

**BMW (UK) Investments Limited**

Directors' report and financial statements

Registered number 1663911

For the year ended 31 December 2020

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## **Directors' report**

The directors present the Directors' Report of BMW (UK) Investments Limited ("the company"), together with the audited financial statements for the financial year ended 31 December 2020.

The Directors' Report has been prepared in accordance with the special provisions relating to small companies under section 415A of the Companies Act 2006, which also provides an exemption from the preparation of a Strategic Report under section 414B.

### **Directors**

The directors who held office throughout the year were as follows:

N C Wharton  
W E Johnson

### **Financial**

The statement of comprehensive income for the financial year is shown on page 6.

### **Dividends**

The directors recommend that no dividend should be paid for the year ended 31 December 2020 (2019: £Nil).

### **Political and charitable donations**

The company made no charitable donations in 2020 (2019: £nil).

### **Independent Auditors**

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and PricewaterhouseCoopers LLP ("PwC") will therefore continue in office.

### **Review of activities**

In previous years the company operated as a property investment company. This activity has come to an end and the only activities remaining within this company relate to funds on deposit.

### **Financial instruments and risks**

The company has a financial receivable with BMW International Investment B.V.

### **Covid-19**

The impacts of the Coronavirus outbreak, which was characterised as a pandemic by the World Health Organisation in March 2020, have been observable across the company's operations. The effects of the pandemic reached virtually all the areas of risk. The UK Government-led lockdown resulted in an unprecedented period of production shutdown. The company's risk mitigation measures led to an agile response to, for example, risks in volatility in customer demand and risks to production through potential supply shortages. The directors are continuing to monitor the situation, and have no reason to believe it will impact negatively on the business.

## **Directors' report (continued)**

### **Statement of directors' responsibilities in respect of the financial statements**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", 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 the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; 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 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.

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.

### **Directors' confirmations**

In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

These financial statements were approved by the board of directors on 25 June 2021 and were signed on its behalf by:

On behalf of the Board



**NC Wharton**

*Director*

# **Independent auditors' report to the members of BMW (UK) Investments Limited**

## **Report on the audit of the financial statements**

### **Opinion**

In our opinion, BMW (UK) Investments Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report, which comprise: the Balance Sheet as at 31 December 2020; the Statement of Comprehensive Income and the Statement of Changes in Equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Independence**

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

### **Conclusions relating to going concern**

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.

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.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

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

### **Reporting on other information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion on, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, 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 audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. 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 based on these responsibilities.

With respect to the Strategic report and the Directors' report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

#### **Strategic report and the Directors' report**

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic report and the Directors' report for the year ended 31 December 2020 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and the Directors' report.

### **Responsibilities for the financial statements and the audit**

#### **Responsibilities of the directors for the financial statements**

As explained more fully in the Statement of directors' responsibilities in respect of the financial statements, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they 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.

#### **Auditors' 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 auditors' 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.

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to UK tax legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to journal entries posted to manipulate the financial statements. Audit procedures performed by the engagement team included:

- Discussions with management, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Reviewing meeting minutes with the board and those charged with governance;
- Consideration of any changes to the control environment, including as a result of the impact of the COVID-19 pandemic; and
- Identifying and understanding all journal entries posted within the company to ensure all had appropriate business rationale.

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.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

### Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

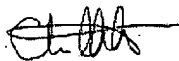
## Other required reporting

### Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Christopher Hibbs (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Birmingham  
8 July 2021

**Statement of Comprehensive Income**  
*for the year ended 31 December 2020*

	<i>Note</i>	<b>2020 £000</b>	<b>2019 £000</b>
Administrative expenses	2	(15)	(13)
Interest payable and similar expenses		-	-
<b>Operating loss</b>		<b>(15)</b>	<b>(13)</b>
Interest receivable and similar income		-	-
<b>Loss before taxation</b>		<b>(15)</b>	<b>(13)</b>
Tax on loss		-	-
<b>Loss for financial year being total comprehensive expense for the year</b>		<b>(15)</b>	<b>(13)</b>

Notes on pages 9 to 11 are an integral part of these financial statements.

The company has no other comprehensive income other than the result above and as such no separate other comprehensive income statement has been provided.



**Balance Sheet**  
**at 31 December 2020**

	<i>Note</i>	<b>2020</b> <b>£000</b>	<b>2019</b> <b>£000</b>
<b>Current assets</b>			
Debtors	4	800	815
<b>Creditors: amounts falling due within one year</b>		-	-
<b>Net current assets, being net assets</b>		<u>800</u>	<u>815</u>
<b>Capital and reserves</b>			
Called up share capital	5	1,000	1,000
Profit and Loss account		(200)	(185)
<b>Total shareholders' funds</b>		<u>800</u>	<u>815</u>

Notes on pages 9 to 11 are an integral part of these financial statements.

These financial statements were approved by the board of directors on 25th June 2021 and were signed on its behalf by:



**NC Wharton**  
 Director

Company registered number: 1663911

**Statement of Changes in Equity**  
*For the year ended 31 December 2020*

	<b>Called up share capital £000</b>	<b>Profit and loss account £000</b>	<b>Total £000</b>
Balance at 1 January 2019	1,000	(172)	828
Total comprehensive income for the year	-	(13)	(13)
Loss for the Financial Year	-	(13)	(13)
Balance at 31 December 2019	1,000	(185)	815
<b>Balance at 1 January 2020</b>	<b>1,000</b>	<b>(185)</b>	<b>815</b>
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>(15)</b>	<b>(15)</b>
<b>Loss for the Financial Year</b>	<b>-</b>	<b>(15)</b>	<b>(15)</b>
<b>Balance at 31 December 2020</b>	<b>1,000</b>	<b>(200)</b>	<b>800</b>

Details of share capital are disclosed in note 5. The statement of comprehensive income represents the total accumulated net gains and losses at the balance sheet date.

Notes on pages 9 to 11 are an integral part of these financial statements.

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

BMW (UK) Investments Limited ("the company") is a private limited company and is incorporated, domiciled and registered in England. The registered number is 1663911 and the registered address is Summit ONE, Summit Avenue, Farnborough, Hampshire GU14 0FB.

These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS101").

In preparing these financial statements, the company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but makes 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, Bayerische Motoren Werke Aktiengesellschaft, which is incorporated in Germany includes the company in its consolidated financial statements. The consolidated financial statements of Bayerische Motoren Werke Aktiengesellschaft are prepared in accordance with International Financial Reporting Standards and are available to the public and may be obtained from Petuelring 130, D-80788 Munich, Germany.

In these financial statements, the company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- a Cash Flow Statement and related notes;
- Comparative period reconciliations for share capital;
- Disclosures in respect of transactions with wholly owned group subsidiaries;
- Disclosures in respect of capital management;
- The effects of new but not yet effective IFRSs; and
- Disclosures in respect of the compensation of Key Management Personnel.

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

#### *Accounting estimates and judgements*

In preparing these financial statements, management has made estimates and judgements that affect the application of the company's accounting policies and the reported amounts of assets, liabilities, income and expenses.

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

The directors have considered the estimates and judgements made within the financial statements and note that none have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year. Consequently, no critical estimates have been identified.

#### *Change in Accounting Policy*

There were no changes in accounting policy in these financial statements.

#### *Measurement convention*

The financial statements are prepared on the historical cost basis and presented in pound sterling, rounded to the nearest thousand.

## Notes (continued)

### 1 Accounting policies (continued)

#### Going concern

The financial statements have been prepared on a going concern basis. In determining the appropriate basis of preparation of the financial statements, the directors are required to consider whether the group can continue in operational existence for a period no shorter than 12 months from the date of approval of the financial statements.

In light of the current external factors (such as COVID-19 and 'Brexit') robust scenarios have been reviewed, and the directors have a reasonable expectation that the company has access to adequate financial and other resources to continue in operational existence for the foreseeable future and at least 12 months from the date of approval of the financial statements. The company therefore continues to adopt the going concern basis in preparing its financial statements.

#### Trade and other debtors

Trade and other debtors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses.

#### Taxation

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

### 2 Administrative expenses

Auditors' remuneration of £500 (2019: £500) is borne by another group company.

### 3 Directors' remuneration

The directors receive no remuneration for their services to this company (2019: £Nil), and no payment (2019: £Nil) is made to group companies for their services.

### 4 Debtors

	2020 £000	2019 £000
Amount owed by group undertakings	800	813
VAT recoverable	-	2
	<hr/>	<hr/>
	800	815
	<hr/>	<hr/>

Amounts owed to group undertakings are unsecured, non-interest bearing, and are repayable on demand

**Notes** *(continued)*

**5 Called up share capital**

	2020	2019
	£000	£000
<i>Allotted, called up and fully paid</i>		
1,000,000 (2019: 1,000,000) ordinary shares of £1 each	1,000	1,000

The holders of ordinary shares are entitled to receive dividends as declared from time to time and entitled to one vote per share at meetings of the company. All shares rank equally.

**6 Ultimate parent company and parent undertaking of a larger group of which the company is a member**

The company is a wholly owned subsidiary of BMW (UK) Holdings Limited which is registered in England.

The ultimate parent company is Bayerische Motoren Werke Aktiengesellschaft, which is incorporated in Germany.

The group in which the results of the company are consolidated is that headed by the ultimate parent company.

The only group in which the results of the company are consolidated is that headed by Bayerische Motoren Werke Aktiengesellschaft. The consolidated financial statements of the group are available to the public and may be obtained from Petuelring 130, D-80788 Munich, Germany.