



Financial Statements

Birmingham Technology (Property One) Limited

For the Year ended 31 March 2011

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Company No. 3089755

Company information

Company registration number	3089755
Registered office	Faraday Wharf Holt Street Birmingham West Midlands B7 4BB
Directors	Councillor M Whitby (Chairman) Hon Alderman D Roy Professor J King CBE
Secretary	R Kumar
Bankers	Lloyds TSB Plc The Priory Queensway Birmingham B4 6BP
Auditor	Grant Thornton UK LLP Chartered Accountants Registered Auditors 115 Edmund Street Birmingham B3 2HJ

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Report of the directors

The directors present their annual report together with the audited financial statements of the company for the year ended 31 March 2011. The directors have taken the exemption under the special provisions relating to small companies within Part 15 of the Companies Act 2006 from undertaking the detailed business review requirements of section 417 of the Companies Act 2006.

Principal activities

Following a group reorganisation and the disposal of the company's investment properties on 30 June 2008, other than collection of debtors and payment of creditors, the receipt and payment of interest on group and cash balances, and management fees the company has not traded during the year to 31 March 2011.

Results and dividends

The results for the year are set out on page 8. The profit for the year of £11,358 (2010 £22,592) has been transferred to reserves.

The directors do not propose to pay a dividend in respect of the financial year (2010 £nil).

Going concern

The group has prepared cash flow forecasts to 31 December 2012, making certain assumptions, to assess the working capital requirement for that period. Birmingham City Council has agreed to provide a working capital facility to meet that requirement. Accordingly, in the directors' opinion it is appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that might be necessary should the company be unable to continue as a going concern.

Directors

The directors during the year and up to the date of signing the financial statements were

Councillor M Whitby
Hon Alderman D Roy
Professor J King CBE

Directors' indemnities

As permitted by the Articles of Association, the Directors have the benefit of an indemnity insurance policy which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The Company also purchased and maintained throughout the year Directors' and Officers' liability insurance in respect of itself and its Directors.

Report of the directors (continued)

Directors' responsibilities statement

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 laws). 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 and 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 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.


In so far as each of the directors is aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditor

Grant Thornton UK LLP were appointed as auditors during the year. A resolution to re-appoint Grant Thornton UK LLP as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 485 of the Companies Act 2006.

BY ORDER OF THE BOARD



R Kumar
Company secretary

21 December 2011



Report of the independent auditor to the members of Birmingham Technology (Property One) Limited

We have audited the financial statements of Birmingham Technology (Property One) Limited for the year ended 31 March 2011 which comprise the principal accounting policies, profit and loss account, the balance sheet and the related notes. 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 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

As explained more fully in the Directors' Responsibilities Statement set out on page 4, 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 (APB's) Ethical Standards.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

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 March 2011 and of its profit 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.

Opinion on other matters 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 auditor to the members of Birmingham Technology (Property One) Limited (continued)

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
- have not received all the information and explanations we require for our audit



David White
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Registered Auditor, Chartered Accountants
Birmingham

Date 22/12/11

Principal accounting policies

Basis of accounting

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

The accounting policies adopted remain unchanged from the previous year

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small

Deferred taxation

Deferred tax is recognised on all timing differences where the transactions or events that give the group an obligation to pay more tax in the future, or a right to pay less tax in the future, have occurred by the balance sheet date. Deferred tax on defined benefit pension scheme surpluses or deficits is adjusted against these surpluses. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantively enacted at the balance sheet date.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Profit and loss account

	Note	2011 £	2010 £
Administrative expenses		6,366	(4,299)
Operating profit/(loss)		6,366	(4,299)
Interest receivable and similar income	1	63,031	62,000
Interest payable and similar charges	2	(58,039)	(57,000)
Profit on ordinary activities before taxation	3	11,358	701
Tax credit on profit on ordinary activities	4	-	21,891
Profit for the financial year	8	11,358	22,592

The results of the company arise entirely from discontinued activities

The company has no recognised gains and losses other than those included in the profit above, and therefore no separate statement of total recognised gains and losses has been prepared

The accompanying accounting policies and notes form part of these financial statements.

Balance sheet

	Note	2011 £	2010 £
Current assets			
Debtors	5	1,028,176	1,056,061
Cash at bank and in hand		26,787	8,292
		<u>1,054,963</u>	<u>1,064,353</u>
Creditors amounts falling due within one year	6	(933,642)	(954,390)
Net current assets		<u>121,321</u>	<u>109,963</u>
Net assets		<u>121,321</u>	<u>109,963</u>
Capital and reserves			
Called-up share capital	7	50,000	50,000
Profit and loss account	8	71,321	59,963
Shareholders' funds	9	<u>121,321</u>	<u>109,963</u>

These financial statements were approved by the directors and authorised for issue on 21 December 2011 and are signed on their behalf by

Councillor M Whitby
 Director



Company Number 3089755

Notes to the financial statements

1 Interest receivable and similar income

	2011 £	2010 £
From other group undertakings	63,000	62,000
On bank deposits	31	-
	<u>63,031</u>	<u>62,000</u>

2 Interest payable and similar charges

	2011 £	2010 £
To other group undertakings	58,000	57,000
Bank and other interest	39	-
	<u>58,039</u>	<u>57,000</u>

3 Profit on ordinary activities before taxation

None of the directors received any emoluments during the year in respect of their services to the company (2010 £nil). There were no employees paid by the company during either the current year or the prior year. The auditor's remuneration has been borne by Birmingham Technology Limited, the parent company.

4 Tax on profit on ordinary activities

Analysis of tax charge in the year

	2011 £	2010 £
Corporation tax charge on profit for the year		
UK corporation tax on profit for the year	-	196
Adjustments to tax in respect of prior years	-	(22,087)
Total current tax for the year	<u>-</u>	<u>(21,891)</u>

The tax assessed for the year is lower (2010 lower) than the standard rate of corporation tax in the United Kingdom of 28% (2010 28%).

4 Tax on profit on ordinary activities (continued)

Factors affecting the tax charge for the year

	2011 £	2010 £
Profit on ordinary activities before taxation	11,358	701
Tax charge on profit on ordinary activities at the standard UK rate of corporation tax 28% (2010 28%)	3,182	196
Effects of Group relief	(3,182)	-
Adjustments to tax in respect of prior years	-	(22,087)
Current tax charge for the year	-	(21,891)

5 Debtors

	2011 £	2010 £
Amounts falling due within one year		
Trade debtors	-	3,056
Amounts owed by group undertakings	1,028,176	1,053,005
	1,028,176	1,056,061

Amounts owed by the group undertakings are repayable on demand. Interest was payable at 6% per annum (2010 6%). Intercompany balances are unsecured.

6 Creditors: amounts falling due within one year

	2011 £	2010 £
Trade creditors	-	29,056
Amounts owed to the parent undertaking	933,642	925,334
	933,642	954,390

The amounts owed to group undertakings are repayable on demand. Interest was payable at 6% per annum (2010 6%). Intercompany balances are unsecured. Intercompany balances are unsecured.

7 Called up share capital

Authorised share capital

	2011 £	2010 £
23,000 'A' Ordinary shares of £1 each	23,000	23,000
27,000 'B' Ordinary shares of £1 each	27,000	27,000
	50,000	50,000

7 Called up share capital (continued)

Allotted, called up and fully paid:

	2011 £	2010 £
23,000 'A' Ordinary shares of £1 each	23,000	23,000
27,000 'B' Ordinary shares of £1 each	27,000	27,000
	<u>50,000</u>	<u>50,000</u>

The 'A' Ordinary and 'B' Ordinary shares are separate classes of shares but carry the same rights and privileges and rank pari passu in all respects. This includes equality in voting rights and the rights to any remaining assets in the event of the company being wound up.

8 Profit and loss account

	£
At 1 April 2010	59,963
Profit for the financial year	11,358
At 31 March 2011	<u>71,321</u>

9 Reconciliation of movements in shareholders' funds

	2011 £	2010 £
Opening shareholders' funds	109,963	87,371
Profit for the financial year	11,358	22,592
Closing shareholders' funds	<u>121,321</u>	<u>109,963</u>

10 Ultimate parent undertaking and controlling party

The company is part of the Birmingham Technology Limited group, which is the smallest group to consolidate these financial statements. The ultimate parent undertaking and controlling party is Birmingham City Council, which is the parent undertaking of the largest group to consolidate these financial statements. Copies of Birmingham Technology Limited's, and Birmingham City Council's consolidated financial statements can be obtained from the Company Secretary at Faraday Wharf, Holt Street, Aston Science Park, Birmingham B7 4BB.

11 Related party disclosures

The company received management, accounting and administrative services from its parent undertaking and other group companies, and was charged £22,627 (2010 £7,300) during the year for these services.

The amounts owed to / from group undertakings are repayable on demand. Interest on these balances was payable and receivable at 6% (2010 6%). The amounts of these transactions are shown in notes 1 and 2.