UNIVERSITY OF LEEDS IP LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The board of directors
Mr A Duley
Professor D Hogg
Ms K Brownridge

Company secretary
Ms H Smith

Registered office
The Company Secretariat
11/75 EC Stoner Building
University of Leeds
Leeds
LS2 9JT

Auditor
Deloitte LLP
Chartered Accountants
& Statutory Auditor
1 City Square
Leeds
LS1 2AL

Bankers
Barclays Bank PLC
PO BOX 100
28 Park Row
Leeds
LS1 1PA

Solicitors
PinSENT Masons
1 Park Row
Leeds
LS1 5AB
UNIVERSITY OF LEEDS IP LIMITED
DIRECTORS' REPORT
YEAR ENDED 31 JULY 2014

The directors present their report and the financial statements of the company for the year ended 31 July 2014.

PRINCIPAL ACTIVITIES
The principal activity of the company is the management of licencing projects providing a financial, contractual and legal support service.

GOING CONCERN
In assessing the appropriateness of the application of the going concern basis, the directors have considered the uncertainties around the general economic environment, the trading performance of the company and the available cash. The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

DIRECTORS
The directors who served the company during the year were as follows:

Mr A Duley
Professor D Hogg
Ms K Brownridge

DIRECTORS' 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 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 year.

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.
UNIVERSITY OF LEEDS IP LIMITED

DIRECTORS' REPORT (continued)

YEAR ENDED 31 JULY 2014

DONATIONS
During the year the company made the following contributions:

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Charitable donations</td>
<td>82,054</td>
<td>44,840</td>
</tr>
</tbody>
</table>

These contributions are gift aid donations to the University of Leeds.

AUDITOR
Deloitte LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company’s auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

SMALL COMPANY PROVISIONS
This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Registered office: The Company Secretariat
11/75 EC Stoner Building
University of Leeds
Leeds
LS2 9JT

Signed by order of the directors

[Signature]

MS H SMITH
Company Secretary

Approved by the directors on 29/10/14
UNIVERSITY OF LEEDS IP LIMITED

INDEPENDENT AUDITOR’S REPORT TO THE SHAREHOLDERS OF UNIVERSITY OF LEEDS IP LIMITED

YEAR ENDED 31 JULY 2014

We have audited the financial statements of University of Leeds IP Limited for the year ended 31 July 2014, which comprise the Profit and Loss Account, the Balance sheet and the related notes 1 to 7. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR
As explained more fully in the Directors' Responsibilities Statement set out on page 2, 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 annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 2014 and of its result for the year then ended;

• have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and

• have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
UNIVERSITY OF LEEDS IP LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
UNIVERSITY OF LEEDS IP LIMITED (continued)
YEAR ENDED 31 JULY 2014

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 from preparing a strategic report or in preparing the directors' report.

David Hall, FCA

DAVID HALL FCA (Senior Statutory Auditor)
For and on behalf of
DELOITTE LLP
Chartered Accountants & Statutory Auditor

1 City Square
Leeds
LS1 2AL

7 November 2014
UNIVERSITY OF LEEDS IP LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 JULY 2014

<table>
<thead>
<tr>
<th>Note</th>
<th>2014 £</th>
<th>2013 £</th>
</tr>
</thead>
<tbody>
<tr>
<td>TURNOVER</td>
<td>1,161,463</td>
<td>1,007,686</td>
</tr>
<tr>
<td>Cost of sales</td>
<td>1,041,129</td>
<td>941,202</td>
</tr>
<tr>
<td>GROSS PROFIT</td>
<td>120,334</td>
<td>66,484</td>
</tr>
<tr>
<td>Administrative expenses</td>
<td>121,422</td>
<td>67,499</td>
</tr>
<tr>
<td>OPERATING LOSS</td>
<td>2 (1,088)</td>
<td>(1,015)</td>
</tr>
<tr>
<td>Interest receivable</td>
<td>1,088</td>
<td>1,015</td>
</tr>
</tbody>
</table>

RESULT ON ORDINARY ACTIVITIES BEFORE TAXATION

| Tax on result on ordinary activities | | |

RESULT FOR THE FINANCIAL YEAR

| Balance brought forward | 71,616 | 71,616 |
| Balance carried forward | 71,616 | 71,616 |

Amounts relate to continuing operations.

There have been no recognised gains and losses for the current and preceding financial year other than those shown above. Accordingly, no statement of total recognised gains and losses is shown.

The notes on pages 8 to 10 form part of these financial statements.
UNIVERSITY OF LEEDS IP LIMITED

BALANCE SHEET

31 JULY 2014

<table>
<thead>
<tr>
<th>Note</th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>CURRENT ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debtors</td>
<td>3</td>
<td>468,736</td>
</tr>
<tr>
<td>Cash at bank</td>
<td></td>
<td>198,762</td>
</tr>
<tr>
<td></td>
<td></td>
<td>667,498</td>
</tr>
<tr>
<td><strong>CREDITORS: Amounts falling due within one year</strong></td>
<td>4</td>
<td>595,881</td>
</tr>
<tr>
<td><strong>NET CURRENT ASSETS</strong></td>
<td></td>
<td>71,617</td>
</tr>
<tr>
<td><strong>TOTAL ASSETS LESS CURRENT LIABILITIES</strong></td>
<td></td>
<td>71,617</td>
</tr>
<tr>
<td><strong>CAPITAL AND RESERVES</strong></td>
<td></td>
<td>1</td>
</tr>
<tr>
<td>Called-up equity share capital</td>
<td>6</td>
<td>71,616</td>
</tr>
<tr>
<td>Profit and loss account</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>SHAREHOLDERS' FUNDS</strong></td>
<td></td>
<td>71,617</td>
</tr>
</tbody>
</table>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These accounts were approved by the directors and authorised for issue on 29/10/14, and are signed on their behalf by:

MR A DULEY
Director

Company Registration Number: 04582496

The notes on pages 8 to 10 form part of these financial statements.
1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements have been prepared under applicable UK law.

Turnover

The turnover shown in the profit and loss account represents amounts due during the year, exclusive of Value Added Tax.

Amounts recoverable on contracts, which are included in other debtors, represent work completed at the balance sheet date. All turnover arises in the United Kingdom from the principal activities and continuing operations. Turnover is recognised on delivery of services to a third party.

Taxation

Corporation tax payable is provided on taxable profits at amounts expected to be paid (or recovered) using the tax rates and laws which have been enacted or substantively enacted by the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and the law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets and liabilities are not discounted.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Grants

Grants are accounted for on a receivable basis. Grants are credited to the profit and loss account as related expenditure is incurred.

Going concern

In assessing the appropriateness of the application of the going concern basis, the directors have considered the trading performance of the company and the available cash. The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.
2. OPERATING LOSS

Operating loss is stated after charging:

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Directors’ remuneration</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Auditor’s fees</td>
<td>3,213</td>
<td>3,137</td>
</tr>
</tbody>
</table>

The company has no employees other than the directors, as the business is operated by the University of Leeds. The directors did not receive any emoluments in respect of their services to the company.

During the year, the company made £82,054 (2013: £44,840) gift aid contributions to the University of Leeds.

3. DEBTORS

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade debtors</td>
<td>179,958</td>
<td>130,996</td>
</tr>
<tr>
<td>Amounts owed by group undertakings</td>
<td>26,226</td>
<td>84,686</td>
</tr>
<tr>
<td>VAT recoverable</td>
<td>84,935</td>
<td></td>
</tr>
<tr>
<td>Other debtors</td>
<td>177,617</td>
<td>237,477</td>
</tr>
<tr>
<td></td>
<td>468,736</td>
<td>453,159</td>
</tr>
</tbody>
</table>

4. CREDITORS: Amounts falling due within one year

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade creditors</td>
<td>39,473</td>
<td>90,372</td>
</tr>
<tr>
<td>Amounts owed to group undertakings</td>
<td>301,627</td>
<td>490,603</td>
</tr>
<tr>
<td>Other taxation</td>
<td></td>
<td>14,761</td>
</tr>
<tr>
<td>Other creditors</td>
<td>254,781</td>
<td>305,218</td>
</tr>
<tr>
<td></td>
<td>595,881</td>
<td>900,954</td>
</tr>
</tbody>
</table>

Included within other creditors is £11,662 (2013: £57,440) which relates to deferred grants.

5. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption granted by paragraph 3c of Financial Reporting Standard 8 'Related Party Transactions', not to disclose related party transactions with other group members.
UNIVERSITY OF LEEDS IP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2014

6. SHARE CAPITAL

Allotted, called up and fully paid:

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th></th>
<th>2013</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>No</td>
<td>£</td>
<td>No</td>
<td>£</td>
</tr>
<tr>
<td>Ordinary shares of £1 each</td>
<td>1</td>
<td>1</td>
<td>1</td>
<td>1</td>
</tr>
</tbody>
</table>

7. ULTIMATE PARENT COMPANY

In the opinion of the directors, the ultimate parent and controlling party is the University of Leeds. Consolidated financial statements of the smallest and largest group into which the company is consolidated are available from the University of Leeds, Leeds, LS2 9JT.