

**THEVEGANKIND LTD**

**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2019**

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FOR THE YEAR ENDED 31 OCTOBER 2019**

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**BALANCE SHEET**  
**31 OCTOBER 2019**

	Notes	2019 £	£	2018 £	£
<b>FIXED ASSETS</b>					
Intangible assets	4		8,486		10,488
Tangible assets	5		<u>121,016</u>		<u>106,994</u>
			129,502		117,482
<b>CURRENT ASSETS</b>					
Stocks		260,275		196,603	
Debtors	6	228,762		123,333	
Cash at bank and in hand		<u>67,420</u>		<u>1,522</u>	
		556,457		321,458	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>608,839</u>		<u>260,253</u>	
<b>NET CURRENT (LIABILITIES)/ASSETS</b>			<u>(52,382)</u>		<u>61,205</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			77,120		178,687
<b>CREDITORS</b>					
Amounts falling due after more than one year	8		(229,295)		(168,791)
<b>PROVISIONS FOR LIABILITIES</b>			<u>(9,889)</u>		<u>(9,889)</u>
<b>NET (LIABILITIES)/ASSETS</b>			<u>(162,064)</u>		<u>7</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			2		2
Retained earnings			<u>(162,066)</u>		<u>5</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>(162,064)</u>		<u>7</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

**BALANCE SHEET - continued**  
**31 OCTOBER 2019**

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 24 July 2020 and were signed on its behalf by:

S A McCulloch - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2019**

**1. STATUTORY INFORMATION**

TheVeganKind Ltd is a private company, limited by shares, registered in England. The company's registered office is 40 Bloomsbury Way, Lower Ground Floor, London, WC1A 2SE.

The presentation currency of the financial statements is Sterling (£).

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. There were no material departures from that standard. The financial statements have been prepared under the historical cost convention.

**Going concern**

The financial statements have been prepared on a going concern basis. The directors are aware that the balance sheet reflects net liabilities. Post year end TheVeganKind raised £669k, 123% over target, through the most supported vegan crowd raise ever seen in the UK. The business grew 42% from 2018 to 2019 and is on track to double in 2020. The directors have considered the foreseeable future, including the 12 months from the date of approval of these financial statements and believe there is ample secured funding to allow them to continue to prepare the accounts on a going concern basis.

**Judgements**

The company considers on an annual basis the judgements that are made by management when applying its significant accounting policies that would have the most significant effect on amounts that are recognised in the financial statements.

The directors consider there are no such significant judgements.

**Provisions**

Provisions are recognised when the company has a legal or constructive obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are recognised at the best estimate of the amount required to settle the obligation at the reporting date.

**Turnover**

Turnover represents the invoiced cost of goods sold during the year, excluding value added tax. The company's policy is to recognise a sale when substantively all the risks and rewards in connection with the services have been passed to the buyer.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Development costs are being amortised evenly over their estimated useful life of five years.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 OCTOBER 2019**

**2. ACCOUNTING POLICIES - continued**

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Plant and machinery etc - 33.3% on cost and 20% on cost

Tangible fixed assets are included at cost less accumulated depreciation and impairment.

**Impairment of non-financial assets**

At each reporting date non-financial assets not carried at fair value, like goodwill and plant, property and equipment, are reviewed to determine whether there is an indication that an asset may be impaired. If there is an indication of possible impairment, the recoverable amount which is the higher in use and the fair value less cost to sell, is estimated and compared with the carrying amount. If the recoverable amount is lower, the carrying amount of the asset is reduced to its recoverable amount and an impairment loss is recognised immediately in profit and loss.

**Stocks**

Stocks are valued at the lower of cost and estimated selling price less costs to sell.

**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 accounts receivable and payable, loans from banks and other third parties and loans to related parties and investments in non-puttable ordinary shares.

Debt instruments like loans and other accounts receivable and payable are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and trade creditors, are measured, initially and subsequently, at the undiscounted amount of cash or other consideration expected to be paid or received.

Financial assets measured at cost and amortised cost are assessed at the end of each reporting period for evidence of impairment and if found, an impairment loss is recognised in profit or loss.

**Taxation**

Taxation represents the sum of tax currently payable and deferred tax. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, 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 taxation is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

With the exception of changes arising on the initial recognition of a business combination, the tax expense is presented either in profit or loss, other comprehensive income or statement of changes in equity depending on the transaction that resulted in the tax expense.

Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors.

**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 transaction. Exchange differences are taken into account in arriving at the operating result.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 OCTOBER 2019**

**2. ACCOUNTING POLICIES - continued**

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Government grants**

Grants of a revenue nature are taken to the profit and loss account in the year in which the expenditure is incurred.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 14 (2018 - 9) .

**4. INTANGIBLE FIXED ASSETS**

	<b>Other intangible assets £</b>
<b>COST</b>	
At 1 November 2018	12,950
Additions	706
At 31 October 2019	<u>13,656</u>
<b>AMORTISATION</b>	
At 1 November 2018	2,462
Charge for year	2,708
At 31 October 2019	<u>5,170</u>
<b>NET BOOK VALUE</b>	
At 31 October 2019	<u>8,486</u>
At 31 October 2018	<u>10,488</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 OCTOBER 2019

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
<b>COST</b>	
At 1 November 2018	114,630
Additions	28,242
At 31 October 2019	<u>142,872</u>
<b>DEPRECIATION</b>	
At 1 November 2018	7,636
Charge for year	14,220
At 31 October 2019	<u>21,856</u>
<b>NET BOOK VALUE</b>	
At 31 October 2019	<u>121,016</u>
At 31 October 2018	<u>106,994</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	2,875	6,916
Other debtors	<u>225,887</u>	<u>116,417</u>
	<u>228,762</u>	<u>123,333</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Bank loans and overdrafts	128,440	19,333
Hire purchase contracts	26,114	26,694
Trade creditors	291,805	174,647
Taxation and social security	56,147	21,388
Other creditors	<u>106,333</u>	<u>18,191</u>
	<u>608,839</u>	<u>260,253</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019 £	2018 £
Bank loans	179,287	92,959
Hire purchase contracts	<u>50,008</u>	<u>75,832</u>
	<u>229,295</u>	<u>168,791</u>



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 OCTOBER 2019**

**9. SECURED DEBTS**

The following secured debts are included within creditors:

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bank loans	<b>300,819</b>	112,292
Hire purchase contracts	<b>76,122</b>	102,526
	<b><u>376,941</u></b>	<b><u>214,818</u></b>

The Royal Bank of Scotland PLC holds a fixed and floating charge over the company's assets for loans.

Hire purchase liabilities are secured over the assets which they relate to.

**10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 31 October 2019 and 31 October 2018:

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Mrs K C McCulloch and S A McCulloch</b>		
Balance outstanding at start of year	<b>39,666</b>	8,336
Amounts advanced	<b>87,937</b>	32,334
Amounts repaid	<b>(100)</b>	(1,004)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<b><u>127,503</u></b>	<b><u>39,666</u></b>

This amount is unsecured, has no fixed repayment terms and interest has been charged at 2.5%.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.