Vegetarian Express Limited

Annual Report and Financial Statements

For the year ended 31 March 2025

Company Registration No. 02793607 (England and Wales)

Vegetarian Express Limited

Company Information

Directors	H Patel D R G Webster
Company number	02793607
Registered office	Unit 7a St Albans Road Watford United Kingdom WD24 7RY
Auditor	Moore Kingston Smith LLP 4 Victoria Square St Albans Hertfordshire AL1 3TF
Business address	Unit 7a Odhams Trading Estate St Albans Road Watford United Kingdom WD24 7RY

Vegetarian Express Limited

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Vegetarian Express Limited

Strategic Report

For the year ended 31 March 2025

The directors present the strategic report for the year ended 31 March 2025.

The principal activity of the company is the purchase, storage, sales and marketing of plant-based food ingredients to the food service market in the UK.

Fair review of the business
Vegetarian Express will continue to pursue the same strategy it set out with in 1987: to fill its customers' plates with plant-based ingredients, ideas and inspiration. We firmly believe that the future of food lies in plant-based diets which are better for people, the planet and business.

Vegetarian Express has since developed into a leading UK plant-based food category specialist servicing the out of home food market. Supplying over 4,000 chefs nationally it is our mission to inform, inspire and educate them to the benefits of a plant-based diet. We offer an extensive range of Vegetarian Express branded frozen, ambient and chilled products as well as some exclusive third-party brands.

Topics
As declared in the Statement of Comprehensive Income, turnover for the year ending 31 March 2025 is £21,781,182 (2024: £19,788,531).

Vegetarian Express continues to gain momentum and reputation as the go-to for premium plant-based innovation and ingredients. We are increasingly the first point of call for manufacturers and brands looking to launch their products into UK Foodservice. Our strategy remains resolute to have a highly differentiated range of best in class plant-based products. We are privileged to work with the best in the business, and exciting up and coming manufacturers who want to work with us to produce best in class plant-based products, targeted at discerning chefs.

Vegetarian Express has seen strong signs of growth into previously untapped foodservice sectors during the year. Vegetarian Express have gained prestigious customers and seen real growth particular into the Events and Stadia sectors. In addition, there has also been encouraging growth in the University Catering sector, which has long been identified as a key growth sector, with increasing demand for plant-based food from students plus universities looking to support their ESG agendas by getting more plant-based food on menus.

In order to manage the significant year on year sales growth the Company has continued to invest in the future of the business to ensure it is ready to meet and exceed demand. This investment has been business wide, from building stock (both existing and new NPD), investment in people and continued funding of our digital channels.

Vegetarian Express continues to build and enhance our online-plant-based food store, underpinned by the expertise, specialist range, and unique operational capabilities of the core business. As the 'original plant-based foodies', Vegetarian Express is well positioned to appeal to flexitarians and meat reducers.

Prinicpal Risks and Uncertainties

A risk that the Company is continuing to monitor is inflation. A number of mitigating factors have already been implemented including building out our Supply and Procurement team, managing supplier inflationary pressures through our pricing reviews with customers, switching suppliers where appropriate to do so as well as focusing on own label products. Whilst we recognise that the Company is not immune to the risk of further inflation the directors believe it is manageable.

The Directors have assessed the Company's ability to continue as a going concern and are satisfied that it has adequate resources to meet its obligations for at least 12 months from the date of approval of the financial statements. This assessment considered forecast cash flows, current trading performance, and access to financing. Based on this review, the Directors believe it is appropriate to prepare the financial statements on a going concern basis, see note 1.2.

Key performance indicators

Financial

We have an extensive set of departmental KPI dashboards, which are reviewed on a monthly basis including key components of revenue growth.

Other

Other KPIs include Health and Safety standards, Customer Satisfaction (via Net Promotor Score, NPS), B Corporation objectives (Environmental and Human Capital) and Ecovardis audit. We have a robust reporting framework on all of these KPIs and report on a monthly basis.

Other information and explanations
B Corporation Report

As a Certified B Corporation (B Corp), the directors are required to file a Strategic Report to accompany the Company's annual accounts as if section 414B Companies Act 2006 did not apply.

During the year we continued to undertake development of the Company in a number of ways:

- Engaged with new and existing customers, enabling us to continue to help more people reduce their meat intake, improving their health and reducing carbon emissions.
- We continue to focus and launch a number of new and exciting products to further entice end users.
- We have extended our delivery reach further into the UK and Ireland and reduced the environmental impact of our fleet with various initiatives.
- We have invested significantly in our people management capability as well as employee training, in particular plant-based product training for our rapidly expanding sales team so they can better support our customers.
- We have expanded our development chef team to enable us to invest more time delivering plant-based training with customers to help us further our mission to get more plant-based food on menus.
- We have continued with Social and Environmental Impact reporting at Board level and monitor against a KPI framework.
- We continue to work with charities to donate surplus or short-dated stock.

Looking forward our priorities remain the same which are to provide the best plant-based ingredients, ideas and inspiration to our customers so that they can provide delicious plant-based menus.

On behalf of the board

D R G Webster
Director

18 September 2025

Vegetarian Express Limited

Directors' Report

For the year ended 31 March 2025

The directors present their annual report and financial statements for the year ended 31 March 2025.

Principal activities
The principal activity of the company continued to be that of the purchase, storage, sale and marketing of plant-based food ingredients to the food service market in the UK.

Results and dividends
The results for the year are set out on page 11.

No ordinary dividends were paid. The directors do not recommend payment of a final dividend.

Directors
The directors who held office during the year and up to the date of signature of the financial statements were as follows:

H Patel
D R G Webster

Qualifying third party indemnity provisions
The company has made qualifying third party indemnity provisions for the benefit of its directors during the year. These provisions remain in force at the reporting date.

Financial instruments
Liquidity Risk
The objective of the company in terms of managing liquidity is to ensure that it can meet its obligations as and when they fall and are due. During the year the directors have continually reviewed working capital requirements and where necessary sought additional funding to ensure it meets its obligations and commitments as they are due.

Customer Credit Risk
The company has credit terms with all its customers, which allows payment of the debt once the goods have been delivered. The company is at risk to the extent that the customer may not pay the debt on the agreed due date.

The risk is mitigated through customer agreements and contracts with regular internal reporting and monitoring of our aged debt profile and where we need to follow up, we will enter discussions with our customers.

Disabled persons
Applications for employment by disabled persons are always fully considered, bearing in mind the aptitudes of the applicant concerned. In the event of members of staff becoming disabled, every effort is made to ensure that their employment within the company continues and that the appropriate training is arranged. It is the policy of the company that the training, career development and promotion of disabled persons should, as far as possible, be identical to that of other employees.

Employee involvement
The company recognises the value of employee engagement. There are regular formal communications that allow two-way dialogue for all staff and measure effectiveness through formal reporting of key questions which are shared and discussed. The key objective is to foster an environment which all employees are treated fairly and with courtesy and respect, work in a safe environment and have the opportunity to realise their potential.

Auditor
The auditor, Moore Kingston Smith LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Matters covered in the Strategic Report
The company has chosen in accordance with Companies Act 2006, s. 414C(11) to set out in the company's strategic report information required by Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008, Sch. 7 to be contained in the directors' report. It has done so in respect of the business review and the detail of the principal risks and uncertainties of the company.

Statement of disclosure to auditor
So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

On behalf of the board

D R G Webster
Director

18 September 2025

Vegetarian Express Limited

Directors' Responsibilities Statement

For the year ended 31 March 2025

The directors are responsible for preparing the annual 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing 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 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.

Vegetarian Express Limited

Independent Auditor's Report

To the Members of Vegetarian Express Limited

Opinion

We have audited the financial statements of Vegetarian Express Limited (the 'company') for the year ended 31 March 2025 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (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 31 March 2025 and of its profit for the year 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 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 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.

Opinions on other matters prescribed by the Companies Act 2006
In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have 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 Strategic Report or 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.

Responsibilities of directors
As explained more fully in the Directors' Responsibilities Statement, 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.

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.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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 material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the company and considered that the most significant are the Companies Act 2006, UK financial reporting standards as issued by the Financial Reporting Council, and UK taxation legislation.
- We obtained an understanding of how the company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, 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.

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.

Jeremy Read
Senior Statutory Auditor
for and on behalf of Moore Kingston Smith LLP 18 September 2025

Chartered Accountants
Statutory Auditor

4 Victoria Square
St Albans
Hertfordshire
AL1 3TF

Vegetarian Express Limited

Statement of Comprehensive Income

For the year ended 31 March 2025

	Notes	2025 £	2024 £
Turnover	**3**	21,781,182	19,788,531
Cost of sales		(16,121,504)	(14,084,176)
Gross profit		5,659,678	5,704,355
Administrative expenses		(4,830,144)	(4,476,565)
Exceptional item	**4**	-	(3,281,859)
Operating profit/(loss)	**5**	829,534	(2,054,069)
Interest payable and similar expenses	**9**	(134,756)	(137,086)
Profit/(loss) before taxation		694,778	(2,191,155)
Tax on profit/(loss)	**10**	(5,461)	(347,207)
Profit/(loss) for the financial year		689,317	(2,538,362)

There was no other comprehensive income for 2024 (2023: £Nil).

The Profit and Loss Account has been prepared on the basis that all operations are continuing operations.

Vegetarian Express Limited

Balance Sheet

As at 31 March 2025

	Notes	2025 £	2025 £	2024 £	2024 £
Fixed assets					
Intangible assets	**11**		302,876		329,556
Tangible assets	**12**		1,072,701		569,304
			1,375,577		898,860
Current assets					
Stock	**13**	1,725,705		1,484,073	
Debtors	**14**	3,425,238		3,023,898	
Cash at bank and in hand		1,013,918		2,092,909	
		6,164,861		6,600,880	
Creditors: amounts falling due within one year	**15**	(4,468,503)		(5,513,609)	
Net current assets			1,696,358		1,087,271
Total assets less current liabilities			3,071,935		1,986,131
Creditors: amounts falling due after more than one year	**16**		(625,359)		(234,333)
Provisions for liabilities					
Provisions	**18**	(300,650)		(300,650)	
Deferred tax liability	**19**	(104,277)		(98,816)	
			(404,927)		(399,466)
Net assets			2,041,649		1,352,332
Capital and reserves					
Called up share capital	**21**		100		100
Profit and loss reserves			2,041,549		1,352,232
Total equity			2,041,649		1,352,332

The financial statements were approved by the board of directors and authorised for issue on 18 September 2025 and are signed on its behalf by:

H Patel
Director

Company Registration No. 02793607

Vegetarian Express Limited

Statement of Changes in Equity

For the year ended 31 March 2025

	Share capital	Profit and loss reserves	Total
	£	£	£
Balance at 1 April 2023	100	3,890,594	3,890,694
Year ended 31 March 2024:			
Loss and total comprehensive income for the year	-	(2,538,362)	(2,538,362)
Balance at 31 March 2024	100	1,352,232	1,352,332
Year ended 31 March 2025:			
Profit and total comprehensive income for the year	-	689,317	689,317
Balance at 31 March 2025	100	2,041,549	2,041,649

1 Accounting policies

Company information
Vegetarian Express Limited is a private company limited by shares incorporated in England and Wales. The registered office is Unit 7a St Albans Road, Watford, United Kingdom, WD24 7RY.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary a mounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

This company is a qualifying entity for the purposes of FRS 102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this company, which are intended to give a true and fair view of the assets, liabilities, financial position and profit or loss of the group. The company has therefore taken advantage of exemptions from the following disclosure requirements:

- Section 7 'Statement of Cash Flows': Presentation of a statement of cash flow and related notes and disclosures;
- Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument Issues: Interest income/expense and net gains/losses for financial instruments not measured at fair value; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income;
- Section 33 'Related Party Disclosures': Compensation for key management personnel.

The financial statements of the company are consolidated in the financial statements of VEL Group Topco Limited. These consolidated financial statements are available from its registered office, 7a Odhams Trading Estate, St. Albans Road, Watford, Herts, United Kingdom, WD24 7RY.

1.2 Going concern

The results for the year reflect improvement over the prior year. Turnover has increased to £21.8m (2024: £19.8m) with a profit for the year before exceptional items and tax of £0.7m compared with £1.1m in 2024. At the balance sheet date, the company had net assets of £2.0m (2024: £1.4m), and net current assets of £1.7m (2024: £1.1m) both an increase on prior year.

The directors have produced future forecasts to March 2028 which are based upon levels of funding currently in place for the company.

The forecasts show that the company will continue to be able to repay its liabilities as they fall due for a period of at least 12 months from the date of approval of the financial statements. The company is currently trading inline with the latest forecasts, which do not indicate the need for any additional funding in the next 12 months.

Accordingly, the directors have prepared the financial statements on a going concern basis.

1 Accounting policies **(Continued)**

1.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and the turnover can be reliably measured. Turnover 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 turnover is recognised:

Sale of goods

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards of ownership to the buyer;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the company will receive the consideration due under the transaction; and,
- the costs incurred or to be incurred in respect of the transaction can be measured reliably

In practice these conditions are satisfied on delivery, hence this is the point of revenue recognition.

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Software	4 years

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	over the terms of the lease
Plant and equipment	4 years
Fixtures and fittings	4 years
Motor vehicles	3 to 5 years

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1 Accounting policies **(Continued)**

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

1.7 Stock

Stock are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stock over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

1 Accounting policies **(Continued)**

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1 Accounting policies **(Continued)**

Other financial liabilities

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as being measured at fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.10 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.12 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

1 Accounting policies **(Continued)**

1.13 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.15 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.16 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimation uncertainty
There are key assumptions concerning future, and other key sources of estimation uncertainty at the end of the reporting period, that have significant risk of causing material adjustment to the carrying value of assets and liabilities within the next reporting period, these include:

- Useful economic life of tangible fixed assets
- Recoverability of stock
- Recoverability of trade debtors
- Assessment of dilapidations provision

3 Turnover and other revenue

All turnover arose within the United Kingdom and arose from the only principal activity of the company.

4 Exceptional item

	2025	2024
	£	£
Expenditure		
Exceptional costs	-	3,281,859

Exceptional items are in relation to costs relating to the group acquisition in the previous year.

5 Operating profit/(loss)

Operating profit/(loss) for the year is stated after charging:	2025 £	2024 £
Exchange differences	5,361	7,240
Depreciation of owned tangible fixed assets	305,413	319,800
Amortisation of intangible assets	173,115	204,125
Operating lease charges	495,209	455,704

6 Auditor's remuneration

	2025	2024
Fees payable to the company's auditor and associates:	£	£
For audit services		
Audit of the financial statements of the company	32,500	30,960
For other services		
Taxation compliance services	5,300	4,700
All other non-audit services	2,310	2,200
	7,610	6,900

7 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2025	2024
	Number	Number
	126	112

Their aggregate remuneration comprised:

	2025	2024
	£	£
Wages and salaries	4,395,455	3,713,620
Social security costs	453,516	371,781
Pension costs	117,240	96,757
	4,966,211	4,182,158

8 Directors' remuneration

	2025	2024
	£	£
Remuneration for qualifying services	343,735	1,670,605
Company pension contributions to defined contribution schemes	10,312	49,966
	354,047	1,720,571

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2024 - 4).

The highest paid director recieved remuneration of £192,500 (2024: £903,154). The prior year remuneration is inclusive of bonuses related to the NVM transaction.

8 Directors' remuneration (Continued)

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £5,775 (2024: £27,095).

During the year there were no directors (2024: 2) who did not receive remuneration directly from the company.

There are 9 key management personnel in the company other than the Directors. Total key management personnel's remuneration was £749,697.

9 Interest payable and similar expenses

	2025	2024
	£	£
Interest on invoice finance arrangements	78,659	110,587
Interest on finance leases and hire purchase contracts	56,097	26,499
	134,756	137,086

10 Taxation

	2025	2024
	£	£
Current tax		
Adjustments in respect of prior periods	-	(56,024)
Deferred tax		
Origination and reversal of timing differences	5,461	403,231
Total tax charge	5,461	347,207

10 Taxation (Continued)

The actual charge for the year can be reconciled to the expected charge/(credit) for the year based on the profit or loss and the standard rate of tax as follows:

	2025 £	2024 £
Profit/(loss) before taxation	694,778	(2,191,155)
Expected tax charge/(credit) based on the standard rate of corporation tax in the UK of 25.00% (2024: 25.00%)	173,695	(547,789)
Tax effect of expenses that are not deductible in determining taxable profit	10,734	827,834
Change in unrecognised deferred tax assets	-	147,755
Group relief	(179,761)	(24,569)
Research and development tax credit	-	(56,024)
Fixed asset differences	793	-
Taxation charge for the year	5,461	347,207

11 Intangible fixed assets

	Software £
Cost	
At 1 April 2024	1,181,339
Additions	146,435
At 31 March 2025	1,327,774
Amortisation and impairment	
At 1 April 2024	851,783
Amortisation charged for the year	173,115
At 31 March 2025	1,024,898
Carrying amount	
At 31 March 2025	302,876
At 31 March 2024	329,556

12 Tangible fixed assets

	Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2024	788,900	116,241	439,569	1,277,578	2,622,288
Additions	6,568	-	110,961	691,281	808,810
Disposals	-	-	-	(134,675)	(134,675)
At 31 March 2025	795,468	116,241	550,530	1,834,184	3,296,423
Depreciation and impairment					
At 1 April 2024	765,701	60,822	307,682	918,779	2,052,984
Depreciation charged in the year	2,926	14,788	65,640	222,059	305,413
Eliminated in respect of disposals	-	-	-	(134,675)	(134,675)
At 31 March 2025	768,627	75,610	373,322	1,006,163	2,223,722
Carrying amount					
At 31 March 2025	26,841	40,631	177,208	828,021	1,072,701
At 31 March 2024	23,199	55,419	131,887	358,799	569,304

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts.

	2025	2024
	£	£
Plant and equipment	36,809	49,423
Motor vehicles	714,135	180,350
	750,944	229,773

13 Stock

	2025	2024
	£	£
Food ingredients	1,725,705	1,484,073

The carrying value of stocks are stated net of impairment losses totalling £161,602 (2024: £42,523)

Impairment losses totalling £322,079 (2024: £85,044) were recognised in the profit and loss.

14 Debtors

Amounts falling due within one year:	2025 £	2024 £
Trade debtors	1,910,874	2,453,281
Corporation tax recoverable	8,253	56,024
Amounts owed by group undertakings	975,920	-
Other debtors	249,359	175,647
Prepayments and accrued income	280,832	338,946
	3,425,238	3,023,898

Amounts owed by group undertakings are unsecured, interest free and repayable on demand.

An impairment loss of £56,892 (2024: £36,110) was recognised against trade debtors.

15 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Obligations under finance leases	17	266,701	238,077
Trade creditors		1,389,346	1,590,327
Amounts owed to group undertakings		1,109,443	1,906,007
Taxation and social security		112,938	92,522
Other creditors		981,099	1,481,658
Accruals and deferred income		608,976	205,018
		4,468,503	5,513,609

Amounts due in relation to finance leases are secured by fixed and floating charges over assets the lease relates to.

16 Creditors: amounts falling due after more than one year

	Notes	2025 £	2024 £
Obligations under finance leases	17	625,359	234,333

17 Finance lease obligations

Future minimum lease payments due under finance leases:	2025 £	2024 £
Within one year	297,960	281,772
In two to five years	703,946	358,915
	1,001,906	640,687

Finance lease payments represent rentals payable by the group for certain motor vehicles and items of plant and machinery. Leases include purchase options at the end of the lease period, and no restrictions are placed on the use of the assets. The average lease term is 5 years. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

18 Provisions for liabilities

	2025 £	2024 £
Dilapidations	300,650	300,650

Movements on provisions:

	Dilapidations £
At 1 April 2024 and 31 March 2025	300,650

Dilapidations provision

This is a provision which has built up to reflect the cost of returning the company's rented property to its original form. While it is probable that some costs will be incurred however, there is some uncertainty over the amount payable, and the current provision is considered prudent by management.

19 Deferred taxation

The following are the major deferred tax liabilities and assets recognised by the company and movements thereon:

Balances:	Liabilities 2025 £	Liabilities 2024 £
Accelerated capital allowances	107,916	127,288
Short term timing differences	(3,639)	(28,472)
	104,277	98,816

19 Deferred taxation (Continued)

Movements in the year:	2025 £
Liability at 1 April 2024	98,816
Charge to profit or loss	5,461
Liability at 31 March 2025	104,277

20 Retirement benefit schemes

Defined contribution schemes	2025 £	2024 £
Charge to profit or loss in respect of defined contribution schemes	117,240	96,757

The Group operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Group in an independently administered fund. Contributions totalling £24,491 (2024: £21,245) were payable to the fund at the Balance Sheet date and are included in other creditors.

21 Share capital

Ordinary share capital Issued and fully paid	2025 Number	2024 Number	2025 £	2024 £
Ordinary shares of £1 each	100	100	100	100

There is a single class of ordinary shares. There are no restrictions on dividends and the repayment of capital.

22 Reserves

Profit and loss account

Includes all current and prior periods retained profits and losses.

23 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	390,664	375,355
Between two and five years	1,248,166	1,496,770
In over five years	840,000	1,050,000
	2,478,830	2,922,125

24 Related party transactions

As a wholly owned subsidiary, the company is exempt from the requirement to disclose transactions with other members of the group headed by VEL Group Topco Limited.

The Group incurred costs of £Nil (2024: £147,025) payable to Tim Kelly, a former director, in relation to management services in the period of which £Nil (2024: £Nil) were outstanding as of the year end. The Group also incurred costs of £Nil (2024: £1,216) payable to Tim Kelly, in relation to out of pocket expenses in the period of which £Nil (2024: £Nil) were outstanding as of the year end.

The Group incurred costs of £Nil (2024: £57) payable to Will Matier, a former director, in relation to out of pocket expenses in the period of which £Nil (2024: £Nil) were outstanding as of the year end.

The Group also incurred costs of £Nil (2024: £35,535) payable to Bridges Ventures Fund III LP, the previous ultimate controlling party, in relation to a service charge for the period of which £Nil (2024: £Nil) were outstanding as of the year end.

The Group incurred management fees of £105,280 (2024: £Nil) payable to NVM GP LLP, a controlling party. There were also out of pocket expenses to NvM GP LLP directors in the period of £455 (2024: £Nil). At the year end £Nil (2024: £Nil) was outstanding in respect of these amounts.

The Group also incurred out of pocket expenses of £147 (2024: £Nil) in relation to Duncan Gibson, a shareholder, in the year. At the year end £Nil (2024: £Nil) was outstanding in respect of these amounts.

25 Ultimate controlling party

The immediate parent at the balance sheet date is Vegetarian Express Bidco Limited. The ultimate parent company is VEL Group Topco Limited, a company incorporated in England and Wales. The registered office of VEL Group Topco Limited is 7a Odhams Trading Estate, St. Albans Road, Watford, Herts, WD24 7RY.

The ultimate controlling party is NVM Private Equity LLP by virtue of their majority shareholding and voting rights in the ultimate parent company, VEL Group Topco Limited.

The largest and smallest group of undertakings for which group accounts have been drawn up is that headed by VEL Group Topco Limited. Copies of the group accounts are available to the public and can be obtained from Companies House, Crown Way, Cardiff, Wales. CF14 3UZ.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.