

STORES GROUP LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018



STORES GROUP LIMITED

COMPANY INFORMATION

Directors

Mr T Strain
Mr J Burke

Secretary

Mr J Burke

Company number

01697262

Registered office

Hilmore House
71 Gain Lane
Bradford
West Yorkshire
England
BD3 7DL

Independent Auditors

PricewaterhouseCoopers LLP
Central Square
29 Wellington Street
Leeds
West Yorkshire
England
LS1 4DL

STORES GROUP LIMITED

CONTENTS

	Page
Strategic report	1
Directors' report	2 - 4
Independent auditors' report	5 - 7
Income statement	8
Balance sheet	9
Statement of changes in equity	10
Notes to the financial statements	11 - 15

STORES GROUP LIMITED

STRATEGIC REPORT

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

The Directors present the Strategic report and the Company's audited financial statements for the 53 weeks ended 4 February 2018. These financial statements are prepared under United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework' (FRS 101).

The term 'Company' refers to Stores Group Limited and the terms 'Group' and 'Morrisons' refer to Wm Morrison Supermarkets PLC and its subsidiary undertakings.

Principal activities and future developments

The principal activity of the Company is that of an intermediate holding company. The Company is expected to continue with its principal activity for the foreseeable future.

Results and dividends

The profit for the financial period amounted to £150,000,000 (2017: £250,000,000) as the Company received a dividend of £150,000,000 (2017: £250,000,000) from its subsidiary, Safeway Stores Limited.

The Directors authorised and paid an interim dividend of £1,500 per share which absorbed £150,000,000 of shareholders' funds (2017: £250,000,000).

As at 4 February 2018 the Company had net assets of £264,500,000 (2017: £264,500,000).

Principal risks and uncertainties

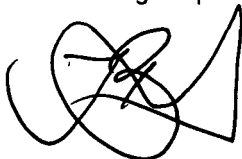
From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks and uncertainties of the Group and are not managed separately. Accordingly, the principal risks and uncertainties of the Group, which include those of the Company, are disclosed on pages 24 and 25 of the Wm Morrison Supermarkets PLC Annual report and Financial Statements 2017/18, which does not form part of this report.

Key performance indicators (KPIs)

The KPIs of the Company are integrated with those of the Group and are not managed separately. The KPIs of the Company, which include those of the Group, are disclosed on pages 1, 7, 18 and 19 of the Wm Morrison Supermarkets PLC Annual Report and Financial Statements 2017/18, which does not form part of this report.

Approval of the Strategic report

The Strategic report was approved by the Board and signed on its behalf by:



.....
Mr J Burke

Director

29 October 2018

STORES GROUP LIMITED

DIRECTORS' REPORT

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

The Directors present their Annual Report and the Company's audited financial statements for the 53 weeks ended 4 February 2018. These financial statements are prepared under United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework' (FRS 101)

Matters discussed in the Strategic report

The Directors have chosen to present certain requirements of the Directors report within the Strategic report on page 1 of the financial statements, including the Company's principal activity, business review and details of proposed dividends.

Directors and their interests

The Directors who held office during the period and up to the date of signing of the financial statements were as follows:

Mr T Strain

Mr M Amsden

Mr J Burke

(Resigned 22 February 2017)

(Appointed 22 February 2017)

The Company is ultimately wholly owned by Wm Morrison Supermarkets PLC and none of the Directors who held office at the period end held any interest in the shares of the Company or any of its subsidiaries. The interest in the shares of the ultimate parent undertaking held by Directors of that company is disclosed in the Wm Morrison Supermarkets PLC Annual report and Financial Statements 2017/18, which does not form part of this report.

At no time during the period or subsequently did any Director have a material interest in any contract or arrangement with the Company or any of its subsidiaries which was significant in relation to the Group's business.

Going concern

The Directors' assessment of the Company's ability to continue as a going concern has taken into consideration the effect that the current economic climate has on the Group.

Notwithstanding net current liabilities of £868,668,000 (2017: £868,668,000), these financial statements have been prepared on a going concern basis.

The Company is an indirect subsidiary undertaking of Wm Morrison Supermarkets PLC. Wm Morrison Supermarkets PLC has indicated its intention to provide such financial support as may be necessary for the foreseeable future and at least twelve months from the date of signing the financial statements and, in particular, not to demand repayment of amounts currently outstanding.

Internal control

The Board is responsible for the system of internal control within the Company and for reviewing its effectiveness. The control system is intended to manage rather than eliminate the risk of not meeting the Company's strategic objectives. Any such system can only provide reasonable, not absolute, assurance against material misstatement or loss.

Directors' liability insurance

The Group maintains insurance cover for the protection of Directors and senior management from personal liabilities and costs which may arise in the course of fulfilling their duties. This insurance was in force during the 53 weeks ended 4 February 2018 and to the date of approval of the Company financial statements.

STORES GROUP LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

Corporate and social responsibility

The Group recognises the importance of its corporate and social responsibilities, monitors its impact on the environment and designs and implements policies to reduce any damage that might be caused by the Group's activities. The Company operates in accordance with Group policies, which are described in the Group's Annual report and financial statements which do not form part of this report. Initiatives designed to minimise the Company's impact on the environment include recycling and reducing energy consumption.

Financial risk management

The financial risk management and policies of the Company are consistent with those of the Group. For further details, see page 95 of the Wm Morrison Supermarkets PLC Annual Report and Financial Statements 2017/18, which does not form part of this report.

Political donations

There were no political donations for the period (2017: none) and the Company did not incur any political expenditure (2017: £nil).

STORES GROUP LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

Statement of Directors' responsibilities

The Directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the Directors to prepare financial statements for each financial period. Under that law the Directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 'Reduced Disclosure Framework', and applicable law). 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 of the Company and of the profit or loss of the Company for that period. In preparing the financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- 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.

The Directors 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.

In the case of each Director in office at the date the Directors' Report is approved:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

This report was approved by the Board and signed on its behalf by:



Mr J Burke
Director

29. October 2018

STORES GROUP LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF STORES GROUP LIMITED

Report on the audit of the financial statements

Opinion

In our opinion, Stores Group Limited's financial statements:

- give a true and fair view of the state of the Company's affairs as at 4 February 2018 and of its profit for the 53 week period (the 'period') then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 'Reduced Disclosure Framework', and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report, which comprise: the balance sheet as at 4 February 2018; the income statement, the statement of changes in equity for the period then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ('ISAs (UK)') and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

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

- 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.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's ability to continue as a going concern.

STORES GROUP LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF STORES GROUP LIMITED

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

With respect to the Strategic Report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Strategic Report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the period ended 4 February 2018 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the Directors for the financial statements

As explained more fully in the Statement of Directors' Responsibilities set out on page 4, the Directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Directors are also responsible for such internal control as they 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.

Auditors' 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 auditors' 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 FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

STORES GROUP LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF STORES GROUP LIMITED

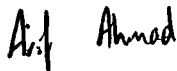
Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the Company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



.....
Arif Ahmad (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditor
Leeds

29 October 2018

STORES GROUP LIMITED

INCOME STATEMENT

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

		53 Weeks ended 4 February 2018 £000	52 Weeks ended 29 January 2017 £000
	Notes		
Income from shares in Group undertakings		150,000	250,000
Profit on ordinary activities before taxation	3	<u>150,000</u>	<u>250,000</u>
Tax on profit on ordinary activities	4	-	-
Profit for the financial period		<u><u>150,000</u></u>	<u><u>250,000</u></u>

The income statement has been prepared on the basis that all operations are continuing operations.

There were no amounts recognised in other comprehensive income other than those included in the income statement.

The notes on pages 11 to 15 form part of these financial statements.

STORES GROUP LIMITED

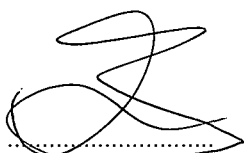
BALANCE SHEET

AS AT 4 FEBRUARY 2018

	Notes	2018 £000	2017 £000
Fixed assets			
Investments	6	1,133,168	1,133,168
Current assets			
Debtors	8	716,900	595,900
Creditors: amounts falling due within one year	9	(1,585,568)	(1,464,568)
Net current liabilities		(868,668)	(868,668)
Net assets		264,500	264,500
Shareholders' equity			
Called-up share capital	10	100	100
Retained earnings		264,400	264,400
Total shareholders' funds		264,500	264,500

The notes on pages 11 to 15 form part of these financial statements.

The financial statements on pages 8 to 15 were approved by the Board of Directors and authorised for issue on 29 October 2018 and are signed on its behalf by:



Mr T Strain
Director

Company Registration No. 01697262

STORES GROUP LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

	Notes	Called-up share capital £000	Retained earnings £000	Total shareholders' funds £000
Balance at 1 February 2016		100	264,400	264,500
Profit for the financial period		-	250,000	250,000
Dividends	5	-	(250,000)	(250,000)
Balance at 29 January 2017		100	264,400	264,500
Profit for the financial period		-	150,000	150,000
Dividends	5	-	(150,000)	(150,000)
Balance at 4 February 2018		100	264,400	264,500

The notes on pages 11 to 15 form part of these financial statements.

STORES GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

1 Accounting policies

Company information

Stores Group Limited is a private company, limited by shares, incorporated and domiciled in the United Kingdom. The registered office is Hilmore House, 71 Gain Lane, Bradford, West Yorkshire, England, BD3 7DL.

Basis of preparation of financial statements

These financial statements of the Company have been prepared in accordance with the Companies Act 2006 (the Act) as applicable to companies using Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS 101). FRS 101 sets out a reduced disclosure framework for a 'qualifying entity' as defined in the standard which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of EU-adopted IFRS.

The Company is a qualifying entity for the purposes of FRS 101 as it is a member of a group which prepares publicly available consolidated financial statements and it is included in the consolidation for that group.

Notwithstanding net current liabilities, these financial statements, which have been prepared on the going concern basis, under the historic cost convention and in accordance with applicable accounting standards in the United Kingdom, are presented as required by the Act.

The going concern basis of preparation takes into account an undertaking from the parent company of its intention to provide such financial support as may be necessary for the foreseeable future and at least twelve months from the date of signing the financial statements and, in particular, not to demand repayment of amounts currently outstanding.

The disclosure exemptions adopted by the Company in preparation of these financial statements in accordance with FRS 101 are as follows:

- a) IAS 1, 'Presentation of financial statements' (paragraph 38) – comparative information requirements in respect of paragraph 79(a)(iv) of IAS 1;
- b) The following paragraphs of IAS 1, 'Presentation of financial statements':
 - (i) 10(d), (statement of cash flows);
 - (ii) 111 (cash flow statement information); and
 - (iii) 134-136 (capital management disclosures);
- c) IAS 7, 'Statement of cash flows';
- d) IAS 8 'Accounting policies, changes in accounting estimates and errors' (paragraph 30 and 31) – requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective;
- e) The following requirements of IAS 24, 'Related party disclosures':
 - (i) paragraph 17 – key management compensation; and
 - (ii) the requirements to disclose related party transactions entered into with two or more wholly owned members of a group.

The Directors have chosen not to prepare consolidated financial statements for the Company in accordance with the provisions of section 400 of the Act. The results of the Company are included in the consolidated financial statements of Wm Morrison Supermarkets PLC.

STORES GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

1 Accounting policies

(Continued)

Basis of preparation of financial statements (continued)

The preparation of financial statements in conformity with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are impairment of non-financial assets. For further details, see page 69 of the Wm Morrison Supermarkets PLC Annual report and Financial Statements 2017/18, which does not form part of this report.

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

Accounting reference date

The accounting period of the Company ends on the Sunday falling between 29 January and 4 February each year.

Current tax

The current income tax charge is calculated on the basis of the tax laws in effect during the period and any adjustments to tax payable in respect of previous periods. Taxable profit differs from the profit as reported in the profit for the period as it is adjusted both for items that will never be taxable or deductible, and temporary differences. Current tax is charged to profit for the period, except when it relates to items charged or credited directly in other comprehensive income or equity in which case the current tax is reflected in other comprehensive income or equity as appropriate.

Trade and other debtors

Trade and other debtors are initially recognised at fair value, which is generally equal to face value, and subsequently held at amortised cost. Provision is made when there is objective evidence that the Company will not be able to recover balances in full, with the charge being included in administrative expenses.

Trade and other creditors

Trade and other creditors are initially recognised at fair value, which is generally equal to face value of the invoices received, and subsequently held at amortised cost. Trade creditors are presented net of commercial income due when the Company's trading terms state that income from suppliers will be netted against amounts owing to that supplier.

Investments

Investments comprise investments in equity instruments held for long term investment. They are measured at fair value through other comprehensive income, where the fair value can be measured reliably. Where the fair value of the instruments cannot be measured reliably, for example, when there is variability in the range of estimates, the investments are recognised at cost less accumulated impairment losses.

Impairment of non-financial assets

The Company tests non-financial assets if events or changes in circumstances indicate that the carrying amount may not be recoverable. Testing is performed at the level of a cash generating unit (CGU) in order to compare the CGU's recoverable amount against its carrying value. An impaired CGU is written down to its recoverable amount, which is the higher of value in use or its fair value less costs to dispose. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

STORES GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

2 Employees and Directors

There are no employees of the Company during the 53 week period was none (2017: none).

The emoluments of the Directors are paid by Wm Morrison Supermarkets PLC which makes no recharge to the Company. It is not possible to make an accurate apportionment of the emoluments of the Directors between Wm Morrison Supermarkets PLC and fellow subsidiaries. Accordingly, the above details include no emoluments in respect of Directors.

Where the Directors are also Directors of the ultimate parent company, Wm Morrison Supermarkets PLC, details of the emoluments and accrued benefits under the defined benefit pension schemes that the Directors received for the 53 weeks ended 4 February 2018 are disclosed in the Annual report and financial statements of that company.

3 Profit on ordinary activities before taxation

During the 53 weeks ended 4 February 2018, the Company received £150,000,000 a dividend of from its subsidiary, Safeway Stores Limited (2017: £250,000,000).

Audit fees and expenses of £1,000 (2017: £1,000) were borne by Safeway Limited. There are no fees in relation to non-audit services (2017: none).

4 Tax on profit on ordinary activities

There was no corporation tax payable or receivable in the 53 weeks ended 4 February 2018 (2017: £nil).

The tax for both periods is different to the standard rate of corporation tax in the UK of 19.16% (2017: 20.00%). The differences are explained below:

	2018 £000	2017 £000
Profit on ordinary activities before taxation	150,000	250,000
Expected tax charge based on a corporation tax rate of 19.16% (2017: 20.00%)	28,740	50,000
Income not taxable	(28,740)	(50,000)
Total tax charge for the period	-	-

Factors affecting current and future tax charges

Legislation to reduce the standard rate of corporation tax to 17% from 1 April 2020 was included in Finance Act 2016.

There have not been any further announcements of changes to the rate of corporation tax after 1 April 2020.

STORES GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

5 Dividends

Amounts recognised as distributions to equity holders in the period:

	2018 £000	2017 £000
Interim dividend for the period ended 4 February 2018 of £1,500 per share (2017: £2,500)	150,000	250,000

6 Investments

	2018 £000	2017 £000
Investments in subsidiaries	1,133,168	1,133,168
	<u>1,133,168</u>	<u>1,133,168</u>

In accordance with section 409 of the Companies Act 2006, a full list of related undertakings including the country of incorporation, the principal activity and the effective percentage of equity owned as at 4 February 2018 is disclosed below in note 8. The registered address of all undertakings is Hilmore House, Gain Lane, Bradford, BD3 7DL unless otherwise stated.

7 Related undertakings

Details of the Company's related undertakings at 4 February 2018 are as follows:

Related undertaking	Country of incorporation	Ownership interest (%)	Principal activity
Safeway Stores Limited	United Kingdom	100	Operation of supermarket stores
Presto Stores Limited	United Kingdom	100	Dormant
Safeway Food Stores Limited	United Kingdom	100	Dormant

The Directors believe that the carrying value of the investments is supported by their underlying net assets. The registered address of all the above related undertakings is Hilmore House, 71 Gain Lane, Bradford, West Yorkshire, England, BD3 7DL.

8 Debtors

	2018 £000	2017 £000
Amounts owed by Group undertakings	716,900	595,900

Amounts owed by Group undertakings are non-interest bearing, unsecured and are repayable on demand.

STORES GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 53 WEEKS ENDED 4 FEBRUARY 2018

9 Creditors: amounts falling due within one year

	2018 £000	2017 £000
Amounts owed to Group undertakings	1,585,568	1,464,568

Amounts owed to Group undertakings are non-interest bearing, unsecured and are repayable on demand.

10 Called-up share capital

	2018 £000	2017 £000
100,000 (2017: 100,000) Ordinary shares of £1 each	100	100

All issued shares are fully paid.

11 Ultimate holding company

The immediate parent undertaking is Safeway Limited. The head of the smallest group in which the results of the Company are consolidated is Safeway Limited which is incorporated in Great Britain and registered in England and Wales. Copies of the financial statements of Safeway Limited are available from the address below.

The ultimate parent undertaking, controlling party and head of the largest group in which the results of the Company are consolidated is Wm Morrison Supermarkets PLC which is incorporated in United Kingdom and registered in England and Wales.

Copies of the financial statements of Wm Morrison Supermarkets PLC are available from:

The Company Secretary
Wm Morrison Supermarkets PLC
Hilmore House
Gain Lane
Bradford
West Yorkshire
BD3 7DL