

Registered number: 02549904

JOHN INNES ENTERPRISES LIMITED

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**



JOHN INNES ENTERPRISES LIMITED

COMPANY INFORMATION

Directors	Prof D Sanders Prof A Maxwell
Registered number	02549904
Registered office	John Innes Centre Norwich Research Park Colney Norwich NR4 7UH
Independent auditor	Grant Thornton UK LLP Kingfisher House 1 Gilders Way St James Place Norwich Norfolk NR3 1UB
Bankers	Barclays Bank PLC Red Lion Street Norwich NR1 3QH

JOHN INNES ENTERPRISES LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditor's report	3 - 5
Statement of comprehensive income	6
Balance sheet	7
Statement of changes in equity	8
Notes to the financial statements	9 - 13

JOHN INNES ENTERPRISES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2018

The directors present their report and the financial statements for the year ended 31 March 2018.

Results and dividends

The profit for the year, after taxation, amounted to £112,935 (2017: £24,904).

The directors have not proposed the payment of a dividend in the year.

Directors

The directors who served during the year and up to the date of signing the financial statements were:

Prof M W Bevan (resigned 2 November 2017)
Dr M L Anderson (resigned 17 August 2018)
Prof D Sanders
Prof A Maxwell (appointed 2 November 2017)

Directors' responsibilities statement

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors 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, including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and profit or loss of the company for that period. In preparing these financial statements, the directors are 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 company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Qualifying third party indemnity provisions

A qualifying third party indemnity provision was in force for all directors during the year.

JOHN INNES ENTERPRISES LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2018**

Disclosure of information to auditor

The directors confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Auditor

The auditor, Grant Thornton UK LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



Prof D Sanders
Director

Date: 23 October 2018



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF JOHN INNES ENTERPRISES LIMITED

Opinion

We have audited the financial statements of John Innes Enterprises Limited (the "company") for the year ended 31 March 2018, which comprise the Statement of comprehensive income, the Balance sheet, the Statement of changes in equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2018 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Who we are reporting to

This report is made solely to the company's member in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's member 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 company and the company's member for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF JOHN INNES ENTERPRISES LIMITED
(CONTINUED)**

Other information

The directors are responsible for the other information. The other information comprises the information included in the Directors' Report, other than the financial statements and our Auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report has been prepared in accordance with applicable legal requirements.

Matter on which we are required to report under the Companies Act 2006

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires 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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a strategic report.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF JOHN INNES ENTERPRISES LIMITED
(CONTINUED)**

Responsibilities of directors for the financial statements

As explained more fully in the Directors' responsibilities statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.



Christopher Frostwick MA ACA
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditors, Chartered Accountants
Norwich
Date: 6 December 2018

JOHN INNES ENTERPRISES LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2018

	2018 £	As restated 2017 £
Turnover	2,235,692	195,632
Cost of sales	(2,122,367)	(170,968)
Gross profit	113,325	24,664
Administrative expenses	(390)	(312)
Operating profit	112,935	24,352
Interest receivable and similar income	-	552
Profit before tax	112,935	24,904
Tax on profit	-	-
Profit for the financial year	112,935	24,904

There was no other comprehensive income for 2018 (2017: £Nil).

The notes on pages 9 to 13 form part of these financial statements.

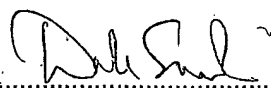
JOHN INNES ENTERPRISES LIMITED
REGISTERED NUMBER: 02549904

BALANCE SHEET
AS AT 31 MARCH 2018

	Note	2018 £	As restated 2017 £
Current assets			
Debtors: amounts falling due within one year	6	810,331	3,455
Cash at bank and in hand	7	127,617	223,231
		<u>937,948</u>	<u>226,686</u>
Creditors: amounts falling due within one year	8	(646,357)	(47,478)
Net current assets		<u>291,591</u>	<u>179,208</u>
Total assets less current liabilities		<u>291,591</u>	<u>179,208</u>
Net assets		<u><u>291,591</u></u>	<u><u>179,208</u></u>
Capital and reserves			
Called up share capital	10	2	2
Profit and loss account	11	291,589	179,206
		<u><u>291,591</u></u>	<u><u>179,208</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



Prof D Sanders
 Director

Date: 23 October 2018

The notes on pages 9 to 13 form part of these financial statements.

JOHN INNES ENTERPRISES LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 April 2017	2	179,206	179,208
Comprehensive income for the year			
Profit for the year	-	112,935	112,935
Total comprehensive income for the year	-	112,935	112,935
Gift aid payable	-	(552)	(552)
At 31 March 2018	2	291,589	291,591

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2017**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 April 2016	2	154,302	154,304
Comprehensive income for the year			
Profit for the year (as restated)	-	24,904	24,904
Total comprehensive income for the year	-	24,904	24,904
At 31 March 2017	2	179,206	179,208

The notes on pages 9 to 13 form part of these financial statements.

JOHN INNES ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1. General information

John Innes Enterprises is a private company limited by shares and incorporated in England and Wales. Registered number 02549904. Its registered head office is located at John Innes Centre, Norwich Research Park, Colney Norwich, Norfolk, NR4 7UH.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies (see note 3).

The financial statement have been prepared in Sterling (£).

The following principal accounting policies have been applied:

2.2 Going concern

John Innes Centre ('JIC'), the ultimate parent undertaking, has confirmed that it will not seek repayment of amounts due for at least 12 months following the signing of these financial statements, if to do so would create a situation whereby the company was unable to pay its debts as they fall due. Based on this confirmation, the financial statements are prepared on a going concern basis.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 Debtors

Short term debtors are measured at transaction price, less any impairment.

JOHN INNES ENTERPRISES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

2. Accounting policies (continued)

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.6 Creditors

Short term creditors are measured at the transaction price.

2.7 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

2.8 Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the company would receive for the asset if it were to be sold at the balance sheet date.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

Preparation of the financial statements requires management to make significant judgements and estimates. There are no items in the financial statements where judgements and estimates have been required.

4. Auditor's remuneration

The remuneration for the auditors, amounting to £2,000 (2017: £2,000) has been borne by JIC without recharge.

JOHN INNES ENTERPRISES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

5. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2017: £Nil).

6. Debtors

	2018 £	2017 £
Trade debtors	-	1,357
Amounts owed by group undertakings	676,756	-
Other debtors	127,239	2,098
Prepayments and accrued income	6,336	-
	<u>810,331</u>	<u>3,455</u>

7. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	127,617	223,231

8. Creditors: Amounts falling due within one year

	2018 £	As restated 2017 £
Trade creditors	3,755	346
Amounts owed to group undertakings	-	36,687
Other creditors	6,923	-
Accruals and deferred income	635,679	10,445
	<u>646,357</u>	<u>47,478</u>

Amounts owed to group undertakings are unsecured, interest free and have no fixed repayment date.

JOHN INNES ENTERPRISES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

9. Financial instruments

	2018 £	2017 £
Financial assets		
Financial assets measured at fair value through profit or loss	127,617	223,231
	<u>127,617</u>	<u>223,231</u>
Financial liabilities		
Financial liabilities measured at fair value through profit or loss	646,357	(47,478)
	<u>646,357</u>	<u>(47,478)</u>

10. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

11. Reserves

Profit and loss account

Reserves of £291,589 (2017: £179,206) were made up of the profit and loss reserve only.

12. Prior year adjustment

The company has adopted a policy of paying all its taxable profits to its parent charity, John Innes Centre, under Gift Aid. These gift aid payments are recognised as distributions through equity rather than as an expense through the Statement of Comprehensive Income. An operating profit exists at the balance sheet date, on which a tax liability arises; however, since it is anticipated that payment of the gift aid amount will be made within 9 months of the reporting date, the associated tax relief is reflected in year, resulting in a net zero tax charge or credit.

This represents a change in accounting policy and has been accounted for as a prior year adjustment. The impact of the adjustment is to increase profit for the year ended 31 March 2017 by £4,981 as a result of a reduction in the tax charge arising, with a corresponding increase in net assets at 31 March 2017 of £4,981, as creditors reduced by the same amount.

JOHN INNES ENTERPRISES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

13. Ultimate parent undertaking and controlling party

The immediate and ultimate parent undertaking and ultimate controlling party is John Innes Centre ("JIC"), a company registered in England, which is the parent undertaking of the smallest and largest group to consolidate these financial statements. Copies of the financial statements of JIC may be obtained from its registered office at Norwich Research Park, Colney, NR4 7UH.