

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 the Cambridge Commonwealth, European and International Trust.
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 capital contributions, but in the
Total	This is the total of the other five columns and is presented in the audited financial statements for the University Group.

Subsidiary undertakings included in the respective columns:

Academic	<ul style="list-style-type: none"> Cambridge Enterprise Limited Cambridge Investment Limited Cambridge Investment Management Limited Cambridge Sustainability Limited Cambridge Institute for Sustainability Leadership (Australia) Cambridge Institute for Sustainability Leadership (South Africa) NPC Cambridge Institute for Sustainability Leadership (Belgium) Cambridge University Technical Services Limited Cambridge Centre for Advanced Research and Education in Singapore Limited The Dennis S Avery and Sally Tsui Wong-Avery Endowment Trust Fitzwilliam Museum (Enterprises) Limited IFM Education and Consultancy Services Limited JBS Executive Education Limited Lynxvale Limited Foundation for Genomics and Population Health UTS Cambridge Portal Estate Management Core Sustainable Heat Management Limited Lodge Property Services Ltd Storeys Field Community Trust Cambridge University International Holdings Ltd Cambridge India Research Foundation Cambridge University Research and Innovation (Nanjing) Ltd Cambridge University Nanjing Centre of Technology and Innovation Ltd Light Blue Fibre Limited Cambridge& Ltd
Trusts	<ul style="list-style-type: none"> Gates Cambridge Trust Cambridge Commonwealth, European and International Trust

Assessment	Cambridge Assessment Overseas Limited Cambridge Assessment Singapore Cambridge Avaliacao Representacao e Promocao Ltda Cambridge Consulting (Beijing) Co. Ltd Cambridge Assessment Inc Cambridge English (Aus) Cambridge Boxhill Language Pty Limited Cambridge Michigan Language Assessment LLC (USA) Cambridge Assessment India Private Limited Cambridge Assessment Pakistan Private Limited Fundacion UCLES Oxford and Cambridge International Assessment Services Limited The West Midlands Examinations Board Oxford Cambridge and RSA Examinations Cambridge Assessment Japan Foundation IELTS Inc USA IELTS UK Services Ltd Cambridge ClassServer LLP English Language iTutoring Limited
Press	Academic Journal Publishing Pty Limited Australian Academic Press Pty Limited Cambridge Daigaku Shuppan KK Cambridge Knowledge (China) Limited Cambridge University Press (Greece) MEPE Cambridge University Press (Holdings) Limited Cambridge University Press India Private Limited Cambridge University Press Nigeria Limited Cambridge University Press Operations Limited Cambridge University Press Satış ve Dağıtım Ticaret Limited Şirketi Cambridge University Press Turkey Satış Destek Limited Sirketi Cambridge University Press South Africa Proprietary Limited Cambridge Learning Limited Editorial Edicambridge Cia Ltda Digital Services Cambridge Limited ELT Trading SA de CV HOTmaths Pty Limited United Publishers Services Limited Oncoweb Limited Cambridge-Obeikan Company Limited English Language iTutoring Limited Cambridge ClassServer LLP

Consolidated statement of comprehensive income for the year ended 31 July 2020

	Academic Group £m	Assessment £m	Press £m	Trusts £m	Elimination £m	Total £m
Income						
Tuition fees and education contracts	334.5	–	–	–	–	334.5
Funding body grants	204.7	–	–	–	–	204.7
Research grants and contracts	579.4	–	–	–	–	579.4
Examination and assessment services	–	377.4	–	–	–	377.4
Publishing services	–	–	317.8	–	(0.1)	317.7
Donations and endowments	74.0	–	–	11.5	(0.1)	85.4
Other income	367.4	20.5	7.9	13.6	(255.2)	154.2
Investment income	100.9	6.3	1.2	17.1	(103.9)	21.6
Total income	1,660.9	404.2	326.9	42.2	(359.3)	2,074.9
Expenditure						
Staff Costs						
- Staff Costs excluding impact of USS deficit recovery	686.6	142.7	119.4	1.2	(0.1)	949.8
- USS deficit recovery	(140.3)	(20.1)	–	–	–	(160.4)
	546.3	122.6	119.4	1.2	(0.1)	789.4
Other operating expenses	503.5	439.1	204.6	43.1	(257.5)	932.8
Depreciation	90.4	12.4	4.1	–	(0.1)	106.8
Interest and other finance costs	137.2	0.8	2.8	–	–	140.8
Total expenditure	1,277.4	574.9	330.9	44.3	(257.7)	1,969.8
Surplus / (deficit) before other gains and losses and share of surplus / (deficit) in joint ventures and associates	383.5	(170.7)	(4.0)	(2.1)	(101.6)	105.1
Share of operating surplus / (deficit) in joint ventures and associates	(0.2)	(0.6)	–	–	–	(0.8)
Gain / (loss) on disposal of fixed assets	5.1	(0.3)	(0.1)	–	–	4.7
Gain / (loss) on other investments	(108.4)	(2.1)	(2.8)	(21.7)	103.9	(31.1)
Gain on investment property	8.8	–	–	–	–	8.8
Surplus / (deficit) before tax	288.8	(173.7)	(6.9)	(23.8)	2.3	86.7
Taxation	–	(0.4)	(1.6)	–	–	(2.0)
Surplus / (deficit) for the year	288.8	(174.1)	(8.5)	(23.8)	2.3	84.7
Actuarial loss	(120.1)	–	(36.7)	–	–	(156.8)
Gain / (loss) arising on foreign currency translation	–	(0.8)	(3.2)	–	1.2	(2.8)
Other comprehensive income	–	0.7	–	–	(0.7)	–
Total comprehensive income / (expense) for the year	168.7	(174.2)	(48.4)	(23.8)	2.8	(74.9)
Represented by:						
Endowment comprehensive income / (expense) for the year	(28.0)	(0.2)	–	(13.4)	2.8	(38.8)
Restricted comprehensive income for the year	126.7	–	–	(0.5)	–	126.2
Unrestricted comprehensive income / (expense) for the year	70.0	(174.0)	(48.4)	(9.9)	–	(162.3)
	168.7	(174.2)	* (48.4)	(23.8)	2.8	(74.9)

Note:

Figures marked * on this page and the next reflect adjustments where Group accounting policies differ from those adopted by the individual segments:

- Software assets are included in fixed assets in the Academic University accounts, but in intangible assets in the group financial statements. Amortisation of intangible assets is included in other operating expenses.
- The UK operational properties of the Press are carried in the Group financial statements on the same basis as those of the Academic University and Cambridge Assessment reflecting the 1 August 2014 valuation. An uplift has therefore been applied to the book values in the Press' own accounts, which has affected the depreciation charge.

Eliminations: income and expenditure

	Income	Expenditure	Investment	Other
	£m	£m	gain	comprehensive
	£m	£m	£m	Income
				£m
Transfer from Assessment to Academic University based on Assessment's results	(15.1)	(15.1)	–	–
CUEF unit transfer from Assessment to Academic University	(177.5)	(177.5)	–	–
'Special' cash transfer from Assessment to Academic University	(30.0)	(30.0)	–	–
Other Intercompany sales and purchases	(7.1)	(7.1)	–	–
Transfer from Press to Academic University based on Press's results	(2.0)	(2.0)	–	–
CUEF unit transfer from Press to Academic University	(10.0)	(10.0)	–	–
Grants and donations from Academic University to Cambridge Trust	(13.7)	(13.7)	–	–
University fee element of movement in accrued scholar payments	–	(2.2)	–	–
CUEF distribution from capital	(103.9)	–	103.9	–
Elimination of Press associate which is held as a subsidiary at Group level	–	–	–	0.5
Depreciation on asset included in Academic University and Assessment	–	(0.1)	–	–
	(359.3)	(257.7)	103.9	0.5

Consolidated statement of financial position as at 31 July 2020

	Academic Group £m	Assessment £m	Press £m	Trusts £m	Elimination £m	Total £m
Non-current assets						
Intangible assets and goodwill	0.4	61.4	38.2	–	0.1	100.1
Fixed assets	2,335.2	255.8	66.8	0.1	(16.6)	2,641.3
Heritage assets	73.6	–	–	–	–	73.6
Investments						
- Other Investments	2,583.3	76.9	0.4	451.8	–	3,112.4
- Investment property	574.8	–	–	–	–	574.8
- Investments in joint ventures	0.4	7.9	0.4	–	(0.4)	8.3
- Investments in associates	–	0.8	–	–	–	0.8
	5,567.7	402.8	105.8	451.9	(16.9)	6,511.3
Current assets						
Stocks and work in progress	1.8	–	48.4	–	–	50.2
Trade and other receivables	214.2	90.1	115.5	1.9	(28.9)	392.8
Investments	958.0	–	–	–	(524.8)	433.2
Cash and cash equivalents	781.4	181.0	67.8	14.4	(155.7)	888.9
	1,955.4	271.1	231.7	16.3	(709.4)	1,765.1
Creditors: amounts falling due within one year	(1,431.0)	(119.5)	(113.7)	(26.4)	724.0	(966.6)
Net current assets	524.4	151.6	118.0	(10.1)	14.6	798.5
Total assets less current liabilities	6,092.1	554.4	223.8	441.8	(2.3)	7,309.8
Creditors: amounts falling due after more than one year	(1,096.1)	(5.1)	–	(17.4)	9.3	(1,109.3)
Pension liabilities	(936.7)	(26.5)	(140.5)	–	–	(1,103.7)
Other retirement benefits liabilities	–	–	(27.8)	–	–	(27.8)
Total net assets	4,059.3	522.8	55.5	424.4	7.0	5,069.0
Restricted reserves						
Income and expenditure reserve - endowment	1,679.9	6.5	–	292.0	(45.9)	1,932.5
Income and expenditure reserve - restricted	153.1	–	–	0.4	–	153.5
Unrestricted reserves						
Income and expenditure reserve - unrestricted	2,226.3	516.3	55.5	132.0	52.9	2,983.0
Total reserves	4,059.3	522.8	55.5	424.4	7.0	5,069.0

Movement in net assets

Net assets at 1 August 2019	3,890.6	697.6	103.9	448.2	4.5	5,144.8
Comprehensive income for the year ended 31 July 2020	168.7	(174.2)	(48.4)	(23.8)	2.8	(74.9)
Dividend paid to non-controlling interest	–	(1.2)	–	–	–	(1.2)
Acquisition of non-controlling interest	–	0.6	–	–	(0.3)	0.3
Net assets at 31 July 2020 as above	4,059.3	522.8	55.5	424.4	7.0	5,069.0

Eliminations: Statement of financial position**Fixed assets including non current asset investments**

Surplus recognised in Press on disposal of Edinburgh Building to Assessment	(12.8)
Part of Data Centre building included in Academic and Assessment	(3.9)
Elimination of Press associate which is held as a subsidiary at Group level	(0.2)
Reclassification of assets between tangibles and intangibles	0.1
Reclassification of assets between tangibles and intangibles	(0.1)
	(16.9)

Current assets	Receivables	Investments	Cash equivalents	Total
Transfer from Assessment to Academic based on Assessment results	(15.1)	–	–	(15.1)
Transfer from Press to Academic based on Press results	(2.0)	–	–	(2.0)
Other inter-segment balances	(11.8)	–	–	(11.8)
Investments held on behalf of associated bodies and subsidiary undertakings	–	(524.8)	(155.7)	(680.5)
	(28.9)	(524.8)	(155.7)	(709.4)

Current liabilities

Transfer from Assessment to Academic based on Assessment results	15.1
Transfer from Press to Academic based on Press results	2.0
Other inter-segment balances	11.4
University fee element of accrued scholar payments	14.5
Amounts owed to associated bodies	681.0
	724.0

Creditors: amounts falling due after more than one year

University fee element of movement in accrued scholar payments	8.9
Elimination of Press associate which is held as a subsidiary at Group level	0.4
	9.3

Endowment reserves

Special funds in Academic contributed by Press and Assessment	(35.5)
Reclassify the Trust endowments from Assessment to unrestricted	(11.5)
Eliminate Trust student fee accrual from reserves (Gates)	1.1
	(45.9)

Unrestricted reserves

Net assets eliminations as above	1.1
Special funds in Academic contributed by Press and Assessment	35.5
Reclassify the Trust endowments from Assessment to unrestricted	11.5
Eliminate Trust student fee accrual from reserves (Commonwealth, European and International)	4.8
	52.9