

Section A: (ii) 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 Manufacturing Industry Links Limited Cambridge University Environmental Projects Limited Cambridge University Technical Services Limited Challenge Fund Trading Company Limited Cory Enterprises Limited Fitzwilliam Museum Enterprises Limited Lynxvale Limited
Trusts	Cambridge Overseas Trust Cambridge Commonwealth Trust Gates Cambridge Trust Cambridge European Trust Malaysian Commonwealth Studies Centre in Cambridge The Cambridge Foundation
Assessment	Cambridge Examinations Inc Mill Wharf Limited Oxford and Cambridge International Assessment Oxford Cambridge and RSA Examinations RSA Examinations Board Sandonian Properties Limited The West Midlands Examinations Board
Press	Cambridge Knowledge (China) Limited Cambridge University Press (Holdings) Limited Cambridge University Press India Private Limited Cambridge University Press Japan KK Cambridge-Hitachisoft Educational Solutions PLC Greenwich Medical Media Limited Oncoweb Limited Prescribing Professionals Network Limited

Section A: (ii) Summary of consolidation and segmental analysis (continued)**CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
Income							
Funding Council grants	178.1	–	–	–	–	–	178.1
Academic fees and support grants	59.0	–	–	–	–	–	59.0
Research grants and contracts	203.9	–	–	–	–	–	203.9
Examination and assessment services	–	169.5	–	–	–	–	169.5
Publishing and printing services	–	–	152.0	–	–	(10.2)	141.8
Other income	90.3	0.4	0.3	7.3	–	(7.4)	90.9
Endowment and investment income	32.3	3.3	1.7	9.1	1.1	–	47.5
Total income	563.6	173.2	154.0	16.4	1.1	(17.6)	890.7
Expenditure							
Staff costs	300.8	52.4	50.6	1.0	2.8	–	407.6
Other operating expenses	218.0	115.7	101.4	14.5	–	(18.9)	430.7
Depreciation	37.8	3.7	2.2	–	–	–	43.7
Interest payable	–	–	0.4	–	–	–	0.4
Total expenditure	556.6	171.8	154.6	15.5	2.8	(18.9)	882.4
Surplus / (deficit) on continuing operations before exceptional items	7.0	1.4	(0.6)	0.9	(1.7)	1.3	8.3
Exceptional items: gain on sale of tangible fixed assets	2.1	–	4.4	–	–	–	6.5
Surplus on continuing operations after exceptional items	9.1	1.4	3.8	0.9	(1.7)	1.3	14.8
Minority interests in results of subsidiary undertakings	–	–	0.7	–	–	–	0.7
Surplus on continuing operations after minority interest	9.1	1.4	4.5	0.9	(1.7)	1.3	15.5
Transfer to accumulated income within specific endowments	(2.6)	(0.5)	–	(0.3)	–	–	(3.4)
Surplus for the year retained within general reserves	6.5	0.9	4.5	0.6	(1.7)	1.3	12.1
Expenditure by activity							
Academic departments	173.5	–	–	–	–	–	173.5
Academic services	29.9	–	–	–	–	–	29.9
Payments to colleges	34.1	–	–	–	–	–	34.1
Research grants and contracts	173.0	–	–	–	–	–	173.0
Other activities total	36.7	165.1	149.4	–	–	(13.7)	337.5
Administration and central services total	53.2	–	2.3	15.5	2.8	(5.2)	68.6
Premises	56.2	6.7	2.9	–	–	–	65.8
Total expenditure	556.6	171.8	154.6	15.5	2.8	(18.9)	882.4
Segmental reporting: external income							
Education and research	563.6	–	–	16.4	–	(8.3)	571.7
Assessment	–	173.2	–	–	–	–	173.2
Press	–	–	154.0	–	–	(9.3)	144.7
Unallocated re Contributory Pension Scheme	–	–	–	–	1.1	–	1.1
Total	563.6	173.2	154.0	16.4	1.1	(17.6)	890.7
Segmental reporting: surplus							
Education and research	9.1	–	–	0.9	–	0.8	10.8
Assessment	–	1.4	–	–	–	–	1.4
Press	–	–	4.5	–	–	0.5	5.0
Unallocated re Contributory Pension Scheme	–	–	–	–	(1.7)	–	(1.7)
Total	9.1	1.4	4.5	0.9	(1.7)	1.3	15.5

Section A: (ii) Summary of consolidation and segmental analysis (continued)**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
Surplus on income and expenditure account	9.1	1.4	4.5	0.9	(1.7)	1.3	15.5
Increase in market value of investments							
Endowments	56.8	1.4	–	15.7	–	(1.7)	72.2
Reserves	19.6	5.6	2.7	11.2	–	1.8	40.9
New endowment capital	24.9	–	–	–	–	(1.5)	23.4
Gain arising on foreign currency translation	–	–	0.5	–	–	–	0.5
Actuarial gain / (loss)	–	(0.1)	2.1	–	(13.3)	–	(11.3)
Total recognised gains relating to the year	110.4	8.3	9.8	27.8	(15.0)	(0.1)	141.2
Prior year adjustments:							
Endowments	–	–	–	–	–	(8.6)	(8.6)
Reserves	–	–	80.7	–	–	22.8	103.5
Total gains / (losses) since the last annual report	110.4	8.3	90.5	27.8	(15.0)	14.1	236.1
Reconciliation							
Opening reserves and endowments as previously stated	1,177.0	147.9	–	256.8	(82.8)	–	1,498.9
Total gains / (losses) since the last annual report	110.4	8.3	90.5	27.8	(15.0)	14.1	236.1
Closing reserves and endowments (excluding minority interests)	1,287.4	156.2	90.5	284.6	(97.8)	14.1	1,735.0

Section A: (ii) Summary of consolidation and segmental analysis (continued)**BALANCE SHEET**

	Academic £m	Assessment £m	Press £m	Trusts £m	CPS £m	Elimination £m	Total £m
Fixed assets							
Tangible assets	835.2	58.2	35.8	1.6	–	–	930.8
Intangible assets	–	–	8.0	–	–	–	8.0
Investments	145.9	53.8	25.6	95.6	–	–	320.9
	981.1	112.0	69.4	97.2	–	–	1,259.7
Endowment asset investments	630.5	18.6	–	174.8	–	(19.8)	804.1
Current assets							
Stocks and work in progress	0.3	1.0	37.2	–	–	–	38.5
Debtors	86.9	41.5	44.8	2.7	–	(0.5)	175.4
Investments							
University	204.2	27.7	–	11.3	–	19.8	263.0
Held on behalf of others	177.0	–	–	–	–	(171.7)	5.3
Cash at bank and in hand	5.6	2.8	17.2	2.1	–	–	27.7
	474.0	73.0	99.2	16.1	–	(152.4)	509.9
Creditors: amounts falling due within one year	(347.2)	(45.2)	(48.8)	(3.5)	–	172.2	(272.5)
Net current assets	126.8	27.8	50.4	12.6	–	19.8	237.4
Total assets less current liabilities	1,738.4	158.4	119.8	284.6	–	–	2,301.2
Creditors: amounts falling due after more than one year	–	–	(3.2)	–	–	–	(3.2)
Pension liability	–	(2.2)	(27.0)	–	(97.8)	–	(127.0)
Total net assets	1,738.4	156.2	89.6	284.6	(97.8)	–	2,171.0
Represented by:							
Deferred capital grants	451.0	–	–	–	–	(14.1)	436.9
Endowments							
Specific endowments	622.8	18.6	–	174.8	–	(19.8)	796.4
General endowments	7.7	–	–	–	–	–	7.7
	630.5	18.6	–	174.8	–	(19.8)	804.1
Reserves							
General reserves	493.5	137.6	90.5	109.8	(97.8)	33.9	767.5
Revaluation reserve	163.4	–	–	–	–	–	163.4
	656.9	137.6	90.5	109.8	(97.8)	33.9	930.9
Minority interest in subsidiary undertakings	–	–	(0.9)	–	–	–	(0.9)
Total	1,738.4	156.2	89.6	284.6	(97.8)	–	2,171.0
Segmental reporting: net assets							
Education and research	1,738.4	–	–	284.6	–	–	2,023.0
Assessment	–	156.2	–	–	–	–	156.2
Press	–	–	89.6	–	–	–	89.6
Unallocated re Contributory Pension Scheme	–	–	–	–	(97.8)	–	(97.8)
Total	1,738.4	156.2	89.6	284.6	(97.8)	–	2,171.0