

Company Registration No. 2753431

**UNIVERSITY OF BRIGHTON
TRADING COMPANY LIMITED**

Report and Financial Statements

Year ended 31 July 2007

**Mithras House
Lewes Road
Brighton
East Sussex BN2 4AT**



UNIVERSITY OF BRIGHTON TRADING COMPANY LIMITED

REPORT AND FINANCIAL STATEMENTS 2007

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REPORT AND FINANCIAL STATEMENTS 2007

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS (as at 31 July 2007)

Professor D B Arnold
Professor Julian Crampton
Mr D Farmer
Mrs Sue McHugh
Mr C T Monk
Sir John Mogg (Chair) (from 15 December 2006)

SECRETARY

Mr D L Hall

REGISTERED OFFICE

Mithras House
Lewes Road
Brighton
East Sussex
BN2 4AT

AUDITORS

KPMG LLP
1 Forest Gate
Brighton Road
Crawley
RH11 9PT

BANKERS

Barclays Bank Plc
139-142 North Street
Brighton
BN1 7RU

UNIVERSITY OF BRIGHTON TRADING COMPANY LIMITED

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 31 July 2007

ACTIVITIES

The principal activity of the company is to provide services such as contract research, consultancy, continuing professional development and conference administration to commercial, charitable and public sector organisations

REVIEW OF DEVELOPMENTS AND FUTURE PROSPECTS

The state of affairs of the company as at the year-end is shown in the balance sheet on page 7 The loss on ordinary activities after taxation for the year ended 31 July 2007 was £966 (2006 - £10,785) following the payment to the University of Brighton of £773,252 (2006 - £488,288) under deed of covenant The directors are optimistic about the future prospects of the company

DIRECTORS AND THEIR INTERESTS

The following directors held office during the year

Professor D B Arnold
Professor Julian Crampton
Mr D Farmer
Mrs Sue McHugh
Mr C T Monk
Sir John Mogg (from 15 December 2006)

None of the directors had a beneficial interest in the shares of the company at any time during the year

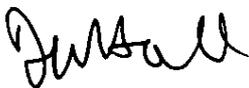
DISCLOSURE OF INFORMATION TO AUDITORS

The directors who held office at the date of approval of this Directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware, and each director has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information

ANNUAL GENERAL MEETING AND AUDITORS

Elective resolutions have been passed to dispense with a) holding of annual general meeting, b) the laying of reports and accounts before the company in general meeting, and c) the requirement to re-appoint auditors annually Under section 253(2) of the Companies Act 1985, each member has the right to require the laying of reports and accounts before a general meeting Such right is exercisable by a member giving notice in writing to that effect deposited at the registered office of the company before the end of 28 days from the date on which the accompanying financial statements were sent to members

Approved by the Board of Directors
and signed on behalf of the Board



D L Hall
Secretary
23rd November 2007

DIRECTORS' STATEMENT OF RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

The financial statements are required by law to 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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 that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities

UNIVERSITY OF BRIGHTON TRADING COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UNIVERSITY OF BRIGHTON TRADING COMPANY LIMITED

We have audited the financial statements of University of Brighton Trading Company Limited for the year ended 31 July 2007 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.

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 auditor's 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

The directors' responsibilities for preparing the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities on page 3.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 Directors' 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 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 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.

UNIVERSITY OF BRIGHTON TRADING COMPANY LIMITED

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 July 2007 and of its profit/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 Directors' Report is consistent with the financial statements

KPMG LLP

KPMG LLP
Chartered Accountants
Registered Auditor

1 Forest Gate
Brighton Road
Crawley
West Sussex
RH11 9PT

23 November 2007

UNIVERSITY OF BRIGHTON TRADING COMPANY LIMITED

PROFIT AND LOSS ACCOUNT
Year ended 31 July 2007

	Note	2007 £	2006 £
TURNOVER	2	3,038,815	2,680,782
Cost of sales		(1,916,326)	(1,774,556)
		<hr/>	<hr/>
Gross profit		1,122,489	906,226
Administrative expenses		(361,147)	(434,908)
		<hr/>	<hr/>
OPERATING PROFIT	2, 3	761,342	471,318
Interest receivable and similar income	4	10,944	6,185
Gift Aid	5	(773,252)	(488,288)
		<hr/>	<hr/>
LOSS ON ORDINARY ACTIVITIES		(966)	(10,785)
BEFORE TAXATION		-	-
Tax on profit on ordinary activities	6	-	-
		<hr/>	<hr/>
LOSS ON ORDINARY ACTIVITIES		(966)	(10,785)
AFTER TAXATION		<hr/>	<hr/>

All activities derive from continuing operations

There are no recognised gains and losses other than the result for the financial year and previous financial year. Accordingly, no statement of total recognised gains and losses is given

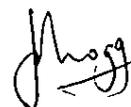
UNIVERSITY OF BRIGHTON TRADING COMPANY LIMITED

BALANCE SHEET
Year ended 31 July 2007

	Note	2007		2006
		£	£	£
FIXED ASSETS				
Investments	7		194	194
CURRENT ASSETS				
Stocks - goods for resale		63,220	11,702	
Debtors	8	534,620	974,110	
Cash at bank and in hand		412,461	388,937	
		<u>1,010,301</u>	<u>1,374,749</u>	
CREDITORS: amounts falling due within one year	9	<u>(1,025,873)</u>	<u>(1,389,355)</u>	
NET CURRENT LIABILITIES			<u>(15,572)</u>	<u>(14,606)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(15,378)</u>	<u>(14,412)</u>
Called up share capital	10		100	100
Profit & loss Account			(15,478)	(14,512)
TOTAL EQUITY SHAREHOLDERS' FUNDS			<u>(15,378)</u>	<u>(14,412)</u>

The financial statements were approved by the Board of Directors on 23rd November 2007

Signed on behalf of the Board of Directors



Sir John Mogg
 Director

NOTES TO THE ACCOUNTS
Year ended 31 July 2007

1 ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Turnover

Turnover represents the invoiced value, excluding value added tax, of services supplied.

Stocks

Goods for resale are stated at the lower of cost and net realisable value.

Going Concern

After making enquiries, the directors have formed a judgement, at the time of approving the financial statements, that there is a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, the directors continue to adopt the going concern basis in preparing the financial statements.

Investments

Investments held as fixed assets are stated at cost less any provision for impairment.

These policies have been reviewed in accordance with FRS 18 and are still considered relevant.

2. ANALYSIS OF TURNOVER AND OPERATING PROFIT

	2007	2007	2006	2006
	Turnover	Operating	Turnover	Operating
	£	profit	£	profit
	£	£	£	£
Class of business				
Non award bearing courses	386,932	205,868	237,658	33,008
Consultancy	277,127	86,383	205,329	44,012
Research	704,355	172,671	1,022,359	144,519
Trading activities	246,410	(28,642)	27,779	16,911
Catering and conferences	1,423,991	325,062	1,187,657	232,868
	<u>3,038,815</u>	<u>761,342</u>	<u>2,680,782</u>	<u>471,318</u>

All turnover arises in the United Kingdom.

NOTES TO THE ACCOUNTS
Year ended 31 July 2007

3. OPERATING PROFIT

The auditors of the company are also auditors of the parent undertaking in the current year. They have been remunerated in respect of their services to the company by the parent in the current year.

The company had no employees, other than the directors, during the year (2006 - nil). All services are performed by employees of the parent undertaking, the University of Brighton. The employees of the parent undertaking provide all services. The directors received no emoluments in respect of their services to the company in the current or prior year.

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	2007	2006
	£	£
Bank deposit and short term interest	10,944	6,185
	<u> </u>	<u> </u>

5. GIFT AID

The company covenants all of its profits to the University of Brighton. In the year ended 31 July 2007 an amount of £773,252 (2006 - £488,288) was due to be paid to the University of Brighton under gift aid.

6. TAX ON LOSS ON ORDINARY ACTIVITIES

	2007	2006
	£	£
a) Analysis of tax charge for the period		
Current Tax	-	-
Adjustments in respect of previous periods	-	-
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	<u> </u>	<u> </u>

NOTES TO THE ACCOUNTS
Year ended 31 July 2007

b) Factors affecting the tax charge for the period

The tax assessed for the period differs to the standard rate of corporation tax in the UK (30%), as explained below

	2007	2006
	£	£
Loss on ordinary activities before taxes	(966)	(10,785)
Loss on ordinary activities before tax at 30%	(290)	(3,235)
Effects of		
Depreciation in excess of capital allowances	290	3235
Capital items expensed	0	0
Current tax charge for period (note 6(a))	0	0

7 INVESTMENTS HELD AS FIXED ASSETS

At the end of the current year, the company owned 19,400 (0.43%) of the 1p ordinary shares in Biotec Laboratories Limited. This company being registered in England and Wales and operating in the UK.

8. DEBTORS

	2007	2006
	£	£
Trade debtors	276,163	634,117
Prepayments and accrued income	258,457	339,993
	<u>534,620</u>	<u>974,110</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007	2006
	£	£
Amounts owed to parent undertaking	100,351	391,983
Other taxation	51,529	35,721
Accruals and deferred income	873,993	961,651
	<u>1,025,873</u>	<u>1,389,355</u>

NOTES TO THE ACCOUNTS
Year ended 31 July 2007

10. CALLED UP SHARE CAPITAL

	2007	2006
	£	£
Authorised		
100 ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
Called up, allotted and fully paid		
100 ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>

11. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption in FRS 8 "Related Party Transactions" extended to subsidiary undertakings 90% or more of whose voting rights are controlled within a group, where the consolidated financial statements are publicly available. Accordingly no disclosure has been made of transactions with entities that are part of the group, or investees of the group qualifying as related parties.

12. ULTIMATE PARENT COMPANY

The Company is a subsidiary undertaking of the University of Brighton which is the ultimate parent. The consolidated financial statements of the group are available to the public and may be obtained from

University of Brighton
Mithras House
Lewes Road
Brighton BN2 4AT