

REGISTERED NUMBER: 02865838 (England and Wales)

**Report of the Directors and
Audited Financial Statements for the Year Ended 31 July 2012
for
Systemcost Trading Limited**

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for the Year Ended 31 July 2012**

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**Company Information
for the Year Ended 31 July 2012**

DIRECTORS:	Mr S R Mole Mr S W Spinks
SECRETARY:	Mrs J L Rodger
REGISTERED OFFICE:	C/O The University of Manchester Room MLG 013, John Owens Building Oxford Road Manchester Greater Manchester M13 9PL
REGISTERED NUMBER:	02865838 (England and Wales)
AUDITORS:	Deloitte LLP Chartered Accountants and Statutory Auditor Manchester United Kingdom
BANKERS:	Barclays Bank Plc 51 Mosley Street Manchester M60 2AU

Systemcost Trading Limited (Registered number: 02865838)

**Report of the Directors
for the Year Ended 31 July 2012**

The directors present their report with the financial statements of the company for the year ended 31 July 2012

PRINCIPAL ACTIVITY

The company has built the Manchester Interdisciplinary Biocentre and is now no longer trading

REVIEW OF BUSINESS

On final completion of the building, it is the intention of the directors to wind up the company. Therefore these accounts have not been prepared on a going concern basis. No material adjustment arose as a result of ceasing to apply the going concern basis.

RESULTS AND DIVIDENDS

The profit for the year before taxation and gift aid amounted to £nil (2011 £475)

The directors recommend the payment of a gift aid of £nil (2011 £475) leaving the amount of £50 (2011 £nil) to be withdrawn from reserves.

The directors do not recommend the payment of a dividend (2011 nil)

DIRECTORS

Mr S R Mole has held office during the whole of the period from 1 August 2011 to the date of this report.

Other changes in directors holding office are as follows:

Mr S W Spinks - appointed 3 October 2011

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Deloitte LLP, have indicated their willingness to be re-appointed for another term and appropriate arrangements are in place for them to be deemed reappointed as auditors in the absence of an annual general meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



Mr S R Mole - Director

Date 30/11/12

**Statement of Directors' Responsibilities
for the Year Ended 31 July 2012**

The directors are responsible for preparing the Report of the Directors 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Report of the Independent Auditors to the Members of Systemcost Trading Limited

We have audited the financial statements of Systemcost Trading Limited for the year ended 31 July 2012, which comprise the profit and loss account, the statement of total recognised gains and losses, the balance sheet and the related notes 1 to 11. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 a Report of the Auditors 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 explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 July 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter - Financial statements prepared other than on a going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements, which explains that the financial statements have been prepared on a basis other than that of going concern.

Opinion on other matter prescribed by the Companies Act 2006

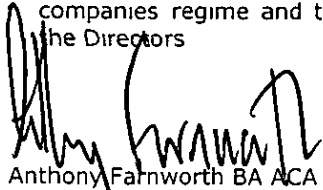
In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
Systemcost Trading Limited**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors



Anthony Farnworth BA ACA (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and
Statutory Auditor
Manchester
United Kingdom

Date

4/12/12

Systemcost Trading Limited (Registered number: 02865838)

**Profit and Loss Account
for the Year Ended 31 July 2012**

	Notes	2012 £	2011 £
TURNOVER	2	-	5,500
Cost of sales		-	(5,000)
GROSS PROFIT		-	500
Administrative expenses		(50)	(25)
OPERATING (LOSS)/PROFIT	4	(50)	475
Gift Aid		-	(475)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(50)	-
Tax on loss on ordinary activities	5	-	-
LOSS FOR THE FINANCIAL YEAR		(50)	-

DISCONTINUED OPERATIONS

All of the company's activities were discontinued during the previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the loss for the current year

The notes form part of these financial statements

Systemcost Trading Limited (Registered number: 02865838)

**Balance Sheet
31 July 2012**

	Notes	2012 £	2011 £
CURRENT ASSETS			
Debtors	6	-	9,180
Cash in hand		107,144	96,664
		<u>107,144</u>	<u>105,844</u>
CREDITORS			
Amounts falling due within one year	7	(104,825)	(103,475)
		<u>2,319</u>	<u>2,369</u>
NET CURRENT ASSETS			
		<u>2,319</u>	<u>2,369</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,319</u>	<u>2,369</u>
CAPITAL AND RESERVES			
Called up share capital	8	2	2
Profit and loss account	9	2,317	2,367
		<u>2,319</u>	<u>2,369</u>
SHAREHOLDERS' FUNDS	11	<u>2,319</u>	<u>2,369</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

The financial statements were approved by the Board of Directors on
and were signed on its behalf by

30/11/12



Mr S R Mole - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 July 2012**

1 ACCOUNTING POLICIES

Basis of preparing the financial statements

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

The directors intend to wind up the company once the final retention on the building construction has been settled. As a consequence, the financial statements have not been prepared on a going concern basis. No adjustments were necessary as a result of ceasing to apply the going concern basis.

Accounting convention

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

Related party disclosures

As the company is a wholly owned subsidiary of The University of Manchester, the company has taken advantage of the exemption contained in Financial Reporting Standard 8 and has therefore not disclosed transactions or balances with entities which form part of the group. The consolidated financial statements of The University of Manchester, within which this company is included, are available from the address given in note 10.

Gift Aid Donation

Gift Aid donation recognised is equal to estimated taxable profits of the Company at the time of the approval of the Financial Statements. The Gift Aid paid within nine months of the balance sheet date is equal to the estimated taxable profits of the Company at time of payment. Any difference between the Gift Aid donation accrued and the Gift Aid donation paid is recognised at the time of payment.

Cash flow statement

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers. Turnover is recognised at the point the company has performed its obligations, based on the fair value of the right to consideration.

Taxation

The charge for taxation is based on the profit or loss for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

2 TURNOVER

The turnover and loss before taxation is wholly attributable to the principal activity of the company and arose wholly in the United Kingdom.

3 STAFF COSTS

There were no staff costs for the year ended 31 July 2012 nor for the year ended 31 July 2011.

Notes to the Financial Statements - continued
for the Year Ended 31 July 2012

3 **STAFF COSTS - continued**

The directors who held office during the year were employed and remunerated through the University of Manchester

4 **OPERATING (LOSS)/PROFIT**

The operating loss/(profit) is stated after charging

	2012 £	2011 £
Gift aid	-	475

5 **TAXATION**

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 July 2012 nor for the year ended 31 July 2011

6 **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2012 £	2011 £
Amounts owed by group undertakings	-	9,180

7 **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2012 £	2011 £
Trade creditors	104,800	94,000
Amounts owed to group undertakings	-	475
Other creditors	25	9,000
	<u>104,825</u>	<u>103,475</u>

8 **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid Number	Class	Nominal value £1	2012 £	2011 £
2	Ordinary		<u>2</u>	<u>2</u>

9 **RESERVES**

	Profit and loss account £
At 1 August 2011	2,367
Deficit for the year	<u>(50)</u>
At 31 July 2012	<u>2,317</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2012

10 **ULTIMATE PARENT COMPANY**

The company is a wholly owned subsidiary of The University of Manchester, a University incorporated by Royal Charter. The largest and smallest group in which the results of the company are consolidated is that headed by The University of Manchester.

The University of Manchester is the ultimate controlling party and the ultimate parent of the company.

Copies of the group financial statements can be obtained from that University's registered office, which is The University of Manchester, Oxford Road, Manchester, M13 9PL.

11 **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2012	2011
	£	£
Loss for the financial year	(50)	-
Net (reduction)/addition to shareholders' funds	(50)	-
Opening shareholders' funds	2,369	2,369
Closing shareholders' funds	<u>2,319</u>	<u>2,369</u>