

Unicorn Grocery Limited
Unaudited Financial Statements
31 December 2018

BEEVER AND STRUTHERS

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

Unicorn Grocery Limited
Financial Statements
Year Ended 31 December 2018

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Unicorn Grocery Limited
Legal and Administrative Details
Year Ended 31 December 2018

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

Members

Abbie Kempson
Ako Williamson
Alan Williams
Alice Rech
Amy Smith
Baptiste Chadeyron
Ben Gould
Britta Werner
Callum Goff
Claire Holmes
Craig Johnson
Cyward Curran-Dumez
Dan Holden
Dan Monks
Damien Catelan
Dave Melling
David Moon
Debbie Clarke
Donna Siverns
Dvir Newman
Eve Davidson
Fernanda Alvarez Prieto
Frith Overy-Ellis

Gavin Meredith
Gio Infantino
Helen Peart
James Trott
Jim Batty
Jo Scott
Joe Haydn
Joel Arthur
Jon Adams
John Connah
Jose Luis Roca Vasquez
Katarina Gabonayova
Kath Taylor
Kellie Bubble
Laura Marziali
Leah de Quattro
Lee Jones
Lee Craggs
Lisa McNair
Marian Culshaw
Marie Boulier
Marta Malagon Garcia
Martyn Baldwin

Matt Thompson
Mijke Van Haasterecht
Musakib Hanif
Nick Rigg
Nina Gibson
Richard Redman
Roisin Peacock
Russell Nicholson
Sam Clare
Sam Eardley
Sam Taggart
Sarah McCormick
Sevedeh Mohammadi
Steve Coote
Stuart Jones
Tauseef Humayuk
Tom Branson
Vic Knott
Viv Atherton
Wendy Swetnam
Will Tomlinson

Secretary

Richard Redman

Unicorn Grocery Limited

Statement of Responsibilities of the Society's Management Committee

Year Ended 31 December 2018

Members' Responsibilities Statement

The Management Committee is responsible for preparing the financial statements in accordance with applicable laws 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 directors have 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 for that period.

In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 members are responsible for the maintenance and integrity of the Society's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.


The Management Committee are 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 company 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.

Kellie Bubble
Member and Treasurer

Richard Redman
Secretary

Registered office:
89 Albany Road
Chorlton
Manchester
M21 0BN



13 May 2019

Unicorn Grocery Limited

Independent Chartered Accountants Review Report to the Members of Unicorn Grocery Limited

Year Ended 31 December 2018

We have reviewed the financial statements of Unicorn Grocery Limited for the year ended 31 December 2018 which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows and the related notes 1 to 24. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with the terms of our engagement letter dated 31 January 2019. Our review has been undertaken so that we may state to the Society's members, as a body, those matters we have agreed with them in our engagement letter and for no other purpose. To the fullest extent permitted by law, we do not accept or assume any responsibility to anyone other than the Society and the Society's members, as a body, for our work, for this report or the conclusions we have formed.

Members Responsibility for the Financial Statements

As explained more fully in the member's responsibilities statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Accountants Responsibility

Our responsibility is to express a conclusion based on our review of the financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements, and ICAEW Technical Release TECH 09/13AAF. ISRE 2400 also requires us to comply with the ICAEW Code of Ethics.

Scope of Assurance Review

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. We have performed additional procedures to those required under a compilation engagement. These primarily consist of making enquiries of management and others within the entity, as appropriate, applying analytical procedures and evaluating the evidence obtained. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (UK and Ireland). Accordingly, we do not express an audit opinion on these financial statements.

Unicorn Grocery Limited

Independent Chartered Accountants Review Report to the Members of Unicorn Grocery Limited *(continued)*

Year Ended 31 December 2018

Conclusion

Based on our review, nothing has come to our attention that causes us to believe the financial statements have not been prepared:

- so as to give a true and fair view of the state of the society's affairs as at 31 December 2018, and of its profit for the year then ended;
- in accordance with the United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice); and
- in accordance with the requirements of the Cooperative and Community Benefit Societies Act 2014.

Beever and Struthers

BEEVER AND STRUTHERS
Chartered accountants

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

21 May 2019

Unicorn Grocery Limited
Statement of Comprehensive Income
Year Ended 31 December 2018

	Note	2018 £	2017 £
Turnover	4	7,759,156	7,462,307
Cost of sales		<u>(5,174,816)</u>	<u>(4,965,891)</u>
Gross profit		2,584,340	2,496,416
Distribution costs		(50,367)	(56,953)
Administrative expenses		(2,327,591)	(2,262,358)
Other operating income	5	9,494	9,586
Operating profit	6	215,876	186,691
Other interest receivable and similar income	10	5,616	2,088
Interest payable and similar expenses	11	(713)	(723)
Profit before taxation		220,779	188,056
Tax on profit	12	(60,105)	(59,022)
Profit for the financial year and total comprehensive income		<u>160,674</u>	<u>129,034</u>

All the activities of the Society are from continuing operations.

The notes on pages 10 to 19 form part of these financial statements.

Unicorn Grocery Limited

Statement of Financial Position

31 December 2018

	Note	2018		2017	
		£	£	£	£
Fixed assets					
Tangible assets	13		941,774		943,757
Investments	14		60,351		60,107
			<u>1,002,125</u>		<u>1,003,864</u>
Current assets					
Stocks	15	324,788		310,709	
Debtors	16	31,455		33,339	
Cash at bank and in hand		1,103,597		929,254	
		<u>1,459,840</u>		<u>1,273,302</u>	
Creditors: Amounts Falling due Within One Year	17	<u>383,982</u>		<u>357,785</u>	
Net current assets			<u>1,075,858</u>		<u>915,517</u>
Total assets less current liabilities			<u>2,077,983</u>		<u>1,919,381</u>
Creditors: Amounts Falling due after More than One Year	18		24,594		31,978
Provisions					
Taxation including deferred tax	19		13,015		7,699
Net assets			<u>2,040,374</u>		<u>1,879,704</u>
Capital and reserves					
Called up share capital	22		64		68
Profit and loss account	23		2,040,310		1,879,636
Members funds			<u>2,040,374</u>		<u>1,879,704</u>

For the year ending 31 December 2018 the Society was entitled to exemption from audit under section 84 of the Amended Cooperative and Community Benefit Societies Act 2014.

Members' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 84;
- The members acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 10 to 19 form part of these financial statements.

Unicorn Grocery Limited

Statement of Financial Position *(continued)*

31 December 2018

These financial statements were approved by the Society's Management Committee and authorised for issue on ~~13.15.2019~~ and are signed on behalf of the Committee by:

Kellie Bubble
Member and Treasurer



Company registration number: 28242R

The notes on pages 10 to 19 form part of these financial statements.

Unicorn Grocery Limited
Statement of Changes in Equity
Year Ended 31 December 2018

	Called up share capital £	Profit and loss account £	Total £
At 1 January 2017	70	1,750,602	1,750,672
Profit for the year	—	129,034	129,034
Total comprehensive income for the year	—	129,034	129,034
Issue of shares	1	—	1
Cancellation of subscribed capital	(3)	—	(3)
Total investments by and distributions to owners	(2)	—	(2)
At 31 December 2017	68	1,879,636	1,879,704
Profit for the year	—	160,674	160,674
Total comprehensive income for the year	—	160,674	160,674
Issue of Shares	2	—	2
Cancellation of subscribed capital	(6)	—	(6)
Total investments by and distributions to owners	(4)	—	(4)
At 31 December 2018	<u>64</u>	<u>2,040,310</u>	<u>2,040,374</u>

The notes on pages 10 to 19 form part of these financial statements.

Unicorn Grocery Limited

Statement of Cash Flows

Year Ended 31 December 2018

	2018	2017
	£	£
Cash flows from operating activities		
Profit for the financial year	160,674	129,034
<i>Adjustments for:</i>		
Depreciation of tangible assets	60,812	59,677
Other interest receivable and similar income	(5,616)	(2,088)
Interest payable and similar expenses	713	723
Tax on profit	60,105	59,022
Accrued expenses	1,991	29,744
<i>Changes in:</i>		
Stocks	(14,079)	(3,187)
Trade and other debtors	1,884	9,442
Trade and other creditors	24,924	38,087
Cash generated from operations	<u>291,408</u>	<u>320,454</u>
Interest paid	(713)	(723)
Interest received	5,616	2,088
Tax paid	(55,628)	(58,373)
Net cash from operating activities	<u>240,683</u>	<u>263,446</u>
Cash flows from investing activities		
Purchase of tangible assets	(58,829)	(14,545)
Purchases of other investments	(244)	(7,002)
Net cash used in investing activities	<u>(59,073)</u>	<u>(21,547)</u>
Cash flows from financing activities		
Proceeds from issue of ordinary shares	2	1
Purchase of own shares	(6)	(3)
Proceeds from borrowings	(7,263)	(7,189)
Net cash used in financing activities	<u>(7,267)</u>	<u>(7,191)</u>
Net increase in cash and cash equivalents	174,343	234,708
Cash and cash equivalents at beginning of year	929,254	694,546
Cash and cash equivalents at end of year	<u>1,103,597</u>	<u>929,254</u>

The notes on pages 10 to 19 form part of these financial statements.

Unicorn Grocery Limited

Notes to the Financial Statements

Year Ended 31 December 2018

1. General Information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 89 Albany Road, Chorlton, Manchester, M21 0BN.

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting Policies

Basis of Preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in £ sterling, which is the functional currency of the entity.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant judgements

The judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows:

- Determination of whether there are indicators of impairment of the company's tangible fixed assets. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset.

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

- Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

Unicorn Grocery Limited

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2018

3. Accounting Policies *(continued)*

Revenue Recognition

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied and services rendered, stated net of discounts and of Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of revenue can be measured reliably, it is probable that the associated economic benefits will flow to the entity, and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Income Tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Tangible Assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its 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

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Unicorn Grocery Limited

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2018

3. Accounting Policies *(continued)*

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Foreign currencies

Transactions in foreign currencies are initially recorded in the entity's functional currency by applying the spot exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign exchange are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Unicorn Grocery Limited

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2018

3. Accounting Policies *(continued)*

Financial Instruments

Financial assets and financial liabilities are measured at transaction price initially, plus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

At the end of each reporting period, financial instruments are measured as follows, without any deduction for transaction costs the entity may incur on sale or other disposal:

Debt instruments that meet the conditions in paragraph 11.8(b) of FRS 102 are measured at amortised cost using the effective interest method, except where the arrangement constitutes a financing transaction. In this case the debt instrument is measured at the present value of the future payments discounted at a market rate of interest for a similar debt.

Financial instruments held by the Society are classified as follows:

- Financial assets such as cash and receivables are classified as loans and receivables and held at amortised cost using the effective interest method;
- Financial liabilities such as loans are held at amortised cost using the effective interest method.

Impairment of Financial Assets

Financial assets are assessed at each reporting date to determine whether there is any objective evidence that a financial asset or group of financial assets is impaired. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

The following financial instruments are assessed for impairment:

- (a) All equity instruments regardless of significance; and
- (b) Other financial assets that are individually significant.

Other financial instruments are assessed for impairment either individually or grouped on the basis of similar credit risk characteristics.

An impairment loss is measured on the following instruments measured at cost or amortised cost as shown below:

- (a) For an instrument measured at amortised cost, the impairment is the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate; and
- (b) For an instrument measured at cost less impairment, the impairment loss is the difference between the asset's carrying amount and the best estimate of the amount that the entity would receive for the asset if it were to be sold at the reporting date.

If, in a subsequent period, the amount of an impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed either directly or by adjusting an allowance account. The reversal cannot result in a carrying amount (net of any allowance account) which exceeds what the carrying amount would have been had the impairment not previously been recognised. The amount of the reversal is recognised in profit or loss immediately.

Unicorn Grocery Limited

Notes to the Financial Statements (continued)

Year Ended 31 December 2018

3. Accounting Policies (continued)

Defined Contribution Plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Turnover

Turnover arises from:

	2018	2017
	£	£
Sale of goods	<u>7,759,156</u>	<u>7,462,307</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

5. Other Operating Income

	2018	2017
	£	£
Rental income	3,067	3,413
Other operating income	6,427	6,173
	<u>9,494</u>	<u>9,586</u>

6. Operating Profit

Operating profit or loss is stated after charging:

	2018	2017
	£	£
Depreciation of tangible assets	<u>60,812</u>	<u>59,677</u>

7. Auditor's Remuneration

	2018	2017
	£	£
Fees payable for the audit of the financial statements	<u>-</u>	<u>4,500</u>

Unicorn Grocery Limited

Notes to the Financial Statements (continued)

Year Ended 31 December 2018

8. Staff Costs

The average number of persons employed by the company during the year, including the members, amounted to:

	2018 No.	2017 No.
Members and probationary workers	71	71
Casual workers	<u>9</u>	<u>14</u>
	<u>80</u>	<u>85</u>

The aggregate payroll costs incurred during the year, relating to the above, were:

	2018 £	2017 £
Wages and salaries	1,647,992	1,580,689
Social security costs	127,980	123,112
Other pension costs	<u>73,819</u>	<u>64,149</u>
	<u>1,849,791</u>	<u>1,767,950</u>

Key management personnel remuneration totalled £1,604,102 in the year ended 31 December 2018 (2017: £1,633,431).

9. Members' Remuneration

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

	2018 £	2017 £
Remuneration	<u>1,446,570</u>	<u>1,515,049</u>

10. Other Interest Receivable and Similar Income

	2018 £	2017 £
Interest on cash and cash equivalents	4,234	1,769
Other interest receivable	<u>1,382</u>	<u>319</u>
	<u>5,616</u>	<u>2,088</u>

11. Interest Payable and Similar Expenses

	2018 £	2017 £
Interest on banks loans and overdrafts	<u>713</u>	<u>723</u>

Unicorn Grocery Limited

Notes to the Financial Statements (continued)

Year Ended 31 December 2018

12. Tax on Profit

Major components of tax expense

	2018 £	2017 £
Current tax:		
UK current tax expense	54,789	55,628
Deferred tax:		
Origination and reversal of timing differences	5,316	3,394
Tax on profit	<u>60,105</u>	<u>59,022</u>

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is higher than (2017: higher than) the standard rate of corporation tax in the UK of 19% (2017: 20%).

	2018 £	2017 £
Profit on ordinary activities before taxation	<u>220,781</u>	<u>188,056</u>
Profit on ordinary activities by rate of tax	41,948	36,182
Effect of expenses not deductible for tax purposes	23,548	17,055
Effect of capital allowances and depreciation	(690)	11,569
Other timing differences	(4,701)	(5,804)
Rate differences	-	20
Tax on profit	<u>60,105</u>	<u>59,022</u>

13. Tangible Assets

	Land and buildings £	Plant and machinery £	Total £
Cost			
At 1 January 2018	1,371,891	322,602	1,694,493
Additions	-	58,829	58,829
At 31 December 2018	<u>1,371,891</u>	<u>381,431</u>	<u>1,753,322</u>
Depreciation			
At 1 January 2018	491,913	258,823	750,736
Charge for the year	31,431	29,381	60,812
At 31 December 2018	<u>523,344</u>	<u>288,204</u>	<u>811,548</u>
Carrying amount			
At 31 December 2018	<u>848,547</u>	<u>93,227</u>	<u>941,774</u>
At 31 December 2017	<u>879,978</u>	<u>63,779</u>	<u>943,757</u>

Unicorn Grocery Limited

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2018

14. Investments

	Other investments other than loans £
Cost	
At 1 January 2018	60,107
Additions	244
At 31 December 2018	<u>60,351</u>
Impairment	
At 1 January 2018 and 31 December 2018	—
Carrying amount	
At 31 December 2018	<u>60,351</u>
At 31 December 2017	<u>60,107</u>

15. Stocks

	2018 £	2017 £
Raw materials and consumables	309,852	307,115
Payments on account	14,936	3,594
	<u>324,788</u>	<u>310,709</u>

16. Debtors

	2018 £	2017 £
Trade debtors	770	1,328
Prepayments and accrued income	17,792	21,370
Other debtors	12,893	10,641
	<u>31,455</u>	<u>33,339</u>

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

	2018 £	2017 £
Other debtors	—	<u>2,000</u>

Unicorn Grocery Limited

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2018

17. Creditors: Amounts Falling due Within One Year

	2018	2017
	£	£
Bank loans	7,289	7,168
Trade creditors	188,696	163,412
Accruals and deferred income	76,959	74,968
Corporation tax	54,789	55,628
Social security and other taxes	39,561	39,411
Loan stock	10,430	10,430
Other creditors	6,258	6,768
	<u>383,982</u>	<u>357,785</u>

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

18. Creditors: Amounts Falling due after More than One Year

	2018	2017
	£	£
Bank loans	<u>24,594</u>	<u>31,978</u>

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

Included within creditors: amounts falling due after more than one year is an amount of £Nil (2017: £3,306) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

19. Provisions

	Deferred tax (note 20)
	£
At 1 January 2018	7,699
Charge against provision	5,316
At 31 December 2018	<u>13,015</u>

20. Deferred Tax

The deferred tax included in the statement of financial position is as follows:

	2018	2017
	£	£
Included in provisions (note 19)	<u>13,015</u>	<u>7,699</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2018	2017
	£	£
Accelerated capital allowances	14,173	8,799
Deferred tax - other timing differences	<u>(1,158)</u>	<u>(1,100)</u>
	<u>13,015</u>	<u>7,699</u>

Unicorn Grocery Limited

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2018

21. Employee Benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £73,819 (2017: £64,149).

22. Called Up Share Capital

Issued, called up and fully paid

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	<u>64</u>	<u>64.00</u>	<u>70</u>	<u>70.00</u>

During the year two (2017: one) ordinary £1 shares were issued at par value and six (2017: three) were cancelled.

23. Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

24. Related Party Transactions

During the year the following related party transactions took place:

Co-operatives UK Limited, a company that Britta Werner is a director, purchased goods totalling £4,537 (2017: £3,048).

The Kindling Trust Limited, a company that Debbie Clarke is a director, purchased goods totalling £1,829 (2017: £2,950).

At the balance sheet date no amounts were outstanding to related parties listed above.

The Society provides gym, bicycle and financial loans to Members. At the balance sheet date £7,823 (2017: £3,594) remains outstanding.

Unicorn Grocery Limited

Management Information

Year Ended 31 December 2018

The Following Pages Do Not Form Part of the Financial Statements.

Unicorn Grocery Limited

Detailed Income Statement

Year Ended 31 December 2018

	2018	2017
	£	£
Turnover	7,759,156	7,462,307
Cost of sales		
Purchases	(5,174,816)	(4,965,891)
	<u>5,174,814</u>	<u>4,965,891</u>
Gross profit	2,584,340	2,496,416
Overheads		
Distribution costs	(50,367)	(56,953)
Administrative expenses	(2,327,591)	(2,262,358)
	<u>2,377,958</u>	<u>2,319,311</u>
Other operating income	9,494	9,586
Operating profit	<u>215,876</u>	<u>186,691</u>
Other interest receivable and similar income	5,616	2,088
Interest payable and similar expenses	(713)	(723)
Profit before taxation	<u>220,779</u>	<u>188,056</u>

Unicorn Grocery Limited

Notes to the Detailed Income Statement

Year Ended 31 December 2018

Distribution costs		
Packaging and labelling	50,367	56,953
	<u> </u>	<u> </u>
Administrative expenses		
Wages	1,647,992	1,580,689
Staff national insurance contributions	127,980	123,112
Staff pension contributions - defined contribution	73,819	64,149
Light, heat, rates and water	52,846	60,620
Insurance	26,038	23,687
Repairs and maintenance	55,558	58,931
Cleaning and pest control	10,256	10,682
Land costs	3,733	2,340
Machinery and plant hire	-	932
Telephone and internet	9,338	9,510
Office and computer supplies	12,005	15,785
Training	21,463	17,483
Members' events	3,927	4,339
Recruitment	182	279
Sundry expenses	1,107	862
Charitable donations (allowable)	89,505	89,668
Shop supplies, canteen and workwear	12,547	17,439
Subscriptions and certification	14,654	13,531
Waste management	12,916	10,960
Education and marketing	18,064	26,691
Legal and professional fees (allowable)	8,776	8,358
Accountancy fees	3,066	285
Auditors remuneration	-	4,500
Depreciation of tangible assets	60,812	59,677
Bank charges	61,007	57,849
	<u>2,327,591</u>	<u>2,262,358</u>
Other operating income		
Operating lease rental income (non-contingent)	3,067	3,413
Other income	6,427	6,173
	<u>9,494</u>	<u>9,586</u>
Other interest receivable and similar income		
Interest on cash and cash equivalents	4,234	1,769
Other interest receivable	1,382	319
	<u>5,616</u>	<u>2,088</u>
Interest payable and similar expenses		
Interest on bank loans and overdrafts	713	723
	<u> </u>	<u> </u>