

Registered Company number: SC621875

**Partnership
Accounts**

Sainsbury's Heather GP Limited
Annual Report and Financial Statements
For the 52 weeks to 6 March 2021



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Sainsbury's Heather GP Limited
Balance sheet
as at 6 March 2021

	Note	2021 £	2020 £
Current assets			
Trade and other receivables	5	1	1
Net assets		1	1
Equity			
Called up share capital	6	1	1
Total equity		1	1

The notes on pages 2 to 4 are an integral part of these financial statements.

For the financial year ending 6 March 2021 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the Company to obtain an audit of its accounts for the financial year in question in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the micro-entity provisions and delivered in accordance with the provisions applicable to companies subject to small companies' regime.

Section 172 statement and stakeholder engagement

All directors are collectively responsible for the success of the Company and take their duties and responsibilities, including those set out in Section 172(1) of the Companies Act 2006, seriously. When making decisions, the board of directors seek to take the course of action that it considers best leads to the success of the Company over the long term, and this includes considering the Company's stakeholders.

The Company is a subsidiary of J Sainsbury plc and its stakeholder engagement is integrated within the governance framework of J Sainsbury plc and its subsidiaries (the 'Group'). During the year, the Directors continued to focus on engagement with the Company's stakeholders, most notably the Group. The Directors primarily used finance meetings to consider and engage with the Group. These interactions informed key decisions that the Directors made during the year.

Further details on how the Group engaged with its stakeholders, can be found in the 2021 Annual Report for J Sainsbury plc on pages 14-17.

Approved by the Board of Directors on 7 September 2021 and signed on their behalf by:



Bruce Richardson
Director

Sainsbury's Heather GP Limited
Notes to the financial statements
for the period to 6 March 2021

1 General information

Sainsbury's Heather GP Limited is a private limited company incorporated and domiciled in the United Kingdom. The Company's registered address is 3 Lochside Avenue, Edinburgh, Scotland, EH12 9DJ. The Company is part of the J Sainsbury's plc Group.

The Company is part of the J Sainsbury's plc group ('the Group'). The ultimate parent company and controlling party of the Company is J Sainsbury plc, which is registered in England and Wales, and forms the only group into which the financial statements of the Company are consolidated. Copies of the parent company's financial statements may be obtained from www.about.sainsburys.co.uk.

The financial year covers the 52 weeks to 6 March 2021 (2020: period from the 20 February 2019 to 7 March 2020).

2 Accounting policies

a) Statement of compliance

The Company's financial statements have been prepared in accordance with International Accounting Standards in conformity with the requirements of the Companies Act 2006.

b) Basis of preparation

The financial statements are presented in sterling rounded to the nearest pound (£) unless otherwise stated and they have been prepared on a going concern basis under the historical cost convention.

The preparation of financial statements in conformity with IFRSs requires the use of judgements, estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2c.

The accounting policies have been applied consistently to all periods presented in the financial statements.

Financial instruments

Financial assets

Loans and receivables are non-derivative financial assets, initially recognised at fair value, then subsequently carried at amortised cost, less provision for impairment.

Impairment

The carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated in order to determine the extent of the impairment loss. Any impairment charge is recognised in the income statement in the year it occurs.

Called up share capital

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

c) Judgements and estimates

The Company makes judgements and assumptions concerning the future that impact the application of policies and reported amounts. The resulting accounting estimates calculated using these judgements and assumptions will, by definition, seldom equal the related actual results but are based on historical experience and expectations of future events.

Sainsbury's Heather GP Limited
Notes to the financial statements (continued)
for the period to 6 March 2021.

2 Accounting policies (continued)
c) Judgements and estimates (continued)

The judgements and key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are discussed below:

Impairment of assets

Financial and non-financial assets are subject to impairment reviews based on whether current or future events and circumstances suggest that their recoverable amount may be less than their carrying value. Recoverable amount is based on the higher of the value in use and fair value less costs to dispose. Value in use is calculated from expected future cash flows using suitable discount rates and includes management assumptions and estimates of future performance.

3 Administrative expenses

Administrative charges have been borne by the ultimate parent company, J Sainsbury plc or other Group companies.

4 Employees and Directors' remuneration

The average monthly number of persons (including Directors) employed by the Company during the financial year was nil.

All of the Directors are employees of the ultimate parent company, J Sainsbury plc, or other Group companies. The Directors' emoluments are borne by Sainsbury's Supermarkets Ltd, a fellow Group company that makes no recharge to the Company. It is not possible to make an accurate apportionment of the Directors' emoluments as they serve as Directors to a number of Group companies. Accordingly, the above details do not include emoluments in respect of the Directors.

5 Trade and other receivables

	2021 £	2020 £
Amounts due from a Group company	1	1

Amounts due from a Group company are denominated in sterling, non-interest bearing and are repayable on demand.

6 Called up share capital

	2021 £	2020 £
Allotted, called up and fully paid		
Allotted and fully paid – 1 ordinary shares of £1.00 each	1	1

Sainsbury's Heather GP Limited
Notes to the financial statements (continued)
for the period to 6 March 2021

7 Related party transactions

The immediate and ultimate parent company and controlling party of the Company is J Sainsbury plc, registered in England and Wales, and forms the only Group into which the financial statements of the Company are consolidated. Copies of the parent company's financial statements may be obtained from www.about.sainsburys.co.uk.

(a) Key management personnel

The key management personnel of the Company comprise the Board of Directors. The Directors do not receive any remuneration from the Company as their emoluments are borne by Group companies. The Company did not have any transactions with the Directors during the financial year.

(b) Transactions with parent company

There have been no transactions with the ultimate parent company, J Sainsbury plc. The Company has no amounts due to and from the parent company.

(c) Transactions with other group companies

There have been no transactions with the other group companies during the year. The Company has £1 due from another Group company.

(d) Transactions with other related parties

There have been no transactions with other related parties during the financial year. The Company has no amounts due to or from other related parties.

Registered Number: SL033628

Sainsbury's Thistle Scottish Limited Partnership

Annual Report and Financial Statements

For the 52 weeks to 6 March 2021

Sainsbury's Thistle Scottish Limited Partnership
Strategic report
for the 52 weeks to 6 March 2021

Principal activities and review of business

The principal activity of Sainsbury's Thistle Scottish Limited Partnership (the 'Partnership') is to earn interest on loans made to Sainsbury's Tyne Property Holdings Limited. Payments of capital and interest on these loans is then used to repay financial liabilities payable to J Sainsbury Pension Scheme Trustees Limited.

The Partnership's profit for the financial year is £10,034,570 (2020: £6,117,738). The financial position as at 6 March 2021 is shown in the balance sheet set out on page 8.

All material operations are carried out in the United Kingdom.

A full review of the business and the market can be found in the 2021 Annual Report and Financial Statements of J Sainsbury plc, the ultimate parent undertaking, on the following website: www.about.sainsburys.co.uk.

Principal risks and uncertainties

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of J Sainsbury plc and its subsidiaries (the 'Group') and are not managed separately. Accordingly, the principal risks and uncertainties of the Group, which include those of the Company, are discussed on pages 32 to 43 of the Group's Annual Report and financial statements 2021, which does not form part of this report.

Future developments

No change is planned in the activities of the Partnership in the next financial year.

Key performance indicators (KPIs)

The Directors of J Sainsbury plc manage the Group's operations on a divisional basis. For this reason, the Company's Directors believe that analysis using KPIs for the Company is not necessary or appropriate for an understanding of the development, performance or position of the business of the Company. The development, performance and position of the Group, which includes the Company, are discussed on pages 2 to 31 of the Group's Annual Report, which does not form part of this report.

Financial risk management

The financial risk management and policies of the Partnership are disclosed in note 11 of the financial statements.

By order of the Board:



N Shinton (Sep 7, 2021 14:42 GMT+1)

Natalie Shinton

For and on behalf of Sainsbury's Rose LP Limited (D Limited Partner)
7 September 2021

**Sainsbury's Thistle Scottish Limited Partnership
Partners' report
for the 52 weeks to 6 March 2021**

The Partners present the report and the audited financial statements of Sainsbury's Thistle Scottish Limited Partnership (the 'Partnership') for the 52 weeks to 6 March 2021.

Distributions

During the financial year the Partnership made no distributions.

Going concern

The Partners have, at the time of approving the financial statements, a reasonable expectation that the Partnership has access to adequate resources to continue in operational existence for the foreseeable future.

Partners

The names of the partners who were Partners at any time during the financial year and up to the date of signing the financial statements are set out below. Unless otherwise indicated they served as Partners for the entire financial year.

J Sainsbury Pension Scheme Trustees Limited (Limited Partner)

Sainsbury's Rose LP Limited (Limited Partner)

Sainsbury's Heather GP Limited (General Partner)

Disclosure of information to auditors

Each of the Partners confirms that, so far as he is aware, there is no relevant audit information of which the auditors are unaware. Each Partner has taken all steps that he ought to have taken as a Partner in order to make himself aware of any relevant audit information and to establish that the auditors are aware of that information.

Independent auditors

Ernst & Young LLP have indicated their willingness to continue in office.

For and on behalf of Sainsbury's Thistle Scottish Limited Partnership,



N Shinton (Sep 7, 2021 14:42 GMT+1)

Natalie Shinton

For and on behalf of Sainsbury's Rose LP Limited (D Limited Partner)

7 September 2021

Sainsbury's Thistle Scottish Limited Partnership
Statement of Partners' responsibilities
for the 52 weeks to 6 March 2021

The Partners are responsible for preparing the non-statutory financial statements in accordance with the basis of preparation and accounting policies in note 2 for management purposes. The Partners must not approve the non-statutory financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Partnership and of the profit or loss of the Partnership for that period. In preparing these non-statutory financial statements, the Partners have:

- selected suitable accounting policies and then applied them consistently;
- made judgements and accounting estimates that are reasonable and prudent;
- stated the basis of preparation and accounting policies applied;
- prepared the non-statutory financial statements on the going concern basis unless it is inappropriate to presume that the Partnership will continue in business.

The Partners are responsible for keeping adequate accounting records that are sufficient to show and explain the Partnership's transactions and disclose with reasonable accuracy at any time the financial position of the Partnership. They are also responsible for safeguarding the assets of the Partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



Bruce Richardson
for and on behalf of Sainsbury's Heather GP Limited (General Partner)
7 September 2021

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SAINSBURY'S THISTLE SCOTTISH LIMITED PARTNERSHIP

Opinion

We have audited the financial statements of for Sainsbury's Thistle Scottish Limited Partnership for 52 week period ended 6 March 2021 which comprise of the Statement of comprehensive income, the Balance sheet, the Cash flow statement, the Statement of changes in Partners' interests and the related notes 1 to 12, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and International Accounting Standards in conformity with the requirements of the Companies Act 2006 as applied to qualifying partnerships.

In our opinion, the financial statements:

- ▶ give a true and fair view of the state of the qualifying partnership's affairs as at 6 March 2021 and of its profit for the year then ended;
- ▶ have been properly prepared in accordance with International Accounting Standards in conformity with the requirements of the Companies Act 2006 as applied to qualifying partnerships; and
- ▶ have been prepared in accordance with the requirements of the Companies Act 2006 as applied to qualifying partnerships.

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 below. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the partners' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the partners with respect to going concern are described in the relevant sections of this report. 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.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The partners are responsible for the other information.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SAINSBURY'S THISTLE SCOTTISH LIMITED PARTNERSHIP continued

Other information continued

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

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 course of 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 themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the 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 Strategic report and the Partners' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- ▶ the Strategic report and Partners' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the qualifying partnership and its environment obtained in the course of the audit, we have identified no material misstatements in the Strategic report or the Partners' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to qualifying partnerships 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 partners' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Respective responsibilities of partners

As explained more fully in the Statement of Partners' responsibilities set out on page 3 the partners 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 partners 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 partners are responsible for assessing the partnership'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 partners either intend to liquidate the partnership or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SAINSBURY'S THISTLE SCOTTISH LIMITED PARTNERSHIP continued

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.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

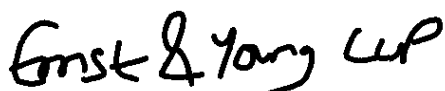
Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant are the International Accounting Standards in conformity with the requirements of the Companies Act 2006 as applied to qualifying partnerships.
- We understood how Sainsbury's Thistle Scottish Limited Partnership is complying with those frameworks by making enquiries of management, internal audit and those responsible for legal and compliance procedures. We corroborated our enquiries through our review of board minutes, internal audit reports and through consideration of the results of our audit procedures.
- We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur by considering the programmes and controls that the company has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those programmes and controls.
- Based on this understanding we designed our audit procedures to identify noncompliance with such laws and regulations. Our procedures involved enquiries of those responsible for legal and compliance procedures, internal audit and management. In addition, we completed procedures to conclude on the compliance of the disclosures in the annual report and financial statements with all applicable reporting requirements.

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

Use of our report

This report is made solely to the qualifying partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 as applied to qualifying partnerships. Our audit work has been undertaken so that we might state to the qualifying partnership's members 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 qualifying partnership's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Ben Marles (Senior statutory auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
London

10 September 2021

Sainsbury's Thistle Scottish Limited Partnership
Statement of comprehensive income
for the 52 weeks to 6 March 2021

	Note	2021 £	2020 £
Revenue		48,839,120	31,450,565
Gross profit		48,839,120	31,450,565
Operating profit	3	48,839,120	31,450,565
Finance costs	5	(38,804,550)	(25,332,827)
Profit for the financial year		10,034,570	6,117,738
Attributable to:			
Profit available for distribution among partners		10,034,570	6,117,738

There was no other comprehensive income or expense during the financial year.

The notes on pages 10 to 14 are an integral part of these financial statements.

Sainsbury's Thistle Scottish Limited Partnership
Balance sheet
As at 6 March 2021

	Note	2021 £	2020 £
Non-current assets			
Trade and other receivables	6	1,324,365,935	1,334,062,816
Current assets			
Trade and other receivables	6	58,611,000	58,150,000
Cash and cash equivalents		75,000	-
Total assets		1,383,051,935	1,392,212,816
Current liabilities			
Trade and other payables	7	(58,460,000)	(58,000,000)
		(58,460,000)	(58,000,000)
Net current assets		226,000	150,000
Non-current liabilities			
Other payables	7	(468,977,376)	(488,632,827)
Net assets		855,614,559	845,579,989
Represented by:			
Partners' current account	8	(26,204,054)	(10,212,189)
Other reserves	9	(633,963,307)	(659,989,742)
Partners' capital	10	1,515,781,920	1,515,781,920
Total partners' interests		855,614,559	845,579,989

The notes on pages 10 to 14 are an integral part of these financial statements.

The financial statements on pages 7 to 14 were authorised for issue and signed on behalf of the partners of Sainsbury's Thistle Scottish Limited Partnership by:



Bruce Richardson
for and on behalf of Sainsbury's Heather GP Limited (General Partner)
7 September 2021

Sainsbury's Thistle Scottish Limited Partnership
Cash flow statement
for the 52 weeks to 6 March 2021

There were no cash flows for the 52 weeks to 6 March 2021.

The notes on pages 10 to 14 are an integral part of these financial statements.

Sainsbury's Thistle Scottish Limited Partnership
Statement of changes in partners' interests
for the 52 weeks to 6 March 2021

	Note	Available for distribution among Partners £
At 8 March 2020		(10,212,189)
Profit for the financial year	8	10,034,570
Profit distributed in financial year	8	-
Unwind of fair value adjustment on loan note	8 & 9	(26,026,435)
At 6 March 2021		(26,204,054)
At 10 March 2019		-
Profit for the financial year	8	6,117,738
Profit distributed in financial year	8	-
Unwind of fair value adjustment on loan note	8 & 9	(16,329,927)
At 7 March 2020		(10,212,189)

The notes on pages 10 to 14 are an integral part of these financial statements.

Sainsbury's Thistle Scottish Limited Partnership
Notes to the financial statements
for the 52 weeks to 6 March 2021

1 General information

Sainsbury's Thistle Scottish Limited Partnership (the 'Partnership') is a qualifying Scottish Partnership which is registered in Scotland and is limited under the Limited Partnerships Act 1907. The Partnership is domiciled in the United Kingdom and its registered address is 3 Lochside Avenue, Edinburgh, Scotland, EH12 9DJ, United Kingdom. The Partnership is part of the J Sainsbury plc (the 'Group').

The Partnership's financial year represents the 52 weeks to 6 March 2021 (2020: period from 19 February 2019 to 7 March 2020).

2 Accounting policies

(a) Statement of compliance

The Partnership's financial statements have been prepared in accordance with International Accounting Standards in conformity with the requirements of the Companies Act 2006.

(b) Basis of preparation

The financial statements are presented in sterling, to the nearest pound (£) unless otherwise stated. They have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRS requires the use of judgements, estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2c.

The Partnership is included in the consolidated financial statements of J Sainsbury plc which are publicly available. Consequently, the company has taken advantage of the exemption from preparing consolidated financial statements under the terms of section 400 of the Companies Act 2006.

Going concern

The Partners have, at the time of approving the financial statements, a reasonable expectation that the Partnership has access to adequate resources to continue in operational existence for the foreseeable future.

Sainsbury's Thistle Scottish Limited Partnership
Notes to the financial statements (continued)
for the 52 weeks to 6 March 2021

Amendments to published standards

Effective for the Partnership in these financial statements:

The Partnership has considered the following amendments to published standard that are effective for the Partnership for the financial year beginning 8 March 2020 and concluded that they are either not relevant to the Partnership or that they do not have a significant impact on the Partnership's financial statements other than disclosures.

- Amendments to References to Conceptual Framework in IFRS Standards
- Amendments to IFRS 3 'Business Combinations' on the definition of a business
- Amendments to IAS 1 'Presentation of Financial Statements' and IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' on the definition of material
- Amendments to IFRS 9 'Financial Instruments', IAS 39 'Financial Instruments: Recognition and Measurement' and IFRS 7 'Financial Instruments: Disclosures' on the Interest Rate Benchmark Reform

Standards and revisions effective for future periods

The following standards and revisions will be effective for future periods:

- Amendments to IFRS 3 'Business Combinations' with reference to the Conceptual Framework
- Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' on Onerous Contracts – Cost of Fulfilling a Contract
- Amendments to IAS 16 'Property, Plant and Equipment' on Proceeds before Intended Use
- Amendments to IAS 1 'Presentation of Financial Statements' on the classification of liabilities as current or non-current
- IFRS 17 'Insurance Contracts'

The Partnership has considered the impact of the above standards and revisions and concluded that they will not have a significant impact on the Partnership's financial statements.

The accounting policies set out below have been applied consistently to all periods presented in the financial statements.

Revenue

Revenue is earned by means of a distribution of profits from the Partnership's investment in Sainsbury's Property Scottish Partnership, an unincorporated Scottish Partnership, of which the Partnership is a partner. This income is determined via the provisions detailed in the Partnership Agreement.

Investments

Investments in partnerships are carried at cost, less any recognised impairment loss.

Partners' capital

Partners' capital has been classified as equity.

Tax

No tax is recorded in the financial statements of the Partnership, as all tax liabilities are liabilities of the Partners, not the Partnership.

Sainsbury's Thistle Scottish Limited Partnership
Notes to the financial statements (continued)
for the 52 weeks to 6 March 2021

(c) Significant accounting judgements, estimates and assumptions

The preparation of financial statements in conformity with IFRSs requires the use of judgements, estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Those which are significant to the Partnership are discussed separately below: The judgements and key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are discussed below.

Estimates and assumptions

The areas where assumptions and estimates are significant to the financial statements are as described below. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Impairment of assets

Non-financial assets are subject to impairment reviews based on whether current or future events and circumstances suggest that their recoverable amount may be less than their carrying value. Recoverable amount is based on the higher of the value in use and fair value less costs to dispose. Value in use is calculated from expected future cash flows using suitable discount rates and includes management assumptions and estimates of future performance.

3 Operating profit

The auditors' remuneration, in the current year of £1,828 (2020: £1,828), has been borne by Sainsbury's Supermarkets Ltd, a Group company that makes no recharge to the Partnership.

4 Employee costs

The average monthly number of persons (including Partners) employed by the Partnership during the current financial year was nil.

5 Finance costs

	2021 £	2020 £
Borrowing costs	(38,804,550)	(25,332,827)
Finance costs	(38,804,550)	(25,332,827)

6 Trade and other receivables

	2021 £	2020 £
Non-current		
Amounts due from Group companies	1,324,365,935	1,334,062,816
	1,324,365,935	1,334,062,816
Current		
Amounts due from Group companies	58,611,000	58,150,000
	58,611,000	58,150,000

Sainsbury's Thistle Scottish Limited Partnership
Notes to the financial statements (continued)
for the 52 weeks to 6 March 2021

7 Trade and other payables

	2021 £	2020 £
Non-current		
Amounts owed to J Sainsbury Pension Scheme Trustees Limited	(468,977,376)	(488,632,827)
	(468,977,376)	(488,632,827)
Current		
Amounts owed to J Sainsbury Pension Scheme Trustees Limited	(58,460,000)	(58,000,000)
	(58,460,000)	(58,000,000)

8 Partners' current account

	General Partner £	Limited Partners £	Total £
Balance at beginning of financial year	-	(10,212,189)	(10,212,189)
Share of profit	-	10,034,570	10,034,570
Unwind of fair value adjustment on loan note	-	(26,026,435)	(26,026,435)
Balance at end of financial year	-	(26,204,054)	(26,204,054)

9 Other reserves

	2021 £
Balance at beginning of financial year	(659,989,742)
Unwind of fair value adjustment on loan note	26,026,435
Balance at end of financial year	(633,963,307)
	2020 £
Balance at beginning of financial year	-
Fair value adjustment on loan note	(676,319,669)
Unwind of fair value adjustment on loan note	16,329,927
Balance at end of financial year	(659,989,742)

10 Partners' capital

	General Partner £	Limited Partners £	Total £
As at 7 March 2020 & 6 March 2021	-	1,515,781,920	1,515,781,920

Sainsbury's Thistle Scottish Limited Partnership
Notes to the financial statements (continued)
for the 52 weeks to 6 March 2021

11 Financial risk management

Treasury management

Treasury policies are reviewed and approved by the ultimate parent company's board. The J Sainsbury plc Chief Executive and Chief Financial Officer have joint delegated authority from the ultimate parent company's board to approve finance transactions.

The Group operates a central treasury function, which is responsible for managing the Partnership's liquid resources, funding requirements and interest rate and currency exposures.

Interest rate risk

The Partnership has no exposure to interest rate fluctuations.

Liquidity risk

The Partnership's exposure to liquidity risk is managed by funding cash flow requirements from the parent company.

Credit risk

The Partnership has no exposure to credit risk.

Capital risk management

The Partnership's objectives when managing capital are to safeguard the Partnership's ability to continue as a going concern in order to provide services to the Group and to maintain an optimal capital structure.

12 Related party transactions

The Partnership is managed by three partners, Sainsbury's Rose LP Limited, Sainsbury's Heather GP Limited and J Sainsbury Pension Scheme Trustees Limited. The Partners share control over the operation of the Partnership as set out in the Partnership Agreement. The Partners do not receive any remuneration from the Partnership. The Partnership did not have any transactions with the partners other than by way of the receipt and subsequent re-distribution of income as per the Partnership Agreement.

(a) Transactions with Partners

There have been no transactions with Partners during the year.

(b) Transactions with other related parties

There have been no transactions with other related parties during the year.