



TO: Audit Committee

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DATE: November 14, 2003 for November 26, 2003

AGENDA ITEM: 3

ITEM IDENTIFICATION:

Annual Report and Financial Statements of the University of Toronto Innovations Foundation 2002-2003

JURISDICTIONAL INFORMATION:

The Audit Committee reviews the Annual Report and the Financial Statements of the Innovations Foundation on behalf of the Business Board. Business Board is required by its terms of reference to consider, and where appropriate, to accept the annual reports and financial statements of the University's incorporated business ancillaries.

PREVIOUS ACTION TAKEN:

Last year's Annual Report and audited Financial Statements of the Foundation were received and accepted.

HIGHLIGHTS:

- The sale of commercialization of rights to Biox Corporation in fiscal year 2003 yielded revenue of \$1,250,000. Royalties and licence fees decreased by 63% to \$493,622 and distributions to inventors, the University and others decreased by 36% to \$468,170. However, revenue from the Exceler@tor increased 56%. Overall, the total revenue increased by 39%.

FINANCIAL AND/OR PLANNING IMPLICATIONS:

None

RECOMMENDATION:

It is recommended that the Audit Committee recommend for approval to the Business Board THAT the Annual Report and audited Financial Statements of the Innovations Foundation for the year ended April 30, 2003 be accepted.