

COMPANY REGISTRATION NUMBER 28242R

Unicorn Grocery Limited
Financial Statements
For the Year Ended
31 December 2015

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4
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Unicorn Grocery Limited
Financial Statements
Year Ended 31 December 2015

Contents	Pages
Legal and Administrative Details	1
Management Committee Report	2 to 3
Independent Auditor's Report to the Members	4 to 5
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8 to 15

Unicorn Grocery Limited

Legal and Administrative Details

Status

A registered society registered with the Financial Conduct Authority formed under the Industrial & Provident Societies Act 1965, now the Co-operative and Community Benefit Societies Act 2014.

Registered number: 28242R.

Registered Office

89 Albany Road
Chorlton
Manchester
M21 0BN

The Members

Abbie Kempson
Alan Williams
Baptiste Chadeyron
Ben Gould
Britta Werner
Callum Goff
Cyward Curran-Dumez
Damien Catelan
Daniel Rush
Dan Weston
Dan Holden
Danny Sharman
Dave Melling
David Moon
Debbie Clarke
Donna Siverns
Dvir Newman
Emil Green
Ewelina Chorazak
Eve Davidson
Fernanda A Prieto
Frith Overy-Ellis
Gio Infantino

James Trott
Jim Batty
Jo Scott
Joe Haydn
Joel Arthur
Jon Adams
John Connah
Jose Vazquez
Katarina Gabonayova
Kath Taylor
Kellie Bubble
Laura Marziali
Lawrence Beedle
Leah de Quattro
Lee Craggs
Lee Jones
Lisa McNair
Louise Moody
Marian Culshaw
Martyn Baldwin
Matt Thompson
Mijke Van Haasterecht
Musakib Hanif

Naomi Goodridge
Nick Rigg
Nina Gibson
Rhian Hopkin
Richard Redman
Russell Nicholson
Sam Clare
Sam Donnan
Sam Hardley
Steve Coote
Stuart Jones
Tauseef Humayuk
Tom Branson
Vic Knott
Viv Atherton

Company Secretary

Steve Coote

Auditor

Beever and Struthers
Chartered Accountants
& Statutory Auditor
St. George's House
215 - 219 Chester Road
Manchester
M15 4JE

Unicorn Grocery Limited

Management Committee Report

Year Ended 31 December 2015

The Management Committee present their report and the financial statements of the Society for the year ended 31 December 2015.

Statement of Management Committee' Responsibilities

The Management Committee is responsible for preparing the financial statements in accordance with applicable law and regulations.

The Co-operative and Community Benefit Society Act 2014 requires the Management Committee to prepare financial statements for each financial year. Under that law the Management Committee has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under the law the Management Committee must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Society and of the profit or loss of the Society for that year.

In preparing these financial statements, the Management Committee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The Management Committee is responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

All members of the Society are Members of the Management Committee. The members are listed on page 1.

Each of the persons who is a member at the date of approval of this report confirm that:

- so far as each member is aware, there is no relevant audit information of which the Society's auditor is unaware; and
- each member has taken all steps that they ought to have taken as a member to make themselves aware of any relevant audit information and to establish that the Society's auditor is aware of that information.

Unicorn Grocery Limited

Management Committee Report *(continued)*

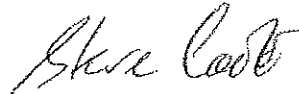
Year Ended 31 December 2015

Small Company Provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

Registered office:
89 Albany Road
Chorlton
Manchester
M21 0BN

Signed by order of the members



Steve Coote
Company Secretary

Approved by the members on 16.5.16.....

Unicorn Grocery Limited

Independent Auditor's Report to the Members of Unicorn Grocery Limited *(continued)*

Year Ended 31 December 2015

We have audited the financial statements of Unicorn Grocery Limited for the year ended 31 December 2015 which comprise the Profit and Loss Account, Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Society's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the Society's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Society and the Society's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of the Board and the Auditor

As explained more fully in the Statement of Management Committee's Responsibilities set out on page 2, the Management Committee is responsible for the preparation of the financial statements which give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Society's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Management Committee; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Management Committee Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on Financial Statements

In our opinion the financial statements:

- give a true and fair view of the state of the Society's affairs at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

Unicorn Grocery Limited

Independent Auditor's Report to the Members of Unicorn Grocery Limited *(continued)*

Year Ended 31 December 2015

Opinion on other matter prescribed by the Co-operative and Community Benefit Societies Act 2014

In our opinion the information given in the Management Committee Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 require us to report to you if, in our opinion:

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records and returns, or
- Certain disclosures of members' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The Members were not entitled to prepare the financial statements in accordance with the small companies' regime.

Beever and Struthers

SUE HUTCHINSON (Senior Statutory Auditor)
For and on behalf of
BEEVER AND STRUTHERS
Chartered Accountants
& Statutory Auditor

St. George's House
215 - 219 Chester Road
Manchester
M15 4JE

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26 July 2016

Unicorn Grocery Limited

Profit and Loss Account

Year Ended 31 December 2015

	Note	2015 £	2014 £
Turnover		6,781,654	6,099,880
Cost of sales		4,604,557	4,162,429
Gross profit		2,177,097	1,937,451
Administrative expenses		1,993,270	2,093,033
Other operating income	2	(8,223)	(4,450)
Operating profit/(loss)	3	192,050	(151,132)
Attributable to:			
Operating profit before exceptional items		192,050	225,972
Exceptional items	3	—	(377,104)
		192,050	(151,132)
Interest receivable		2,920	4,456
Interest payable and similar charges		(1,085)	(21,591)
Profit/(loss) on ordinary activities before taxation		193,885	(168,267)
Tax on profit/(loss) on ordinary activities	5	48,181	(12,696)
Profit/(loss) for the financial year		145,704	(155,571)

The notes on pages 8 to 15 form part of these financial statements.

Unicorn Grocery Limited

Balance Sheet

31 December 2015

		2015		2014	
	Note	£	£	£	£
Fixed assets					
Tangible assets	6		1,036,117		1,022,783
Investments	7		48,103		43,052
			1,084,220		1,065,835
Current assets					
Stocks	8	275,950		263,644	
Debtors	9	38,957		95,114	
Cash at bank and in hand		590,389		467,742	
			905,296		826,500
Creditors: amounts falling due within one year	10		296,439		346,257
Net current assets			608,857		480,243
Total assets less current liabilities			1,693,077		1,546,078
Creditors: amounts falling due after more than one year	11		46,458		53,438
Provisions for liabilities					
Deferred taxation	13		26,076		17,809
			1,620,543		1,474,831
Capital and reserves					
Called up equity share capital	16		61		53
Profit and loss account	17		1,620,482		1,474,778
Shareholders' funds			1,620,543		1,474,831

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

These accounts were approved by the members and authorised for issue on 16.5.16, and are signed on their behalf by:

Member VIC KNOTT

Secretary STEVE COOTE

Signature [Signature]

Signature [Signature]

Member ABBIE KEMPSON

Signature [Signature]

Company Registration Number: 28242R

The notes on pages 8 to 15 form part of these financial statements.

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

The turnover shown in the profit and loss account represents goods sold during the year, exclusive of Value Added Tax.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Land and buildings	-	2% straight line
Plant, equipment & fixtures	-	20 - 33% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension Costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

1. Accounting Policies *(continued)*

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial Instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument.

Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Investments

Fixed asset investments are stated at cost. On disposal of investments the difference between disposal proceeds and the carrying amounts of the investments are recognised in the Profit and Loss Account.

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

2. Other Operating Income

	2015	2014
	£	£
Rent receivable	2,600	1,123
Other operating income	<u>5,623</u>	<u>3,327</u>
	<u>8,223</u>	<u>4,450</u>

3. Operating Profit/(Loss)

Operating profit/(loss) is stated after charging:

	2015	2014
	£	£
Members' remuneration	1,299,611	1,115,074
Staff pension contributions	57,559	48,633
Depreciation of owned fixed assets	43,736	49,645
Loss on disposal of fixed assets	-	17,660
Auditor's fees	5,000	-
Refurbishment of freehold building	-	301,932
Backdated National Insurance Contributions	-	<u>75,172</u>

4. Members' Remuneration

The members' aggregate remuneration in respect of qualifying services were:

	2015	2014
	£	£
Aggregate remuneration	<u>1,299,611</u>	<u>1,115,074</u>

5. Taxation on Ordinary Activities

(a) Analysis of charge in the year

	2015	2014
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 20% (2014 - 21%)	35,000	-
Over/under provision in prior year	4,914	(30,505)
Total current tax	<u>39,914</u>	<u>(30,505)</u>
Deferred tax:		
Origination and reversal of timing differences (note 12)		
Capital allowances	<u>8,267</u>	<u>17,809</u>
Tax on profit/(loss) on ordinary activities	<u>48,181</u>	<u>(12,696)</u>

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

5. Taxation on Ordinary Activities *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 20% (2014 - 21%).

	2015 £	2014 £
Profit/(loss) on ordinary activities before taxation	<u>193,885</u>	<u>(168,267)</u>
Profit/(loss) on ordinary activities by rate of tax	38,777	(35,336)
Expenses not deductible for tax purposes	14,318	(29,765)
Capital allowances for period in excess of depreciation	(6,506)	4,091
Utilisation of tax losses	(1,761)	-
Adjustments to tax charge in respect of previous periods	<u>(4,914)</u>	<u>30,505</u>
Total current tax (note 5(a))	<u>39,914</u>	<u>(30,505)</u>

6. Tangible Assets

	Land and buildings £	Plant, equipment & fixtures £	Total £
Cost			
At 1 January 2015	1,371,891	236,306	1,608,197
Additions	-	57,070	57,070
At 31 December 2015	<u>1,371,891</u>	<u>293,376</u>	<u>1,665,267</u>
Depreciation			
At 1 January 2015	410,068	175,346	585,414
Charge for the year	15,272	28,464	43,736
At 31 December 2015	<u>425,340</u>	<u>203,810</u>	<u>629,150</u>
Net book value			
At 31 December 2015	<u>946,551</u>	<u>89,566</u>	<u>1,036,117</u>
At 31 December 2014	<u>961,823</u>	<u>60,960</u>	<u>1,022,783</u>

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

7. Investments

	Total
	£
Cost	
At 1 January 2015	43,052
Additions	5,051
At 31 December 2015	<u>48,103</u>
 Net book value	
At 31 December 2015	<u>48,103</u>
At 31 December 2014	<u>43,052</u>

8. Stocks

	2015	2014
	£	£
Stock	270,269	263,644
Payments on account	5,681	-
	<u>275,950</u>	<u>263,644</u>

9. Debtors

	2015	2014
	£	£
Trade debtors	2,903	240
Corporation tax	-	30,505
VAT recoverable	-	31,517
Other debtors	36,054	32,852
	<u>38,957</u>	<u>95,114</u>

The debtors above include the following amounts falling due after more than one year:

	2015	2014
	£	£
Other debtors	<u>7,624</u>	<u>10,874</u>

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

10. Creditors: amounts falling due within one year

	2015	2014
	£	£
Bank loans	6,920	6,828
Loan stock	10,323	10,321
Trade creditors	172,599	138,592
Corporation tax	38,277	-
Other taxation and social security	6,977	75,478
Other creditors	61,343	115,038
	<u>296,439</u>	<u>346,257</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2015	2014
	£	£
Bank loans	<u>6,920</u>	<u>6,828</u>

The bank loan is secured by a charge over the freehold property.

11. Creditors: amounts falling due after more than one year

	2015	2014
	£	£
Bank loans and overdrafts	<u>46,458</u>	<u>53,438</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2015	2014
	£	£
Bank loans and overdrafts	<u>46,458</u>	<u>53,438</u>

The bank loan is secured by a charge over the freehold property.

Included within creditors falling due after more than one year is an amount of £18,648 (2014 - £24,806) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

12. Pensions

The co-operative contributes to defined contribution schemes on behalf of its employees. The assets of these schemes are entirely separate to those of the co-operative. The pension cost shown represents contributions payable by the co-operative on behalf of the employees and it has no other liability to these schemes.

Payments to the pension scheme during the year were £57,559 (2014: £48,633). At the balance sheet date contributions totalling £653 (2014: £11,237) were outstanding.

13. Deferred Taxation

The movement in the deferred taxation provision during the year was:

	2015 £	2014 £
Provision brought forward	17,809	-
Profit and loss account movement arising during the year	8,267	17,809
Provision carried forward	<u>26,076</u>	<u>17,809</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2015 £	2014 £
Excess of taxation allowances over depreciation on fixed assets	26,076	17,809
	<u>26,076</u>	<u>17,809</u>

14. Commitments under Operating Leases

At 31 December 2015 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	2015 £	2014 £
Operating leases which expire:		
Within 2 to 5 years	<u>4,030</u>	<u>4,030</u>

Unicorn Grocery Limited
Notes to the Financial Statements
Year Ended 31 December 2015

15. Related Party Transactions

During the year the following related party transactions took place:

Co-operatives UK Limited, a company in which Britta Werner is a director, purchased goods totalling £1,433.

The Kindling Trust Limited, a company in which Debbie Clarke is a director, purchased goods totalling £58.

Moss Brook Growers Limited, a company in which Stuart Jones is a director, purchased goods totalling £33,549.

At the balance sheet date no amounts listed for the above were outstanding.

16. Share Capital

Allotted, called up and fully paid:

	2015		2014	
	No	£	No	£
Ordinary shares of £1 each	<u>61</u>	<u>61</u>	<u>53</u>	<u>53</u>

During the year ten ordinary £1 shares were issued at par value and two were cancelled.

17. Profit and Loss Account

	2015	2014
	£	£
Balance brought forward	1,474,778	1,630,349
Profit/(loss) for the financial year	145,704	(155,571)
Balance carried forward	<u>1,620,482</u>	<u>1,474,778</u>