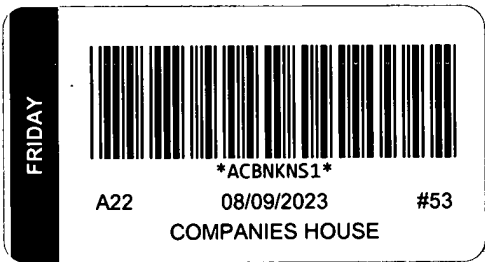


STOREFEEDER LTD

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 26 MARCH 2023



STOREFEEDER LTD

COMPANY INFORMATION

Directors	A Lorke B Williamson J Patel (resigned 30 November 2022) S Smith (appointed 30 November 2022, resigned 19 May 2023)
Company secretary	D Heilig
Registered number	06585175
Registered office	185 Farringdon Road London United Kingdom EC1A 1AA
Independent auditor	Cooper Parry Group Limited Statutory Auditor Sky View Argosy Road East Midlands Airport Castle Donington Derby DE74 2SA

STOREFEEDER LTD

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STOREFEEDER LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 26 MARCH 2023

The Directors present their report and the financial statements of Storefeeder Ltd (the 'Company') for the year ended 26 March 2023.

Directors' responsibilities statement

The Directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. 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 these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

Principal activity

The Company's principal activity is the provision of commercial, digital and technical solutions and support for the multi-channel e-commerce industry, typically selling to SMEs and businesses in the postal and fulfilment markets. The Company also provides IT development and maintenance services to the International Distributions Services Group.

Results and dividends

The profit for the year, after taxation, amounted to £2,192,000 (2021-22: £2,008,000).

There has been no dividend paid in the current year (2021-22: £1,500,000).

Dividends declared during the year were £Nil (2021-22: £1,500,000). Subsequent to the year end, a dividend of £1,500,000 was declared.

The following have served as Directors of the Company during the period ended 26 March 2023 and up to the date of approval of these financial statements unless otherwise stated:

A Lorke
B Williamson
J Patel (resigned 30 November 2022)
S Smith (appointed 30 November 2022, resigned 19 May 2023)

No Director has a beneficial interest in the share capital of the Company.

STOREFEEDER LTD

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 26 MARCH 2023

Political donations

No political donations were made in the period (2021-22: £Nil).

Principal risks and uncertainties

The principal risk faced by the Company is the continuing successful performance and development of computer software. This risk is mitigated by the Directors closely monitoring the performance and allocation of resources within the Company.

Corporate Responsibility

The Company is committed to carrying out its activities in a socially responsible manner in respect of the environment, employees, customers and local communities. The Board of the ultimate parent Company, International Distributions Services plc, publishes details of its activities in its Annual Report and Financial Statements.

Future developments

The Company is expected to continue its current business activities for the foreseeable future.

Through monitoring of key financial and quality of service indicators, the Directors consider the performance and position of the Company to be in line with expectations.

Key Performance Indicators (KPIs)

The Directors consider a number of financial KPIs in monitoring the performance of the Company, as follows:

- Revenue, and
- Profit before tax

Revenue for the period was £9,612,000 (2021-22: £8,330,000) and profit before tax for the period was £2,190,000 (2021-22: £1,986,000). The Directors are satisfied that the Company has met its expectations with respect to the KPIs in the reporting period.

Research and development activities

Research and development expenditure during the period amount to £Nil (2021-22: £Nil).

Employees

Our goal is to ensure that all employees are engaged and involved in the business and are aligned and equipped to meet business objectives. As part of our commitment to drive better service for customers we continue to focus on improving the quality of our leadership, professionalising key roles and achieving greater employee involvement in decision making. Underpinning all of this is a need for dignity at work, where everybody feels valued, is treated fairly and equally and with everyone playing a full part in helping the Company to achieve its goals.

Disabled employees

The Company gives full consideration to applications for employment from disabled persons where the candidates' particular aptitudes and abilities are consistent with adequately meeting the requirements of the job. Opportunities are available to disabled employees for training, career development and promotion.

STOREFEEDER LTD

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 26 MARCH 2023

Indemnity of Directors

To the extent permitted by the Companies Act 2006, the Company may indemnify any Director or former Director of the Company or any associated Company against any liability. The ultimate parent undertaking, International Distributions Services plc, holds a Directors' and officers' liability insurance policy covering the Directors and officers or former Directors of its subsidiary undertakings against any liability.

Cautionary statement regarding forward-looking information

Where this review contains forward-looking statements, these are made by the Directors in good faith based on the information available to them at the time of their approval of this report. These statements should be treated with caution due to the inherent risks and uncertainties underlying any such forward-looking information. A number of important factors, including those in this document, could cause actual results to differ materially from those contained in any forward-looking statement.

Going concern

The Company had net assets of £4,849,000 at 26 March 2023 (2021-22: £2,657,000). The Directors have considered the financial position and future prospects of the Company for twelve months from the date of signing the financial statements and believe that the Company has access to sufficient resources to manage its business successfully. Accordingly, the financial statements are prepared under the going concern basis.

Strategic report

The Directors have taken advantage of the small companies' exemption from the requirement to prepare a strategic report.

Disclosure of information to auditor

Each of the persons who are Directors at the time when this Directors' report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditor

The auditor, Cooper Parry Group Limited, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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

A Lorke
Director



Date: 04.09.2023

STOREFEEDER LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STOREFEEDER LTD

Opinion

We have audited the financial statements of Storefeeder Ltd (the 'Company') for the period ended 26 March 2023, which comprise the income statement, the balance sheet, the statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 'Reduced Disclosure Framework' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 26 March 2023 and of its profit for the period 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 Companies Act 2006.

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. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Directors' 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 Directors with respect to going concern are described in the relevant sections of this report.

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 Directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our 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 this gives rise to 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

STOREFEEDER LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STOREFEEDER LTD (CONTINUED)

Opinion 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 Directors' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 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 Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Directors were not entitled to take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare the strategic report.

Responsibilities of Directors

As explained more fully in the Directors' responsibilities statement set out on page 1, the Directors 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 Directors 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.

STOREFEEDER LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STOREFEEDER LTD (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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our assessment focused on key laws and regulations the Company has to comply with and areas of the financial statements we assessed as being more susceptible to misstatement. These key laws and regulations included, but were not limited to, compliance with the Companies Act 2006, United Kingdom Generally Accepted Accounting Practice and relevant tax legislation.

We are not responsible for preventing irregularities. Our approach to detect irregularity included, but was not limited to, the following:

- obtaining an understanding of the legal and regulatory framework applicable to the entity and how the entity is complying with that framework, including a review of legal and professional nominal codes and board minutes in the year and post year end;
- obtaining an understanding of the entity's policies and procedures and how the entity has complied with these, through discussions and walkthroughs;
- designing our audit procedures to respond to our risk assessment;
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business, including reviewing accounting estimates for bias.

We assessed the susceptibility of the Company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by;

- making enquires of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

Whilst considering how our audit work addressed the detection of irregularities, we also consider the likelihood of detection based on our approach. Irregularities arising from fraud are inherently more difficult to detect than those arising from error.

STOREFEEDER LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STOREFEEDER LTD (CONTINUED)

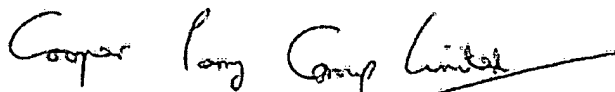
Auditor's responsibilities for the audit of the financial statements (continued)

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: 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 Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company'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 Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in black ink that reads "Cooper Parry Group Limited". The signature is written in a cursive style and is positioned above a horizontal line.

Neil Calder (Senior statutory auditor)

for and on behalf of
Cooper Parry Group Limited

Statutory Auditor

Sky View
Argosy Road
East Midlands Airport
Castle Donington
Derby
DE74 2SA

Date: 06 September 2023

STOREFEEDER LTD

**INCOME STATEMENT
FOR THE PERIOD ENDED 26 MARCH 2023**

	Note	26 March 2023 £000	27 March 2022 £000
Revenue		9,612	8,330
People costs	4	(5,236)	(4,345)
Other operating costs		(2,176)	(1,988)
Operating profit	3	2,200	1,997
Finance costs	6	(10)	(11)
Profit before tax		2,190	1,986
Tax on profit	7	2	22
Profit for the financial year		2,192	2,008

There was no other comprehensive income for 2022-23 (2021-22: £Nil).

All activities derive from the continuing operations of the Company.

The notes on pages 11 to 20 form part of these financial statements.

STOREFEEDER LTD
REGISTERED NUMBER: 06585175

BALANCE SHEET
AS AT 26 MARCH 2023

	Note	26 March 2023 £000	27 March 2022 £000
Non current assets			
Right of use assets	9	447	522
Deferred taxation	14	11	9
		458	531
Current assets			
Trade and other receivables: amounts due within one year	10	4,956	3,822
Cash at bank and in hand		1,422	94
		6,378	3,916
Trade and other payables: amounts falling due within one year	11	(1,542)	(1,323)
		4,836	2,593
Net current assets		4,836	2,593
Total assets less current liabilities		5,294	3,124
Trade and other payables: amounts falling due after more than one year	12	(445)	(467)
Net assets		4,849	2,657
Capital and reserves			
Called up share capital	15	1	1
Retained earnings		4,848	2,656
Total equity		4,849	2,657

The financial statements were approved and authorised for issue by the Board and were signed on its behalf by:

A Lorke
Director



The notes on pages 11 to 20 form part of these financial statements.

STOREFEEDER LTD

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 26 MARCH 2023**

	Called up share capital	Retained earnings	Total equity
	£000	£000	£000
At 28 March 2022	1	2,656	2,657
Profit for the year	-	2,192	2,192
At 26 March 2023	1	4,848	4,849

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 27 MARCH 2022**

	Called up share capital	Retained earnings	Total equity
	£000	£000	£000
At 29 March 2021	1	2,148	2,149
Profit for the year	-	2,008	2,008
Dividends: Equity capital (Note 8)	-	(1,500)	(1,500)
At 27 March 2022	1	2,656	2,657

The notes on pages 11 to 20 form part of these financial statements.

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 MARCH 2023

1. Accounting policies

Storefeeder Ltd (the 'Company') is a limited liability Company incorporated and domiciled in England and Wales. The address of its registered office is disclosed on the Company information page.

The financial statements are prepared in Sterling (£), which is the functional currency of the Company. The financial statements are for a period of 52 weeks ended 26 March 2023 (2021-22: 52 weeks ended 27 March 2022).

1.1 Basis of preparation of financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' ("FRS 101").

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the UK ("Adopted IFRSs"), but make amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

The Company's ultimate parent undertaking, International Distributions Services plc includes the Company in its consolidated financial statements. The consolidated financial statements of International Distributions Services plc are available to the public and may be obtained from the Company Secretary, 185 Farringdon Road, London, EC1A 1AA or at www.internationaldistributionservices.com.

The following principal accounting policies have been applied:

1.2 Financial Reporting Standard 101 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of paragraphs 45(b) and 46-52 of IFRS 2 Share-based payment
- the requirements of paragraphs 62, B64(d), B64(e), B64(g), B64(h), B64(j) to B64(m), B64(n)(ii), B64(o)(ii), B64(p), B64(q)(ii), B66 and B67 of IFRS 3 Business Combinations
- the requirements of paragraph 33(c) of IFRS 5 Non Current Assets Held For Sale and Discontinued Operations
- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement

In addition, and in accordance with FRS 101 further disclosure exemptions have been adopted because equivalent disclosures are included in the consolidated financial statements of International Distributions Services plc. The financial statements of International Distributions Services plc can be obtained as described in note 17.

These financial statements do not include certain disclosures of:

- Financial instruments (other than certain disclosures required as a result of recording financial instruments at fair value).
- Fair value measurement (other than certain disclosures required as a result of recording financial instruments at fair value).

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 MARCH 2023

1. Accounting policies (continued)

1.3 Adoption of new and revised standards

No new standards have been adopted in the period which have a material impact on the entity.

1.4 Key sources of estimation uncertainty and critical accounting judgements

Due to the relatively straightforward nature of the Company and its operations, there are not believed to be any significant estimates or accounting judgements applied in the preparation of these financial statements.

1.5 Going concern

The Company has net current assets of £4,836,000 (2021-22: £2,593,000) and net assets of £4,849,000 (2021-22: £2,657,000). The Directors have considered the financial position and future prospects of the Company for twelve months from the date of signing the financial statements and believe that the Company has access to sufficient resources to manage its business successfully. Accordingly, the financial statements are prepared under the going concern basis.

1.6 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

Rendering of services

Revenue from providing services is recognised in the accounting period in which the services are rendered.

1.7 Leases

The Company leases a property. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreement does not impose any covenants, but leased assets cannot be used as security for borrowing purposes.

A lease is recognised as a right of use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right of use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight line basis.

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 MARCH 2023

1. Accounting policies (continued)

1.7 Leases (continued)

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- variable lease payment that are based on an index or a rate;
- amounts expected to be payable by the lessee under residual value guarantees;
- the exercise price of a purchase option if the lessee is reasonably certain to exercise that option; and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The lease payments are discounted using the interest rate implicit in the lease, if that rate can be determined, or the Company's incremental borrowing rate.

1.8 Finance costs

Finance costs are charged to the income statement over the lease period and relate to the unwinding of discounting on leases.

1.9 Pensions

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

1.10 Current and deferred taxation

Current tax is recognised for the amount of corporation tax payable in respect of the taxable profit for the current or past reporting periods using the tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised in respect of timing differences at the reporting date, except as otherwise indicated.

Deferred tax assets are only recognised to the extent that it is probable that they will be recovered against the reversal of the deferred tax liabilities or other future taxable profits.

Deferred tax is calculated using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 MARCH 2023

1. Accounting policies (continued)

1.11 Right of use assets

Right of use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability;
- any lease payments made at or before the commencement date less any lease incentives received; and
- restoration costs.

Payments associated with short term leases and leases of low value assets are recognised on a straight line basis as an expense in the income statement. Short-term leases are leases with a lease term of twelve months or less. Low value assets comprise IT equipment and small items of office furniture.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Right of use assets - straight line over the life of the lease

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the income statement.

1.12 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

2. Turnover

The total revenue of the Company for the period has been derived from its principal activity being the supply of services wholly undertaken in the United Kingdom.

3. Operating profit

The operating profit is stated after charging:

	26 March 2023 £000	27 March 2022 £000
Depreciation on right of use assets	75	75

Auditor's remuneration amounted to £10,780 (2021-22: £10,000) for the audit of the statutory financial statements and was met by the immediate parent company, Royal Mail Group Limited. The auditor did not provide any non-audit services for the 52 weeks ended 26 March 2023 and 52 weeks ended 27 March 2022.

STOREFEEDER LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 MARCH 2023**

4. Employees

Staff costs, including Directors' remuneration, were as follows:

	26 March 2023 £000	27 March 2022 £000
Wages and salaries	4,541	3,804
Social security costs	325	249
Cost of defined contribution scheme	370	292
	<u>5,236</u>	<u>4,345</u>

Included within staff costs above is £1,794,000 (2021-22: £1,610,000) of temporary resource.

The average monthly number of employees, including Directors, during the year was 56 (2022: 47).

5. Directors' remuneration

	26 March 2023 £000	27 March 2022 £000
Directors' emoluments	196	171
Company contributions to defined contribution pension schemes	14	13
	<u>210</u>	<u>184</u>

During the year retirement benefits were accruing to one Director (2021-22: one) in respect of defined contribution pension schemes. The remuneration disclosed above relates to the one (2021-22: one) Director who is directly remunerated by the Company. The other Directors are employees of other companies within the International Distributions Services Group. They did not provide any substantive services to the Company during the current or prior periods and as such none of the remuneration has been allocated to the Company.

6. Interest payable and similar expenses

	26 March 2023 £000	27 March 2022 £000
Interest on lease liabilities	10	11

STOREFEEDER LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 MARCH 2023**

7. Taxation

	26 March 2023 £000	27 March 2022 £000
Corporation tax		
Adjustments in respect of previous periods	-	(19)
Total current tax	-	(19)
Deferred tax		
Origination and reversal of timing differences	(2)	(1)
Changes to tax rates	-	(2)
Total deferred tax	(2)	(3)
Taxation on profit on ordinary activities	(2)	(22)

Factors affecting tax credit for the period

The tax assessed for the period is lower than (2021-22: lower than) the standard rate of corporation tax in the UK of 19% (2021-22: 19%). The differences are explained below:

	26 March 2023 £000	27 March 2022 £000
Profit on ordinary activities before tax	2,190	1,986
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2021-22: 19%)	416	377
Effects of:		
Adjustments to tax credit in respect of prior periods	-	(19)
Impact on deferred tax of changes in tax rate	-	(2)
Group relief	(447)	(385)
Transfer pricing adjustments	29	7
Total tax credit for the year	(2)	(22)

8. Dividends

	26 March 2023 £000	27 March 2022 £000
Dividends on ordinary shares	-	1,500

Subsequent to the year end, a dividend of £1,500,000 was declared.

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 MARCH 2023

9. Right of use assets

	Land and buildings £000
Cost or valuation	
At 28 March 2022	746
At 26 March 2023	<u>746</u>
Depreciation	
At 28 March 2022	224
Charge for the period on right of use assets	75
At 26 March 2023	<u>299</u>
Net book value	
At 26 March 2023	<u>447</u>
At 27 March 2022	<u>522</u>

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 MARCH 2023

10. Trade and other receivables

	26 March 2023 £000	27 March 2022 £000
Due after more than one year		
Taxation recoverable	11	9
	<u>11</u>	<u>9</u>
Due within one year		
Trade debtors	26	63
Amounts owed by group undertakings	4,903	3,759
Prepayments and accrued income	27	-
	<u>4,956</u>	<u>3,822</u>

11. Trade and other payables: amounts falling due within one year

	26 March 2023 £000	27 March 2022 £000
Trade creditors	272	297
Other taxation and social security	82	60
Lease liabilities	83	81
Accruals and deferred income	1,105	885
	<u>1,542</u>	<u>1,323</u>

12. Trade and other payables: amounts falling due after more than one year

	26 March 2023 £000	27 March 2022 £000
Lease liabilities	383	467
Accruals and deferred income	62	-
	<u>445</u>	<u>467</u>

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 MARCH 2023

13. Leases

The maturity analysis of the lease liabilities are as follows:

	26 March 2023 £000	27 March 2022 £000
Less than one year	83	81
In the second to fifth years inclusive	308	302
Over five years	75	165
	<u>466</u>	<u>548</u>

14. Deferred taxation

	2023 £000
At beginning of year	9
Credited to the income statement	2
At end of year	<u>11</u>

The deferred tax asset is made up as follows:

	26 March 2023 £000	27 March 2022 £000
Accelerated capital allowances	2	3
Pension temporary differences	9	6
	<u>11</u>	<u>9</u>

15. Share capital

	26 March 2023 £000	27 March 2022 £000
Allotted, called up and fully paid		
1,000 (2021-22: 1,000) ordinary shares of £1.00 each	<u>1</u>	<u>1</u>

STOREFEEDER LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 MARCH 2023

16. Related party transactions

The Company has taken advantage of the exemption under FRS 101 not to disclose transactions or balances with wholly owned entities of International Distributions Services plc, the ultimate controlling parent Company.

The sales to and purchases from related parties are made at normal market prices. Balances outstanding at the period end are unsecured, interest free and settlement is made by cash.

17. Controlling party

The Company's immediate parent company is Royal Mail Group Limited. Financial statements are available from Companies House, Cardiff, CF14 3UZ. The Company's ultimate parent company and controlling party is International Distributions Services plc, which is both the smallest and largest group for which consolidated financial statements are prepared. Consolidated financial statements are available from Companies House, Cardiff, CF14 3UZ.