

Section B: Summary of consolidation and segmental analysis

The following analysis presents a summary of the elements of the University group as they contribute to the consolidated financial statements.

The columns shown below are:

Academic	This equates to the part of the University covered in section A. It includes the academic departments and services but excludes Cambridge Assessment, Cambridge University Press and the Cambridge Trusts.
Assessment	This consists of the Local Examinations Syndicate and subsidiary undertakings, collectively known as Cambridge Assessment.
Press Trusts	This consists of the Cambridge University Press Syndicate and subsidiary undertakings. This consists principally of the Gates Cambridge Trust and four other trusts as listed below. The external balances and non-donation income and expenditure of the Cambridge Foundation are also included for convenience, the bulk of its income and expenditure being excluded as if held as agent.
CPS	This column deals with the adjustments required to account for the pension liability in relation to the Cambridge University Assistants Contributory Pension Scheme, which affects both "Academic" and "Assessment".
Elimination	This column deals with the elimination of internal transactions. It includes the reclassification of balances on funds contributed by "Assessment" and "Press" to Academic". These are shown in "Academic" as specific endowments and as deferred capital grants, but in the combined group are included as reserves.
Total	This is the total of the other six columns and is presented in the audited financial statements for the University group.

Subsidiary undertakings included in the respective columns:

Academic	Cambridge Enterprise Limited IFM Education and Consultancy Services Limited Cambridge Investment Management Limited Cambridge Programme for Sustainability Leadership (Australia) Cambridge University Technical Services Limited Challenge Fund Trading Company Limited Fitzwilliam Museum Enterprises Limited JBS Executive Education Limited Lynxvale Limited
Trusts	Gates Cambridge Trust Cambridge Overseas Trust Cambridge Commonwealth Trust Cambridge European Trust Malaysian Commonwealth Studies Centre in Cambridge The Cambridge Foundation
Assessment	Cambridge Assessment Overseas Limited Cambridge Examinations Inc Fundacion UCLES Mill Wharf Limited Oxford and Cambridge International Assessment Services Limited Oxford Cambridge and RSA Examinations RSA Examinations Board Sandonian Properties Limited The West Midlands Examinations Board
Press	Cambridge Archive Editions Limited Cambridge Global Grid for Learning Limited Cambridge Knowledge (China) Limited Cambridge Printing Services Limited Cambridge University Press (Greece) EPE Cambridge University Press (Holdings) Limited Cambridge University Press India (Private) Limited Cambridge University Press Japan KK Cambridge University Press South Africa (Proprietary) Limited Cambridge-Hitachisoft Educational Solutions PLC Editorial Edicambridge Cia Ltda ELT Trading Limited United Publishers Services Limited

Section B: (continued) Summary of consolidation and segmental analysis**CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT for the year ended 31 July 2010**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
Income							
Funding body grants	205.3	–	–	–	–	–	205.3
Academic fees and support grants	102.0	–	–	–	–	–	102.0
Research grants and contracts	267.7	–	–	–	–	–	267.7
Examination and assessment services	–	259.8	–	–	–	–	259.8
Publishing services	–	–	221.6	–	–	–	221.6
Other income	127.7	1.0	1.4	7.4	–	(22.4)	115.1
Endowment and investment income	44.6	4.6	0.2	8.4	–	(39.7)	18.1
Total income	747.3	265.4	223.2	15.8	–	(62.1)	1,189.6
Expenditure							
Staff costs	405.2	68.8	69.9	1.2	(0.9)	–	544.2
Other operating expenses	279.0	151.7	138.3	20.2	–	(22.1)	567.1
Depreciation	52.2	10.4	4.3	0.1	–	–	67.0
Interest payable	–	–	5.0	–	7.9	–	12.9
Total expenditure	736.4	230.9	217.5	21.5	7.0	(22.1)	1,191.2
Surplus / (deficit) on continuing operations before donations of heritage assets	10.9	34.5	5.7	(5.7)	(7.0)	(40.0)	(1.6)
Donations of heritage assets	3.6	–	–	–	–	–	3.6
Surplus on continuing operations after donations of heritage assets	14.5	34.5	5.7	(5.7)	(7.0)	(40.0)	2.0
Minority interests in results of subsidiary undertakings	–	–	(0.4)	–	–	–	(0.4)
Surplus on continuing operations after minority interest	14.5	34.5	5.3	(5.7)	(7.0)	(40.0)	1.6
Transfer from specific endowments	13.7	–	–	4.8	–	–	18.5
Surplus for the year retained within general reserves	28.2	34.5	5.3	(0.9)	(7.0)	(40.0)	20.1
Expenditure by activity							
Academic departments	233.1	–	–	–	–	–	233.1
Academic services	34.8	–	–	–	–	–	34.8
Payments to colleges	39.5	–	–	–	–	–	39.5
Research grants and contracts	222.0	–	–	–	–	–	222.0
Other activities total	50.2	230.9	217.5	–	–	(18.1)	480.5
Administration and central services total	76.5	–	–	21.5	–	(4.0)	94.0
Premises	80.3	–	–	–	–	–	80.3
Pension cost adjustments for CPS	–	–	–	–	7.0	–	7.0
Total expenditure	736.4	230.9	217.5	21.5	7.0	(22.1)	1,191.2
Segmental reporting: external income							
Education and research	747.3	–	–	15.8	–	(62.1)	701.0
Assessment	–	265.4	–	–	–	–	265.4
Press	–	–	223.2	–	–	–	223.2
Total	747.3	265.4	223.2	15.8	–	(62.1)	1,189.6
Segmental reporting: surplus before minority interest							
Education and research	14.5	–	–	(5.7)	–	(40.0)	(31.2)
Assessment	–	34.5	–	–	–	–	34.5
Press	–	–	5.7	–	–	–	5.7
Unallocated re Contributory Pension Scheme	–	–	–	–	(7.0)	–	(7.0)
Total	14.5	34.5	5.7	(5.7)	(7.0)	(40.0)	2.0

Section B: (continued) Summary of consolidation and segmental analysis**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES for the year ended 31 July 2010**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
Surplus on income and expenditure account	14.5	34.5	5.3	(5.7)	(7.0)	(40.0)	1.6
Increase in market value of investments							
Endowments	64.6	0.2	–	15.5	–	(1.7)	78.6
Reserves	30.2	8.4	–	8.5	–	41.4	88.5
New endowment capital	45.0	–	–	2.8	–	–	47.8
Gain arising on foreign currency translation	–	–	5.9	–	–	–	5.9
Actuarial loss	–	(0.4)	(0.8)	–	(6.4)	–	(7.6)
Total recognised gains relating to the year	154.3	42.7	10.4	21.1	(13.4)	(0.3)	214.8
Prior year adjustment	–	(18.8)	–	–	–	–	(18.8)
Total gains / (losses) since the last annual report	154.3	23.9	10.4	21.1	(13.4)	(0.3)	196.0
Reconciliation							
Opening reserves and endowments as previously reported	1,361.1	200.5	34.0	247.7	(183.0)	14.2	1,674.5
Total gains / (losses) since the last annual report	154.3	23.9	10.4	21.1	(13.4)	(0.3)	196.0
Closing reserves and endowments (excluding minority interests)	1,515.4	224.4	44.4	268.8	(196.4)	13.9	1,870.5

SUMMARY OF ELIMINATIONS**Income and expenditure**

	Income £m	Expenditure £m	Surplus £m
Transfer from Assessment to Chest	(14.9)	(14.9)	–
Transfer from Press to Chest	(3.0)	(3.0)	–
CUEF distribution from capital	(39.7)	–	(39.7)
Chest funding for Trusts	(4.2)	(4.2)	–
Deferred grant release on Press-funded buildings	(0.3)	–	(0.3)
	(62.1)	(22.1)	(40.0)

Balance sheet: assets and liabilities

	Fixed asset investments £m	Endowment assets £m	Current assets £m	Current liabilities £m	Net assets £m
Special Funds reclassified as reserves as contributed by:					
Press	11.4	(11.4)	–	–	–
Assessment (RCEAL)	8.1	(8.4)	0.3	–	–
Transfer from Assessment to Chest accrued at 31 July 2010			(14.9)	14.9	–
Transfer from Press to Chest accrued at 31 July 2010			(2.6)	2.6	–
Other inter-segment balances			(1.0)	1.0	–
Investments held on behalf of associated bodies:					
University Endowment Fund			(208.0)	208.0	–
Deposit Fund			(86.4)	86.4	–
	19.5	(19.8)	(312.6)	312.9	–

Balance sheet: funds

	Deferred grants £m	Expendable endowments £m	Reserves £m	Total £m
Special Funds reclassified as reserves as contributed by:				
Press	–	(11.4)	11.4	–
Assessment (RCEAL)	–	(8.4)	8.4	–
Deferred grant on Press-funded buildings	(13.9)	–	13.9	–
	(13.9)	(19.8)	33.7	–

Section B: (continued) Summary of consolidation and segmental analysis
BALANCE SHEET AT 31 JULY 2010

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
Fixed assets							
Tangible assets	972.6	78.1	49.6	0.1	–	–	1,100.4
Intangible assets	–	–	3.0	–	–	–	3.0
Investments	295.5	108.3	2.6	91.9	–	19.5	517.8
	1,268.1	186.4	55.2	92.0	–	19.5	1,621.2
Endowment assets	757.3	4.2	–	170.0	–	(19.8)	911.7
Current assets							
Stocks and work in progress	1.5	–	57.1	–	–	–	58.6
Debtors	124.4	68.6	67.7	1.8	–	(18.9)	243.6
Investments							
University	160.2	73.4	–	4.9	–	0.7	239.2
Held on behalf of others	312.3	–	–	–	–	(294.4)	17.9
Cash at bank and in hand	11.8	2.0	20.4	4.4	–	–	38.6
	610.2	144.0	145.2	11.1	–	(312.6)	597.9
Creditors: amounts falling due within one year	(563.3)	(109.3)	(56.8)	(4.3)	–	312.9	(420.8)
Net current assets	46.9	34.7	88.4	6.8	–	0.3	177.1
Total assets less current liabilities	2,072.3	225.3	143.6	268.8	–	–	2,710.0
Creditors: amounts falling due after more than one year	–	–	(5.7)	–	–	–	(5.7)
Pension liabilities	–	(0.9)	(77.1)	–	(196.4)	–	(274.4)
Other post-retirement benefit liability	–	–	(15.1)	–	–	–	(15.1)
Total net assets	2,072.3	224.4	45.7	268.8	(196.4)	–	2,414.8
Represented by:							
Deferred capital grants	556.9	–	–	–	–	(13.9)	543.0
Endowments							
Expendable endowments	165.6	4.2	–	169.1	–	(19.8)	319.1
Permanent endowments	591.7	–	–	0.9	–	–	592.6
	757.3	4.2	–	170.0	–	(19.8)	911.7
Reserves							
General reserves	563.5	207.9	44.4	88.2	(196.4)	31.5	739.1
Operational property revaluation reserve	139.2	–	–	–	–	–	139.2
Fixed asset investment revaluation reserve	55.4	12.3	–	10.6	–	2.2	80.5
	758.1	220.2	44.4	98.8	(196.4)	33.7	958.8
Minority interest in subsidiary undertakings	–	–	1.3	–	–	–	1.3
Total	2,072.3	224.4	45.7	268.8	(196.4)	–	2,414.8
Segmental reporting: net assets							
Education and research	2,072.3	–	–	268.8	–	–	2,341.1
Assessment	–	224.4	–	–	–	–	224.4
Press	–	–	45.7	–	–	–	45.7
Unallocated re Contributory Pension Scheme	–	–	–	–	(196.4)	–	(196.4)
Total	2,072.3	224.4	45.7	268.8	(196.4)	–	2,414.8