

## 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	This consists of the Cambridge University Press Syndicate and subsidiary undertakings.
Trusts	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 Cambridge Investment Limited Cambridge Investment Management Limited IfM Education and Consultancy Services Limited Cambridge University Technical Services Limited Challenge Fund Trading Company Limited Fitzwilliam Museum (Enterprises) Limited JBS Executive Education Limited Lynxvale Limited Cambridge Programme for Sustainability Leadership (Australia) Cambridge Programme for Sustainability Leadership (South Africa)
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 Cambridge ESOL 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 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 Panama SA 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: Summary of consolidation and segmental analysis (continued)**  
**CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT for the year ended 31 July 2011**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
<b>Income</b>							
Funding body grants	203.5	–	–	–	–	–	203.5
Academic fees and support grants	127.3	–	–	–	–	–	127.3
Research grants and contracts	283.7	–	–	–	–	–	283.7
Examination and assessment services	–	266.2	–	–	–	–	266.2
Publishing services	–	–	227.2	–	–	–	227.2
Other income	128.5	2.1	8.1	7.4	–	(19.6)	126.5
Endowment and investment income	49.1	5.6	0.2	10.1	–	(48.0)	17.0
<b>Total income</b>	<b>792.1</b>	<b>273.9</b>	<b>235.5</b>	<b>17.5</b>	<b>–</b>	<b>(67.6)</b>	<b>1,251.4</b>
<b>Expenditure</b>							
Staff costs	420.3	73.3	75.4	1.1	0.8	–	570.9
Other operating expenses	300.9	156.4	150.6	20.5	–	(19.3)	609.1
Depreciation	54.4	11.3	5.3	–	–	–	71.0
Interest payable	–	–	4.2	–	5.8	–	10.0
<b>Total expenditure</b>	<b>775.6</b>	<b>241.0</b>	<b>235.5</b>	<b>21.6</b>	<b>6.6</b>	<b>(19.3)</b>	<b>1,261.0</b>
<b>Surplus / (deficit) on continuing operations</b>	<b>16.5</b>	<b>32.9</b>	<b>–</b>	<b>(4.1)</b>	<b>(6.6)</b>	<b>(48.3)</b>	<b>(9.6)</b>
<b>Minority interests in results of subsidiary undertakings</b>		–	(0.3)	–	–	–	(0.3)
	16.5	32.9	(0.3)	(4.1)	(6.6)	(48.3)	(9.9)
<b>Transfer from specific endowments</b>	<b>8.8</b>	–	–	<b>4.3</b>	–	<b>0.2</b>	<b>13.3</b>
<b>Surplus for the year retained within general reserves</b>	<b>25.3</b>	<b>32.9</b>	<b>(0.3)</b>	<b>0.2</b>	<b>(6.6)</b>	<b>(48.1)</b>	<b>3.4</b>
<b>Expenditure by activity</b>							
Academic departments	244.2	–	–	–	–	–	244.2
Academic services	37.0	–	–	–	–	–	37.0
Payments to colleges	40.8	–	–	–	–	–	40.8
Research grants and contracts	237.0	–	–	–	–	–	237.0
Other activities total	46.4	241.0	235.5	–	–	(14.9)	508.0
Administration and central services total	83.1	–	–	21.6	–	(4.4)	100.3
Premises	81.7	–	–	–	–	–	81.7
Voluntary severance scheme	5.4	–	–	–	–	–	5.4
Pension cost adjustments for CPS	–	–	–	–	6.6	–	6.6
<b>Total expenditure</b>	<b>775.6</b>	<b>241.0</b>	<b>235.5</b>	<b>21.6</b>	<b>6.6</b>	<b>(19.3)</b>	<b>1,261.0</b>
<b>Segmental reporting: external income</b>							
Education and research	792.1	–	–	17.5	–	(67.6)	742.0
Assessment	–	273.9	–	–	–	–	273.9
Press	–	–	235.5	–	–	–	235.5
<b>Total</b>	<b>792.1</b>	<b>273.9</b>	<b>235.5</b>	<b>17.5</b>	<b>–</b>	<b>(67.6)</b>	<b>1,251.4</b>
<b>Segmental reporting: surplus before minority interest</b>							
Education and research	16.5	–	–	(4.1)	–	(48.3)	(35.9)
Assessment	–	32.9	–	–	–	–	32.9
Press	–	–	–	–	–	–	–
Unallocated re Contributory Pension Scheme	–	–	–	–	(6.6)	–	(6.6)
<b>Total</b>	<b>16.5</b>	<b>32.9</b>	<b>–</b>	<b>(4.1)</b>	<b>(6.6)</b>	<b>(48.3)</b>	<b>(9.6)</b>

**Section B: Summary of consolidation and segmental analysis (continued)**  
**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES for the year ended 31 July 2011**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
(Deficit) / surplus on income and expenditure account	16.5	32.9	(0.3)	(4.1)	(6.6)	(48.3)	(9.9)
Increase in market value of investments							
Endowments	58.9	0.3	–	13.4	–	(1.6)	71.0
Reserves	23.3	8.0	(1.4)	7.5	–	49.5	86.9
New endowment capital	45.4	–	–	3.7	–	–	49.1
Loss arising on foreign currency translation	–	–	(3.6)	–	–	–	(3.6)
Actuarial loss	–	(0.7)	(3.2)	–	(25.6)	–	(29.5)
<b>Total recognised gains / (losses) relating to the year</b>	<b>144.1</b>	<b>40.5</b>	<b>(8.5)</b>	<b>20.5</b>	<b>(32.2)</b>	<b>(0.4)</b>	<b>164.0</b>
<b>Total gains / (losses) since the last annual report</b>	<b>144.1</b>	<b>40.5</b>	<b>(8.5)</b>	<b>20.5</b>	<b>(32.2)</b>	<b>(0.4)</b>	<b>164.0</b>
<b>Reconciliation</b>							
Opening reserves and endowments	1,515.4	224.4	44.2	269.0	(196.4)	13.9	1,870.5
Total gains / (losses) since the last annual report	144.1	40.5	(8.5)	20.5	(32.2)	(0.4)	164.0
Closing reserves and endowments (excluding minority interests)	1,659.5	264.9	35.7	289.5	(228.6)	13.5	2,034.5

**SUMMARY OF ELIMINATIONS**

Income and expenditure	Income £m	Expenditure £m	Surplus £m
Transfer from Assessment to Chest	(14.7)	(14.7)	–
CUEF distribution from capital	(48.0)	–	(48.0)
Chest funding for Trusts	(4.6)	(4.6)	–
Deferred grant release on Press-funded buildings	(0.3)	–	(0.3)
	<b>(67.6)</b>	<b>(19.3)</b>	<b>(48.3)</b>

**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	12.3	(12.3)	–	–	–
Assessment (RCEAL)	8.8	(9.2)	0.4	–	–
Transfer from Assessment to Chest accrued at 31 July 2011			(14.7)	14.7	–
Transfer from Press to Chest accrued at 31 July 2011			(1.6)	1.6	–
Other inter-segment balances			(0.5)	0.5	–
Investments held on behalf of associated bodies:					
University Endowment Fund			(430.3)	430.3	–
Deposit Fund			(39.1)	39.1	–
	<b>21.1</b>	<b>(21.5)</b>	<b>(485.8)</b>	<b>486.2</b>	<b>–</b>

**Balance sheet: funds**

	Deferred grants £m	Expendable endowments £m	Reserves £m	Total £m
Special Funds reclassified as reserves as contributed by:				
Press	–	(12.3)	12.3	–
Assessment (RCEAL)	–	(9.2)	9.2	–
Deferred grant on Press-funded buildings	(13.5)	–	13.5	–
	<b>(13.5)</b>	<b>(21.5)</b>	<b>35.0</b>	<b>–</b>

**Section B: Summary of consolidation and segmental analysis (continued)**  
**BALANCE SHEET AT 31 JULY 2011**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
<b>Fixed assets</b>							
Tangible assets	991.8	88.9	48.6	0.1	–	–	1,129.4
Intangible assets	–	–	2.2	–	–	–	2.2
Investments	374.1	166.3	(0.8)	100.5	–	21.1	661.2
	1,365.9	255.2	50.0	100.6	–	21.1	1,792.8
<b>Endowment assets</b>	852.8	4.4	–	182.8	–	(21.5)	1,018.5
<b>Current assets</b>							
Stocks and work in progress	1.5	–	52.8	–	–	–	54.3
Debtors	116.9	64.9	77.5	1.0	–	(16.8)	243.5
Investments	–	–	–	–	–	–	–
University	138.9	40.3	–	5.8	–	0.4	185.4
Held on behalf of others	493.8	–	–	–	–	(469.4)	24.4
Cash at bank and in hand	15.9	3.2	23.3	4.9	–	–	47.3
	767.0	108.4	153.6	11.7	–	(485.8)	554.9
<b>Creditors: amounts falling due within one year</b>	(759.2)	(103.1)	(66.6)	(5.2)	–	486.2	(447.9)
<b>Net current assets</b>	7.8	5.3	87.0	6.5	–	0.4	107.0
<b>Total assets less current liabilities</b>	2,226.5	264.9	137.0	289.9	–	–	2,918.3
<b>Creditors: amounts falling due after more than one year</b>	–	–	(4.4)	(0.4)	–	–	(4.8)
<b>Pension liabilities</b>	–	–	(79.5)	–	(228.6)	–	(308.1)
<b>Other post-retirement benefit liability</b>	–	–	(15.9)	–	–	–	(15.9)
<b>Total net assets</b>	2,226.5	264.9	37.2	289.5	(228.6)	–	2,589.5
<b>Represented by:</b>							
<b>Deferred capital grants</b>	567.0	–	–	–	–	(13.5)	553.5
<b>Endowments</b>							
Expendable endowments	187.2	4.4	–	181.5	–	(21.5)	351.6
Permanent endowments	665.6	–	–	1.3	–	–	666.9
	852.8	4.4	–	182.8	–	(21.5)	1,018.5
<b>Reserves</b>							
General reserves	596.3	235.3	37.1	91.2	(228.6)	31.8	763.1
Operational property revaluation reserve	133.2	–	–	–	–	–	133.2
Fixed asset investment revaluation reserve	77.2	25.2	(1.4)	15.5	–	3.2	119.7
	806.7	260.5	35.7	106.7	(228.6)	35.0	1,016.0
<b>Minority interest in subsidiary undertakings</b>	–	–	1.5	–	–	–	1.5
<b>Total</b>	2,226.5	264.9	37.2	289.5	(228.6)	–	2,589.5
<b>Segmental reporting: net assets</b>							
Education and research	2,226.5	–	–	289.5	–	–	2,516.0
Assessment	–	264.9	–	–	–	–	264.9
Press	–	–	37.2	–	–	–	37.2
Unallocated re Contributory Pension Scheme	–	–	–	–	(228.6)	–	(228.6)
<b>Total</b>	2,226.5	264.9	37.2	289.5	(228.6)	–	2,589.5