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**Board of Governors**

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**Confidential minute of the sixty-fourth meeting held on  
Tuesday 2 May 2013**

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**886 Update on LSBF**

Paul Bowler reminded the Board that, having taken the decision to terminate the original joint venture with LSBF, the University had negotiated two agreements:

1. A settlement deed, [REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]
2. A new joint venture deed, which was to formalise the details of the University's relationship with LSBF going forward to termination of the overall deal.

s.41(2) Confidential

Paul reported that the new joint venture deed had still not been signed. LSBF had repeatedly said that they were satisfied with the document, but had then used a minor point of detail as an excuse not to sign.

Paul also reported that two invoices had been raised in respect of work undertaken for LSBF since the decision to terminate the overall arrangement. The first was for £327k due for payment at the end of February, and a second, for £429k, was due for payment very recently.

The Board noted that the Vice-Chancellor had spoken to Valery Kisilevsky, Group Managing Director of LSBF, on 4 April. During that conversation, Valery had agreed to pay the second invoice on time and sign the new joint venture agreement, with which he was satisfied. However, LSBF had neither paid the first invoice nor signed the new agreement. Instead they had refused to pay either invoice or to sign the agreement unless the first invoice was written off, [REDACTED]

s.43 Commercially Sensitive

Paul reported that LSBF were disputing the first invoice relating to the settlement agreement by querying whether "enrolment of a student" meant enrolment at LSBF or at LMU. [REDACTED]

s.42 Legal Advice

[REDACTED] He added that the University was currently awaiting more detailed advice about its next move, [REDACTED]

s.42 Litigation

s.43 Commercially Sensitive

The Board noted the current position.

**Certified to be a true record:-**

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**Chair, 4 July 2013**