auditors' remuneration	<u>2,205</u>	<u>1,500</u>

LYNXVALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2001

4. Debtors	2001	2000
Due within one year:	£	£
Trade debtors	2,203,388	50,426
Other debtors	296,797	181,558
Prepayments and accrued income	5,759	5,231
Amounts recoverable on contracts	<u>1,814,101</u>	<u>2,396,647</u>
	<u>4,320,045</u>	<u>2,633,862</u>
5. Creditors: Amounts falling due within one year	£	£
Covenant owed to University of Cambridge	1,165,359	718,947
Trade creditors	2,475,619	1,001,451
Loan repayment	50,000	-
Accruals and deferred income	<u>1,458,316</u>	<u>1,615,474</u>
	<u>5,149,294</u>	<u>3,335,872</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	<u>151,488</u>	<u>251,488</u>

The amount of £151,488 is not due for payment until after 31 July 2002 but has no fixed repayment date. There is no interest payable. However in accordance with Minute No. 190 of Meeting of Directors dated 24 October 2000 the loan is being paid off over 5 years.

7. Called up Share Capital	2001	2000
	£	£
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>

LYNXVALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2001

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.

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 2001:	Value of Contract	Value of Work Completed at 31 July 2001
Divinity Faculty, Sidgwick Avenue	of the order of £6.8m	£6.6m
Centre for Mathematical Sciences - Phase 1	of the order of £23.9m	£23.1m
Computer Laboratory	of the order of £19.7m	£17.5m
BP Institute	of the order of £2.3m	£2.2m
Betty and Gordon Moore Library and Faulkes Gatehouse (includes Pavilion E)	of the order of £15.3m	£12.2m
University Library - Northwest Corner Development	of the order of £6.0m	£5.0m
University Library - Southwest Corner Development	of the order of £6.0m	£1.8m
Centre for Mathematical Sciences - Phase 2	of the order of £17.6m	£2.6m
Fitzwilliam Museum - Electrical Refurbishment	of the order of £0.8m	£0.5m
Fitzwilliam Museum - Courtyard Development	of the order of £11.5m	£0.1m
Biological Sciences Relocation Phase 2 - Wellcome/CRC	of the order of £22.0m	£2.0m

LYNXVALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2001

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 2001 £201,488 (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.