

Registered Company number: 02789936

# J Sainsbury Common Investment Fund Limited

## Annual Report and Financial Statements

For the 52 weeks to 7 March 2020



**J Sainsbury Common Investment Fund Limited**  
**Balance sheet**  
**as at 7 March 2020**

	Note	2020 £	2019 £
<b>Current assets</b>			
Other receivables	5	2	2
<b>Equity</b>			
Called up share capital	6	2	2

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

J Sainsbury Common Investment Fund Limited (the 'Company') has not traded during the financial year or the preceding financial year. During these financial years, the Company received no income, incurred no expenditure, and therefore made neither profit nor loss.

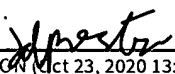
For the 52 weeks ended 7 March 2020, the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

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.

These accounts have been prepared in accordance with the provisions applicable to companies subject to small companies' regime.

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

Approved by the board of Directors on 21 September 2020 and signed on their behalf by

  
 J.D. PRESTON (Oct 23, 2020 13:47 GMT+1)

**John Preston**  
**Chair**  
**J Sainsbury Common Investment Fund Limited**

**J Sainsbury Common Investment Fund Limited**  
**Notes to the financial statements**  
**for the 52 weeks to 7 March 2020**

**1. General information**

J Sainsbury Common Investment Fund Limited (the 'Company') is a private limited company, incorporated and domiciled in England and Wales. The Company's registered address is 33 Holborn, London EC1N 2HT.

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](http://www.about.sainsburys.co.uk).

The Company's financial year represents the 52 weeks to 7 March 2020 and the prior financial year represents the 52 weeks to 9 March 2019.

**2. Summary of significant accounting policies**

**a) Statement of compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards ('IFRSs') as adopted by the European Union and International Financial Reporting Interpretations Committee ('IFRIC') interpretations and with those parts of the Companies Act 2006 applicable to companies reporting under IFRSs.

**b) Basis of preparation**

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

The preparation of financial statements in conformity with IFRS requires the use of judgments, 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 judgment 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*

Receivables are non-derivative financial assets, initially recognised at fair value, plus transaction costs, then subsequently carried at amortised cost.

**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.

**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.

## **2. Summary of significant 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*

Loan loss impairments are accounted for using a 3 stage forward-looking expected credit loss (ECL) approach in line with IFRS 9. IFRS 9 requires the Company to record an allowance for ECL for all loans and other debt financial assets not held at FVPL, together with loan commitments and financial guarantee contracts.

ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

For trade receivables and contract assets, the Company establishes provisions against trade receivables to reflect the lifetime expected credit loss, consistent with the simplified approach under IFRS 9.

#### *Impact of COVID-19*

The COVID-19 outbreak has developed rapidly in 2020, with a significant number of infections across many countries. Management has exercised significant judgement when determining whether any adjustments are required to the financial statements as at 7 March 2020.

The conditions that existed at the balance sheet date were that a disease, present in a number of countries globally, was in existence. It had stabilised in China, however had caused a level of uncertainty in the market. The UK response to the outbreak was still minor and day-to-day life in the UK where the Company operates was unchanged. Despite the lockdown in China, a UK lockdown and subsequent economic impact was not readily apparent at this stage. As a result none of the conditions at the balance sheet date indicated that any adjustments would be required to the Company's financial statements.

The subsequent rise in infections in the UK, significant market movements and global lockdowns occurred after the year-end date, but do not provide additional information about conditions that existed at the balance sheet date. In particular, it was on 11 March that the World Health Organisation declared the virus a pandemic, and from 16 March that the UK Government announced major government-backed loans. It is also this date that day-to-day life in the UK began to be impacted through announced social distancing measures, with additional, stay at home measures being enforced even later. The scale of these Government interventions and impact on daily life in the UK were not apparent at the balance sheet date and therefore represent non-adjusting events to the Company.

## **3. Administrative expenses**

The Company has not traded during the financial year and any expenses incurred for the current and prior year have been borne by Group companies or by the Sainsbury Pension Scheme.

## **4. Employees and Directors' remuneration**

The average monthly number of persons (including Directors) employed by the Company during the financial year was nil (2019: nil).

All of the Directors, except for the Chair (John Preston) and The Law Debenture Pension Trust Corporation p.l.c, are employees or ex-employees of the ultimate parent company, J Sainsbury plc, or other Group companies. However, the Directors do not believe it is possible to meaningfully allocate these emoluments between their respective duties. The Directors do not receive any remuneration from the Company (2019: £nil).

John Preston and The Law Debenture Pension Trust Corporation p.l.c received remuneration from the Sainsbury's Pension Scheme for their services as Directors. It is not possible to make an accurate apportionment of the Directors' emoluments as they serve as Directors to a number of Group companies.

**J Sainsbury Common Investment Fund Limited**  
**Notes to the financial statements (continued)**  
**for the 52 weeks to 7 March 2020**

**5. Other receivables**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Amounts due from parent companies	<b>2</b>	<b>2</b>

Amounts due from the parent companies are non-interest bearing and are repayable on demand. The carrying amounts are denominated in sterling.

**6. Called up share capital**

The authorised share capital comprises 100 ordinary shares of £1 each (2019: 100 shares of £1 each). The allotted and fully paid share capital comprises 2 ordinary shares of £1 each (2019: 2 ordinary shares of £1 each).

**7. Related party transactions**

The immediate parent companies are J Sainsbury Trustees Limited and J Sainsbury Pension Scheme Trustees Limited which each hold 50% of the called up share capital. The ultimate parent undertaking and controlling party 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 ultimate parent's consolidated financial statements may be obtained from [www.aboutsainsburys.co.uk](http://www.aboutsainsburys.co.uk).

*(a) Key management personnel*

The key management personnel of the Company comprise members of 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 immediate and ultimate parent companies*

There have been no transactions with the immediate and ultimate parent companies in the financial year (2019: £nil). The balances as at 7 March 2020 and 9 March 2019 with the parent company is shown in note 5.

*(c) Transactions with Group companies*

There have been no transactions with other Group companies (2019: £nil). The Company has no amounts due to and from other Group companies (2019: £nil).

*(d) Transactions with other related parties*

There have been no transactions with other related parties in the financial year (2019: £nil). The Company has no amounts due to or from other related parties (2019: £nil).

**8. Post balance sheet events**

The COVID-19 pandemic has developed rapidly in 2020, with a significant number of infections across many countries. As detailed in note 2c it has been concluded that none of the conditions at the balance sheet date indicated that any adjustments would be required to the Company's financial statements.