

**BRITISH SUGAR (OVERSEAS) LIMITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**17 September 2022**

(Registered Number: 2400085)

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## **BRITISH SUGAR (OVERSEAS) LIMITED**

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# **BRITISH SUGAR (OVERSEAS) LIMITED**

## **Company Information**

<b>Directors</b>	MI Carr QH Heath
<b>Business Address</b>	1 Samson Place London Road Hampton Peterborough PE7 8QJ
<b>Registered Office</b>	Weston Centre 10 Grosvenor Street London W1K 4QY

## BRITISH SUGAR (OVERSEAS) LIMITED

### Strategic Report

The directors present their Strategic Report for the 55 week period ended 17 September 2022.

#### Review of the business

*British Sugar (Overseas) Limited ("the Company") is a wholly-owned subsidiary of Associated British Foods plc ("ABF") and forms part of that company's sugar division. The Company's principal activity is to act as an investment company. This activity is expected to continue for the foreseeable future.*

#### Results and performance

The profit for the period was £2.1m (2021: profit of £0.2m) and retained profits have increased by this amount.

#### Principal risks and uncertainties

##### *Currency risk*

The Company's functional currency is sterling. During the period, the Company entered into certain transactions in Hong Kong Dollars, it was therefore exposed to exchange rate movements.

Average and period end exchange rates for this currency against sterling were:

	Average		Period end	
	2022	2021	2022	2021
Hong Kong Dollar	10.12	10.60	8.97	10.70

##### *Interest rate risk*

The Company has interest-bearing assets and liabilities and in all cases the counterparty is within the ABF group. Inter-company loans are subject to formal contracts which specify interest rates.

##### *Investment risk*

The Company holds investments in various trading entities. These entities operate within different markets and are accordingly subject to different operational issues which could impact the directors' assessment of the carrying value of the investments.

A full description of the principal risks and uncertainties applicable to the Associated British Foods plc group, of which this company is a wholly owned subsidiary, are disclosed on pages 94 to 101 of the 2022 Annual Report, which is available at [www.abf.co.uk](http://www.abf.co.uk).

#### Engaging with our stakeholders – Section 172 Statement

The directors are required to act in a way which they consider, in good faith, is most likely to promote the success of the Company for the benefit of its members as a whole and, in doing so, have regard (amongst other matters) to the matters set out in section 172(1)(a) to (f) of the Companies Act 2006.

The Company is a subsidiary of Associated British Foods plc and, as such, the Company has adopted and directors have due regard to applicable group policies and procedures which impact on the Company's stakeholders, including those referred to on page 71 of the Associated British Foods plc Annual Report and Accounts 2022. Please also see the Associated British Foods plc Section 172 Statement on pages 64 to 68 of that document.

#### Stakeholders and engagement

The key stakeholders with whom engagement is fundamental to the Company's ongoing success are:

- subsidiaries of the Company
- its shareholder

##### *Subsidiaries of the Company*

The Company forms part of the group of companies headed by Associated British Foods plc and the Company's accounts are consolidated into the Associated British Foods plc accounts. Group companies can provide financial and other support to the Company and the sharing of best practice and know-how between the businesses within the

**BRITISH SUGAR (OVERSEAS) LIMITED**

broader group is actively encouraged. The Company is kept up to date on key business activities and decisions of its subsidiaries and provides all necessary support.

*Shareholder*

The Company takes appropriate steps to ensure that its shareholder is kept up to date on key business activities and decisions.

By Order of the Board

A handwritten signature in black ink, appearing to be 'MI Carr', written over a horizontal line.

MI Carr  
Director

Date: 14/12/2022

## **BRITISH SUGAR (OVERSEAS) LIMITED**

### **Directors' Report**

The directors present their Annual Report and the financial statements for the 55 week period ended 17 September 2022.

#### **Dividends**

The directors did not declare a dividend in respect of the period ended 17 September 2022 (2021: £nil).

#### **Directors and employees**

Details of the number of employees and related costs can be found in Note 8 to the financial statements.

The directors of the Company who held office during the period and to the date of signing were:

MI Carr

QH Heath

#### **Directors' liability insurance**

During the 55 week period ended 17 September 2022, the directors of the Company benefited from the ABF group's Directors and Officers insurance policy, as permitted by section 233 of the Companies Act 2006.

#### **Principal risks and uncertainties**

A full description of the principal risks and uncertainties applicable to the Associated British Foods plc group, of which this company is a wholly owned subsidiary, are disclosed on pages 94 to 101 of the 2022 Annual Report, which is available at [www.abf.co.uk](http://www.abf.co.uk).

#### **Going concern**

The Company has received a letter of support from its intermediate parent company, ABF Investments plc, indicating that it will receive the financial and other support necessary for the Company to trade and meet its liabilities as and when they become due for a period of twelve months from the date of signing of these financial statements.

After making enquiries and considering the support available from the intermediate parent company described above, the directors have a reasonable expectation that the Company has adequate resources to continue in operation for 12 months from the date of signing of these financial statements. These considerations included the ABF group's directors' assessment of going concern (set out in the Annual Report and Accounts dated 8 November 2022 and available at [www.abf.co.uk](http://www.abf.co.uk)), which included the significant levels of cash and undrawn committed long-term facilities available to the group and the ABF group's directors' stress testing of cash flow forecasts through to 2 March 2024, and an assessment of any developments since that date that would adversely affect that conclusion. Accordingly, the financial statements have been prepared on the going concern basis.

#### **Auditor**

The Company is exempt from the requirements of the Companies Act 2006 (the 'Act') relating to the audit of individual accounts pursuant to section 479A of the Act.

#### **Energy usage**

The directors consider the Company to be a low energy user. For further information please refer to full disclosures made in the Associated British Foods plc annual report for the year ended 17 September 2022.

#### **Health, Safety and Environmental**

The Company, and the broader group of which it forms part, keeps its health, safety and environmental performance and levels of legal compliance under regular review and ensures that its risk management controls are appropriate and effective.

By Order of the Board

MI Carr

Director

Date: 14/12/2022.



## **BRITISH SUGAR (OVERSEAS) LIMITED**

### **Directors' responsibilities statement**

The directors are responsible for preparing the Strategic Report, 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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice).

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 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; 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. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

**BRITISH SUGAR (OVERSEAS) LIMITED**

**Profit and loss account**

for the 55 weeks ended 17 September 2022

	Note	55 week period to 17 September 2022 £000	52 week period to 28 August 2021 £000
Administration expenses		(601)	(1,045)
<b>Operating (loss)</b>		<b>(601)</b>	<b>(1,045)</b>
Interest receivable and similar income	4	3,212	1,357
Interest payable and similar charges	5	(13)	(34)
<b>Profit on ordinary activities before taxation</b>		<b>2,598</b>	<b>278</b>
Tax expense	8	(494)	(52)
<b>Profit for the period</b>		<b>2,104</b>	<b>226</b>

The Notes on pages 9 to 13 form part of these financial statements.

There are no recognised gains or losses other than the profit for the current and prior period hence no statement of comprehensive income is presented for either period.



**BRITISH SUGAR (OVERSEAS) LIMITED***Registered number: 2400085***Balance sheet**

at 17 September 2022

	Note	17 September 2022 £000	28 August 2021 £000
<b>Fixed assets</b>			
Investments in subsidiary undertakings	9	110	110
<b>Total fixed assets</b>		<b>110</b>	<b>110</b>
<b>Current assets</b>			
Debtors	10	364,328	361,769
<b>Total current assets</b>		<b>364,328</b>	<b>361,769</b>
<b>Creditors: amounts falling due within one year</b>	11	<b>(1,952)</b>	<b>(1,497)</b>
<b>Net current assets</b>		<b>362,376</b>	<b>360,272</b>
<b>Total assets less current liabilities</b>		<b>362,486</b>	<b>360,382</b>
<b>Net assets</b>		<b>362,486</b>	<b>360,382</b>
<b>Capital and reserves</b>			
Called up share capital	12	152,000	152,000
Profit and loss account		210,486	208,382
<b>Total shareholders' equity</b>		<b>362,486</b>	<b>360,382</b>

The Notes on pages 9 to 13 form part of these financial statements.

For the year ended 17 September 2022 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

The members have not required the Company to obtain an audit of its accounts for the 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 Companies Act 2006 with respect to accounting records and the preparation of accounts.

The financial statements were approved by the Board on 14 December 2022 and signed on its behalf by:



MI Carr  
Director

**BRITISH SUGAR (OVERSEAS) LIMITED****Statement of changes in shareholders' equity**  
for the 55 weeks ended 17 September 2022

	Called up share capital £000	Profit and loss account £000	Total Shareholders' equity £000
At 29 August 2020	152,000	208,156	360,156
Profit for the period	-	226	226
At 28 August 2021	152,000	208,382	360,382
Profit for the period	-	2,104	2,104
At 17 September 2022	152,000	210,486	362,486

## BRITISH SUGAR (OVERSEAS) LIMITED

### Notes to the financial statements

#### 1. Authorisation of financial statements and statement of compliance with FRS 101

The financial statements of British Sugar (Overseas) Limited ("the Company") for the period ended 17 September 2022 were authorised for issue by the board of directors on 14 December 2022. The Company is a private company limited by shares incorporated and domiciled in England and Wales.

As set out in Note 3, these financial statements were prepared in accordance with Financial Reporting Standard 101 *Reduced Disclosure Framework* ("FRS 101") and in accordance with applicable accounting standards. The Company's financial statements are presented in sterling and all values are rounded to the nearest thousand pounds (£000) except when otherwise indicated. The Company has taken advantage of the exemption under s400 of the Companies Act 2006 not to prepare group accounts as it is a wholly owned subsidiary of Associated British Foods plc. The results of the Company are included in the consolidated financial statements of Associated British Foods plc which are available from Weston Centre, 10 Grosvenor Street, London W1K 4QY.

The Company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare group accounts as it is a wholly owned subsidiary of Associated British Foods plc. The results of the Company are included in the consolidated financial statements of Associated British Foods plc which are available from Weston Centre, 10 Grosvenor Street, London W1K 4QY.

The principal accounting policies adopted by the Company are set out in Note 3.

#### 2. Accounting reference date

The accounting reference date of the Company is 15 September in each year. In accordance with section 390(3) of the Companies Act 2006, these financial statements have been prepared for the 55 weeks ended 17 September 2022.

#### 3. Accounting policies

The following accounting policies have been applied consistently, to all periods presented, in dealing with items which are considered material to the financial statements:

##### Basis of preparation: (i) Disclosure exemptions

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

- the requirements of IAS 7 *Statement of Cash Flows*;
- the requirements of paragraphs 17 and 18A of IAS 24 *Related Party Disclosures* in respect of disclosure of key management personnel compensation;
- the requirements in IAS 24 *Related Party Disclosures* to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member;
- the requirements of paragraphs 130(f)(ii), 130(f)(iii), 134(d) to 134(f) and 135(c) to 135(e) of IAS 36 *Impairment of Assets* which deal with certain assumptions and sensitivities significant for an impairment review;
- the requirements of paragraphs 30 and 31 of IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors* which deals with IFRSs issued but not yet effective; and
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134 to 136 of IAS 1 *Presentation of Financial Statements*.

Other exemptions are available under FRS 101 but these have not been set out above as they are not relevant to the Company's financial statements.

## **BRITISH SUGAR (OVERSEAS) LIMITED**

### **Notes to the financial statements (continued)**

#### **Accounting policies (continued)**

##### **Basis of preparation: (ii) Going concern**

As set out in Note 14, the smallest group in which the results of the Company are consolidated is that headed by Associated British Foods plc, which confirmed in the Annual Report and Accounts dated 8 November 2022 that its directors have a reasonable expectation that the Associated British Foods plc group has adequate resources to continue in operational existence for the foreseeable future.

The Company has received a letter of support from its intermediate parent company, ABF Investments plc, indicating that it will receive the financial and other support necessary for the Company to trade and meet its liabilities as and when they become due for a period of 12 months from the date of signing of these financial statements.

After making enquiries and considering the support available from the intermediate parent company described above, the directors have a reasonable expectation that the Company has adequate resources to continue in operation for 12 months from the date of signing of these financial statements. These considerations included the ABF group's directors' assessment of going concern (set out in the Annual Report and Accounts dated 8 November 2022 and available at [www.abf.co.uk](http://www.abf.co.uk)), which included the significant levels of cash and undrawn committed long-term facilities available to the group and the ABF group's directors' stress testing of cash flow forecasts through to 2 March 2024, and an assessment of any developments since that date that would adversely affect that conclusion. Accordingly, the financial statements have been prepared on the going concern basis.

##### **Basis of preparation: (iii) Other**

The Company is exempt by virtue of section 400 of the Companies Act 2006 from the requirement to prepare group financial statements. These financial statements present information about the Company as an individual undertaking and not about its group.

##### **Fixed asset investments**

Unlisted investments are stated at cost, less any provision for impairment. The carrying amounts of the Company's investments are reviewed for impairment at least annually and when events or changes in circumstances indicate that the carrying amount of the investment may not be recoverable. If any such indication exists, the investment's recoverable amount is estimated and an impairment loss is recognised in the profit and loss account whenever the recoverable amount of an asset is lower than its carrying amount. The recoverable amount of an investment is the greater of the net realisable value of the investment and its value in use. In assessing value in use, the expected 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 investment.

##### **Foreign currencies**

The Company's functional currency is pounds sterling. Transactions denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction unless related or matched forward foreign exchange contracts have been entered into, in which case the rate specified in the contract is used. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. Gains or losses on translation are included in the profit and loss account.

##### **Taxation**

The charge for taxation is based on the profit for the period. Deferred taxation is recognised on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets and liabilities are measured on an undiscounted basis at the tax rates that are expected to apply when the related asset is realised or liability settled, based on tax rates and laws enacted or substantively enacted at the balance sheet date. The carrying amount of deferred tax assets is reviewed at each balance sheet date. Deferred tax assets and liabilities are presented on a net basis in the balance sheet as they relate to income taxes levied by the same taxation authority.

# BRITISH SUGAR (OVERSEAS) LIMITED

## Notes to the financial statements (continued)

### 4. Interest receivable and similar income

	55 week period to 17 September 2022 £000	52 week period to 28 August 2021 £000
Intercompany interest receivable	3,212	1,357
<b>Total</b>	<b>3,212</b>	<b>1,357</b>

### 5. Interest payable and similar charges

	55 week period to 17 September 2022 £000	52 week period to 29 August 2021 £000
Intercompany interest payable	13	34
<b>Total</b>	<b>13</b>	<b>34</b>

### 6. Profit on ordinary activities before taxation

	55 week period to 17 September 2022 £000	52 week period to 29 August 2021 £000
The profit on ordinary activities is stated after charging fees for the audit of these financial statements.	7	7
Fees borne by the Company payable to the Company's auditors.	7	14

### 7. Directors and employees

The directors received no fees or emoluments during the period that were directly attributable to their position within the Company (2021: £nil).

The average monthly number of full-time equivalent employees, including directors, of the Company during the period was 2 (2021: 2).

# BRITISH SUGAR (OVERSEAS) LIMITED

## Notes to the financial statements (continued)

### 8. Tax on profit on ordinary activities

	55 week period to 17 September 2022 £000	52 week period to 28 August 2021 £000
Profit on ordinary activities before tax	2,598	278
Tax charge at effective rate of 19.00% (2021: 19.00%)	494	52
<b>Total tax charge</b>	<b>494</b>	<b>52</b>

The UK corporation tax rate of 19% is set to increase to 25% from 1 April 2023. The legislation to effect these changes was enacted before the balance sheet date and deferred tax has been calculated accordingly.

### 9. Fixed asset investments

	Shares in subsidiary undertakings £000
<b>Cost:</b>	
At 17 September 2022 and 29 August 2021	78,112
<b>Accumulated impairment:</b>	
At 17 September 2022 and 29 August 2021	(78,002)
<b>Net book value:</b>	
At 17 September 2022 and 29 August 2021	110

The principal undertakings in which the Company's interest is more than 10% are:

Name of subsidiary undertaking and registered office address	Country of incorporation	Principal activity	Percentage of ordinary shares held
Weston Centre, 10 Grosvenor Street, London, W1K 4QY, United Kingdom			
BSO (China) Limited	UK	Holding company	100%
AB Sugar China Holdings Limited	UK	Holding company	100%
AB Sugar China Limited*	UK	Investment Company	100%
AB Sugar China North Limited	UK	Dormant	100%
Room 1110, No. 368, Changjiang Road, Nangang Concentrated District, Economic Development Zone, Harbin, China			
Botian Sugar Industry Co., Ltd*	China	Sugar Manufacturer	71.04%
17 Xiangyang Street, Tu Township, Chayou Qianqi, Inner Mongolia, China			
Botian Sugar Industry(Chavou Qianqi) Co., Ltd*	China	Sugar Manufacturer	71.04%
No.1 Botian Road, Economic Development Zone, Zhangbei County, Zhangjiakou City, Hebei Province, China			
Botian Sugar Industry (Zhangbei) Co., Ltd*	China	Sugar Manufacturer	71.04%

\*indicates held indirectly

# BRITISH SUGAR (OVERSEAS) LIMITED

## Notes to the financial statements (continued)

### 10. Debtors

	17 September 2022 £000	28 August 2021 £000
Amounts owed by group undertakings	364,308	361,738
Other debtors	20	31
<b>Total</b>	<b>364,328</b>	<b>361,769</b>

The fair values of these debtors approximate their book values.

### 11. Creditors

	17 September 2022 £000	28 August 2021 £000
<b>Amounts falling due within one year:</b>		
Accruals and deferred income	218	413
UK Corporation tax creditor	548	690
Amounts owed to group undertakings	1,186	394
<b>Total</b>	<b>1,952</b>	<b>1,497</b>

### 12. Called-up share capital

	17 September 2022 £000	28 August 2021 £000
<b>Issued and fully paid:</b>		
152,000,000 ordinary shares of £1 each	152,000	152,000

### 13. Related party transactions

The Company, being a wholly-owned subsidiary of ABF, has taken advantage of the IAS 24 *Related Party Disclosures* exemption not to disclose related party transactions with other entities in the same group.

### 14. Holding company

The ultimate parent company is Wittington Investments Limited, which is incorporated in the United Kingdom and registered in England and Wales.

The largest group of undertakings for which group accounts are drawn up (within which the results of the Company are consolidated) and of which the Company is a member is headed by Wittington Investments Limited. The smallest such group of undertakings is headed by Associated British Foods plc, which is incorporated in the United Kingdom and registered in England and Wales.

The consolidated accounts of these groups are available to the public and may be obtained from Weston Centre, 10 Grosvenor Street, London, W1K 4QY, which is the registered office of each of Wittington Investments Limited and Associated British Foods plc. The consolidated accounts of Associated British Foods plc are also available for download on the group's website at [www.abf.co.uk](http://www.abf.co.uk).