

**The Iceland Foods Charitable
Foundation**

Trustees Annual Report and Statement
of Financial Activities

Year ended 5th April 2017

Charity Number: 281943

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Administrative information

Trustees

Richard Walker
Malcolm Walker
Nicholas Canning
Tarsem Dhaliwal

Registered office

The Iceland Foods Charitable Foundation
Second Avenue
Deeside Industrial Park
Deeside
Flintshire
CH5 2NW

Registered charity number

281943

Bankers

RBS Bank PLC
Natwest City Office
11 Spring Gardens
Manchester
M2 1RB

Auditor

Grant Thornton UK LLP
Chartered Accountants & Statutory Auditor
Royal Liver Building
Liverpool
L3 LPS

Trustees' report

The trustees present their annual report and financial statements of the charity for the year ended 5 April 2017. The financial statements have been prepared in accordance with the accounting policies set out in the basis of preparation note to the accounts and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014.

Trustees

The trustees who served during the year were as follows:

R Walker

M Walker

N Canning

T Dhaliwal

Structure, governance and management

The Trust is governed by the terms of the principal trust deed dated 30 March 1973 and the subsidiary trust deeds dated 28 September 1989, 8 December 1992, 12 February 1996, 25 April 2005, 26 February 2010, 8 February 2011, 21 January 2013 and 31 December 2014.

Trustees are appointed by the Board of Bejam Group Limited (the business of Bejam Group Limited was transferred to its fellow subsidiary, Iceland Foods Limited some years ago).

Objectives and activities

The principal objectives of the charity include:

- the application of income for the benefit of such charitable purposes as the Trustees may from time to time determine and for the relief of the poor, incapacitated or necessitous employees or former employees of Iceland Foods Limited.
- to promote all other purposes recognised as charitable under the law of England and Wales from time to time to the benefit of the general public as the trustees shall from time to time determine.

The Trustees confirm that they have referred to the guidance contained in the charity commission's general guidance on Public Benefit when reviewing the charity's aims and objectives and in planning future activities.

Achievements

During the year the charity made the following major donations:

Prostate Cancer UK	£20,500
Outward Bound Trust	£25,000
Vision 4 Children	£30,000
UCL – Dementia Research	£6,738,298

Financial review

During the year, incoming resources raised amounted to £6,798,817 (2016: £3,342,960). Donations of £6,825,370 (2016: £3,561,141) have been made to charitable associations/organisations. The closing fund balance is £204,979 (2016: £231,532) and will be utilised in the future for funding charitable events and making further donations.

Reserves policy

The reserves policy is to ensure the charity has sufficient funds to meet costs incurred by the charity on an annual basis. It is the trustees' intention that the donations granted will be largely in line with income. There is no intention to build up a buffer of free reserves other than for meeting the charity's annual costs.

The balance held as unrestricted funds at 5 April 2017 was £204,979 (2016: £231,532) all of which is regarded as free reserves. The unrestricted fund is held with purpose of recording any donations received other than those with imposed narrower uses than the charity's overall objectives.

The balance held as restricted funds at 5 April 2017 was £Nil (2016: £Nil). The charity's policy in respect of restricted funds is to record separately any donations received where restrictions are imposed that are narrower than the charity's overall objectives.

Principal Risks and uncertainties

The principal risks faced by Trust lie in operational risks from ineffective grant making and the capacity of the Trust to make effective grants. This risk is mitigated by the trustees being involved in the grant making process and grants being awarded to established charities who are required to meet appropriate financial regulatory requirements.

Future plans

The charity will continue to make grants in line with the objectives and distribute income received.

Trustees' Responsibilities Statement

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

The Charities Act 2011 required the trustees to prepare financial statements for each financial year. The trustees have 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. The trustees 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the board



Tarsem Dhaliwal

2 June 2017.

Independent auditor's report to the trustees of The Iceland Foods Charitable Foundation

We have audited the financial statements of The Iceland Foods Charitable Foundation for the year ended 5 April 2017 which comprise the Statement of Financial Activities, the Balance Sheet, the statement of Cash flows 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 charity's trustees, as a body, in accordance with Section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 6, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. 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 Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/auditscopeukprivate

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2017, and of its incoming resources and application of resources, 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 Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Grant Thornton UK LLP

Grant Thornton UK LLP
Statutory Auditor
Chartered Accountants
Liverpool

2 June 2017

Grant Thornton UK LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Statement of Financial Activities

for the year ended 5 April 2017

	Note	2017			2016		
		Unrestricted Funds £	Restricted Funds £	Total Funds £	Unrestricted Funds £	Restricted Funds £	Total Funds £
Income and Endowments from:							
Donations	2	35,415	6,738,298	6,773,713	7,464	3,331,461	3,338,925
Investments	2	25,104	-	25,104	4,035	-	4,035
Total Income		<u>60,519</u>	<u>6,738,298</u>	<u>6,798,817</u>	<u>11,499</u>	<u>3,331,461</u>	<u>3,342,960</u>
Expenditure on:							
Charitable activities	3	(87,072)	(6,738,298)	(6,825,370)	(25,035)	(3,536,106)	(3,561,141)
Total expenditure		<u>(87,072)</u>	<u>(6,738,298)</u>	<u>(6,825,370)</u>	<u>(25,035)</u>	<u>(3,536,106)</u>	<u>(3,561,141)</u>
Net expenditure		<u>(26,553)</u>	-	<u>(26,553)</u>	<u>(13,536)</u>	<u>(204,645)</u>	<u>(218,181)</u>
Transfers between funds		=	=	=	<u>(27,949)</u>	<u>27,949</u>	=
Total funds at beginning of year		231,532	-	231,532	273,017	176,696	449,713
Total funds at end of year		<u>204,979</u>	-	<u>204,979</u>	<u>231,532</u>	=	<u>231,532</u>

There are no recognised gains or losses other than the net movement for the year.

The incoming resources and resulting net movement in funds arise from continuing activities.

Balance Sheet
at 5 April 2017

	<i>Note</i>	2017 £	2017 £	2016 £	2016 £
Current assets					
Cash at bank and in hand		6,194,156		2,732,412	
Total Current Assets			6,194,156		2,732,412
Creditors					
Amounts falling due within one year	6		(5,989,177)		(2,500,880)
Net assets			204,979		231,532
The funds of the charity:					
Unrestricted funds	8		204,979		231,532
Restricted funds	8		-		-
			204,979		231,532

These financial statements were approved by the trustees on 2 June 2017 and were signed on their behalf by:



Tarsem Dhaliwal
Trustee

The accompanying accounting policies and notes form part of these financial statements.

Statement of Cash Flows
for the year ended 5 April 2017

	Total Funds 2017 £	Total Funds 2016 £
Cash flows from operating activities		
Net expenditure for the reporting period	(26,553)	(218,181)
Increase in creditors	3,488,297	2,250,880
Interest received	(25,104)	(4,035)
	-----	-----
Net cash provided by operating activities	3,436,640	2,028,664
	-----	-----
Cash flows from investing activities		
Interest received	25,104	4,035
	-----	-----
Net cash provided by investing activities	25,104	4,035
	-----	-----
Change in cash and cash equivalents in reporting period	3,461,744	2,032,699
	-----	-----
Cash and cash equivalents at the beginning of year	2,732,412	699,713
	-----	-----
Cash and cash equivalents at end of year	6,194,156	2,732,412
	-----	-----

Notes to the financial statements *(forming part of the financial statements)*

1 Accounting Policies

1.1 Basis of preparation of financial statements

These financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with:

- Statement of Recommended Practice: Accounting and Reporting by Charities (FRS 102 SORP);
- Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued 16 July 2014;
- Charities Act 2011.

The charitable foundation constitutes a public benefit entity as defined by FRS 102.

1.2 Income Recognition

Incoming resources are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- the receipt of resources is probable; and
- the monetary value can be measured with sufficient reliability.

Incoming resources with related expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SoFA.

Grants and donations

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources, and where receipt is probable and the amount can be measured reliably.

Tax reclaims on donations and gifts

Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.

Notes (continued)

1 Accounting Policies (continued)

Investment income

This is included in the accounts when receivable.

Restricted and designated funds

The restricted and designated funds represent the original capital sums together with the balance of income received for the relevant specific purposes, which had not been spent by the end of the financial year.

Unrestricted fund

The unrestricted fund represents the funds to provide for the working capital of the Foundation and contingent expenditure.

1.3 Expenditure recognition

Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources exists, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis. All expenses involving support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

Grants with performance conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.

Grants payable without performance conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity. The charity considers that commitments only arise when sufficient funds have been raised to fulfil pledges made.

1.4 Debtors

Short term debtors are measured at transaction price, less any impairment and are measured subsequently at amortised cost using the effective interest method.

1.5 Creditors

Short term creditors are measured at transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

1.6 Financial instruments

The charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities, like accounts receivable and payable.

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

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

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, which is an approximation of the amount that the charity would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.7 Contingent liabilities

A contingent liability is identified and disclosed for those grants resulting from:

- a possible obligation which will only be confirmed by the occurrence of one or more uncertain future events not wholly within the trustees control or;
- a present obligation following a grant offer where settlement is not considered probable.

1.8 Significant judgements and key areas of estimation uncertainty

Trustees consider there to be no items in the financial statements where they have had to make significant judgements in the process of applying the charity's accounting policies or key sources of estimation uncertainty.

2 Incoming resources

	2017		2016	
	Unrestricted funds	Restricted funds	Total	Total
	£	£	£	£
Voluntary income				
Donations	35,415	6,118,396	6,153,811	2,994,568
Charity golf auction	-	619,902	619,902	344,357
	<u>35,415</u>	<u>6,738,298</u>	<u>6,773,713</u>	<u>3,338,925</u>
Income from investments				
Bank deposit interest	25,104	-	25,104	4,035
	<u>60,519</u>	<u>6,738,298</u>	<u>6,798,817</u>	<u>3,342,960</u>

3 Expenditure on Charitable activities

This charity undertakes its charitable activities through donations awarded to a number of individuals and institutions in furtherance of its charitable activities.

	2017			2016	
	Support costs	Unrestricted funds	Restricted funds	Total	Total
	£	£	£	£	£
Charitable activities: Institutions					
UCL – Dementia Research	-	-	6,738,298	6,738,298	2,275,880
Donation – Prostate Cancer Charity	-	20,500	-	20,500	50,000
Donation – Vision4Children	-	30,000	-	30,000	40,000
Donation – Outward Bound Trust	-	25,000	-	25,000	-
Donation – Nicola’s Fund	-	4,000	-	4,000	-
Donation – RP Fighting Blindness	-	1,000	-	1,000	-
Donation – Home Start Central & West Cheshire	-	500	-	500	-
Donation – The Royal Manchester Children’s Hospital	-	500	-	500	-
Donation – The Nercwys Music Festival	-	200	-	200	-
Donation – Cystic Fibrosis Trust	-	1,000	-	1,000	-
Donation – Merseyside Police	-	1,000	-	1,000	-
Donation – New Addington Christmas Lights	-	100	-	100	-
	<u>-</u>	<u>83,800</u>	<u>6,738,298</u>	<u>6,822,098</u>	<u>2,365,880</u>
Subtotal	-	83,800	6,738,298	6,822,098	2,365,880

The Iceland Foods Charitable Foundation
Trustees Annual Report and Statement of Financial Activities
Year ended 5th April 2017

	2017			Total £	2016 Total £
	Support costs £	Unrestricted funds £	Restricted funds £		
Brought forward from above	-	83,800	6,738,298	6,822,098	2,365,880
Donation – Mr D Johnson	-	1,000	-	1,000	-
Donation – RNLI	-	1,000	-	1,000	-
Donation – Trelawnyd Male Choir	-	500	-	500	-
Donation – Wiltshire Community Foundation	-	500	-	500	-
Donations to smaller Charities	-	272	-	272	3,605
NSPCC	-	-	-	-	10,000
The Stephen Carey Fund	-	-	-	-	50
North East Wales League	-	-	-	-	100
The Rotary Club of Saughall	-	-	-	-	1,000
Art4Space	-	-	-	-	100
Lewisham Council (Christmas Tree)	-	-	-	-	150
Medical Detection Dogs	-	-	-	-	10,000
Deeside Round Table 602	-	-	-	-	30
Children's Food Trust	-	-	-	-	250,000
Alzheimers Research UK	-	-	-	-	70,421
NYAS	-	-	-	-	250,000
When You Wish Upon A Star	-	-	-	-	100,000
The Black Stork Charity	-	-	-	-	500,000
Donation Royal British Legion	-	-	-	-	(195)
Total charitable activities	-	87,072	6,738,298	6,825,370	3,561,141

4 Staff number and costs

The trustees received no emoluments for their services, nor were they reimbursed for any expenses in the year or the previous year. The charity does not employ any staff. The charity does not have any key management personnel.

5 Taxation

No provision is required for taxation as the trust is a registered charity.

6 Creditors: Amounts falling due within one year

	2017 £	2016 £
Donations payable	5,989,177	2,500,880

7 Auditors remuneration

Audit fees are borne by Iceland Foods Limited.

8 Funds

Restricted funds

The restricted fund represents donations received in relation to money raised from the related parties for the objectives of expenditure in line with the ones communicated by Iceland Foods Limited.

Unrestricted funds

The unrestricted funds comprise a general fund.

9 Financial instruments

	2017 £	2016 £
Financial assets		
Financial assets measured at amortised cost	6,194,156	2,732,412
Financial liabilities		
Financial liabilities measured at amortised cost	5,989,177	2,500,880

Financial assets measured at amortised cost comprise cash at bank.

Financial liabilities measured at amortised cost comprise grants payable creditors.

10 Contingent grant commitments

The trustees intend to make grants of £1,570,821 (2016: £8,249,120) within the next three years to a number of organisations, contingent on sufficient future income being raised.

11 Related parties

Iceland Foods Limited

During the year, donations including the proceeds of the charity golf day of £6,016,256 (2016: £3,165,515) were received from Iceland Foods Limited, a related party by virtue of Malcolm Walker, Tarsem Dhaliwal, and Nicholas Canning being trustees/officers of both entities.

During the year, donations from trustees totalled £132,350 (2016: £16,750).