

Registered number: 02424721

**Deloitte
& Touche**

LYNXVALE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2003



SECRETARY

Mrs G Russell

REGISTERED OFFICE

The Old Schools
Trinity Lane
Cambridge
CB2 1TS

REGISTERED NUMBER

02424721 (England and Wales)

AUDITORS

Deloitte & Touche LLP
Cambridge

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 2003.

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 Board have accepted the New Building for the Institute of Criminology as a project. The Board has also undertaken to lease the Multi Storey Car Park at Addenbrooke's Hospital from the University of Cambridge, subject to a suitable contract being negotiated with all parties.

The only Project reaching practical completion during the year was the South West Corner of the Library. Projects ongoing throughout the year were: the electrical refurbishment works at the Fitzwilliam Museum, the Courtyard Development at the Fitzwilliam Museum, the new building for the Institute of Criminology, the Wellcome/CR-UK extension and the Strangeways Centre for Genetic Epidemiology.

Directors

Mr M R Bienias

Mr R A Watchman

Mrs J M Womack (Chairman) (Resigned 30 September 2003)

Mr T T Gardner (appointed 1 August 2002)

Mr K Sykes (Appointed 13 August 2003)

Directors' Interests in Shares of the Company

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

Statement of Directors' Responsibilities

United Kingdom 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 as at the end of the financial year 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;

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

On 1 August 2003, Deloitte & Touche, the Company's auditors transferred their business to Deloitte & Touche LLP, a limited liability partnership incorporated under the Limited Liability Partnerships Act 2000. The Company's consent has been given to treating the appointment of Deloitte & Touche as extending to Deloitte & Touche LLP with effect from 1 August 2003 under the provisions of section 26(5) of the Companies Act 1989.

BY ORDER OF THE BOARD

A handwritten signature in black ink, appearing to read 'G Russell', with a stylized flourish at the end.

Mrs G Russell
Secretary

Date: 21 OCTOBER 2003

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LYNXVALE LIMITED
YEAR ENDED 31 JULY 2003

We have audited the financial statements of Lynxvale Limited for the year ended 31 July 2003 which comprise the profit and loss account, the balance sheet and the related notes 1 to 9. These financial statements have been prepared under 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 United Kingdom legal and regulatory requirements and 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 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 for the above year and consider the implications for our report if we become aware of any apparent misstatements.

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 the company's affairs as at 31 July 2003 and of the result of the company for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

A handwritten signature in cursive script, appearing to read "Deloitte & Touche LLP", is written over the printed name.

Deloitte & Touche LLP
Chartered Accountants and
Registered Auditors

Cambridge

17 November 2003

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2003

			(as restated*)
	Notes	2003 £	2002 £
Turnover	2	31,519,253	26,462,201
Cost of Sales		(30,323,273)	(25,570,774)
Gross Profit		1,195,980	891,427
Administrative Expenses			
Gift aid payable to the University of Cambridge		(1,211,703)	(919,068)
Other than exceptional administrative expenses		(22,650)	(22,290)
Total administrative expenses		(1,234,353)	(941,358)
Operating Loss	3	(38,373)	(49,931)
Interest Receivable		38,373	49,931
Profit on Ordinary Activities before Taxation		-	-
Taxation		-	-
Retained profit for the year		-	-

All activities derive from continuing operations.

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

The attached notes form part of these financial statements.

* The comparative figures have been amended to disclose the gift aid payable to the University of Cambridge as an exceptional item before operating loss in accordance with FRS 3.

BALANCE SHEET 31 JULY 2003

	Notes	2003 £	2002 £
Current Assets			
Debtors	4	1,878,898	3,439,609
Cash at bank and in hand		<u>1,700,648</u>	<u>502,707</u>
		3,579,546	3,942,316
Creditors: amounts falling due within one year	5	<u>(3,527,958)</u>	<u>(3,840,728)</u>
Net Current Assets		51,588	101,588
Creditors: amounts falling due after more than one year	6	(51,488)	(101,488)
Net Assets		<u>100</u>	<u>100</u>
Capital and Reserves			
Called up share capital	7	100	100
Profit and loss account		-	-
Equity shareholders' funds		<u>100</u>	<u>100</u>

ON BEHALF OF THE BOARD



.....
Mr T T Gardner
Director

Approved by the Board on 21 October 2003

The attached notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2003

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, where the outcome can be assessed with reasonable certainty, plus 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:

	2003	2002
	£	£
United Kingdom	31,519,253	26,462,201

3. Operating Loss

Operating Loss is shown after charging:

	2003	2002
	£	£
Auditors' remuneration	<u>2,300</u>	<u>2,335</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2003

4. Debtors	2003	2002
Due within one year:	£	£
Trade debtors	-	1,040,129
Other debtors	274,311	582,833
Amounts recoverable on contracts	<u>1,604,587</u>	<u>1,816,647</u>
	<u>1,878,898</u>	<u>3,439,609</u>
	2003	2002
5. Creditors: Amounts falling due within one year	£	£
Gift aid Payable to University of Cambridge	1,211,703	919,068
Amounts due to parent undertaking	61,882	166,321
Trade creditors	685,584	2,488,957
Loan repayment	50,000	50,000
Accruals and deferred income	<u>1,518,789</u>	<u>216,382</u>
	<u>3,527,958</u>	<u>3,840,728</u>
	2003	2002
6. Creditors: Amounts falling due after more than one year	£	£
Amount due to Cambridge University Technical Services Limited	<u>51,488</u>	<u>101,488</u>
The amount of £51,488 is not due for payment until after 31 July 2004 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	2003	2002
	£	£
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>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2003

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 2003:

	Value of Contract (of the order of)	Value of Work Completed at 31 July 2003
	£m	£m
1. Buildings Complete and Awaiting Final Certificates		
Divinity – New Building	6.8	6.6
Mathematical Sciences - Phase 1	23.9	24.0
William Gates Building	19.7	18.5
BP Institute	2.3	2.3
Betty and Gordon Moore Library and Faulkes Gatehouse and Pavilion E	15.3	15.0
University Library - Northwest Corner Development	6.0	5.5
University Library - Southwest Corner Development	6.0	5.6
Centre for Mathematical Sciences - Phase 2	17.6	16.4
2. Contracts in Process		
Fitzwilliam Museum - Electrical Refurbishment	1.1	1.1
Fitzwilliam Museum - Courtyard Development	11.5	9.2
Biological Sciences Relocation Phase 2	22.0	17.7
Strangeways Centre for Geenetic Epidemiology	5.5	4.1
Institute of Criminology – New Building	13.4	3.2

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2003

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 2003 £101,488 (31 July 2002 £151,488) 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. She has resigned with effect from 30 September 2003.

The Company is a wholly owned subsidiary and its results are included in the consolidated accounts of the University of Cambridge. Accordingly the Company is exempt from disclosing transactions with other group companies under the Financial Reporting Standard 8. The accounts of the University of Cambridge are available from The Old Schools, Trinity Lane, Cambridge, Cambridgeshire, CB2 1TS.