

Registered number: 06924844

IU HOLDINGS LTD

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020



	Page
Company Information	1
Report of the Directors	2
Statement of Directors' Responsibilities	3
Statement of Income and Retained earnings	4
Balance Sheet	5
Notes to the Financial Statements	6 – 11

Directors

Mr G Casagrande

Company Number

06924844

Registered Office

c/o PKF Littlejohn
15 Westferry Circus
Canary Wharf
London
E14 4HD

The Directors present their Report together with the Financial Statements for the year ended 30 June 2020.

Principal Activities

The principal activity of the Company continues to be that of an investment company.

Results and Dividends

The profit for the year, after taxation, amounted to €207,858 (2019 – €601,038).

No dividends have been paid during the year.

Directors

The Directors who served the Company during the year were as follows:

Mr G Casagrande

Small Companies Exemption

The report of the directors has been prepared taking advantage of the small companies' exemption of section 415A of the Companies Act 2006.

G Casagrande
Director

11 May 2021


The Directors are responsible for preparing the Report of the Directors 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 prepared the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102).

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 judgments and accounting estimates that are reasonable and prudent;
- 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.

IU HOLDINGS LTD
**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020 €	2019 €
Income from Investments	3	189,487	674,559
Administrative expenses	4	80,414	11,553
		<hr/>	<hr/>
Profit before taxation		269,901	686,112
Tax on profit	5	(62,043)	(85,074)
		<hr/>	<hr/>
Profit for the Financial Year		207,858	601,038
		<hr/>	<hr/>
 Retained earnings at the beginning of the year		12,377,465	11,776,427
Profit for the financial year		207,858	601,038
		<hr/>	<hr/>
		€12,585,323	€12,377,465
		<hr/>	<hr/>

All amounts relate to continuing operations.

The Accounting Policies and Notes on pages 6 to 11 form part of these financial statements.

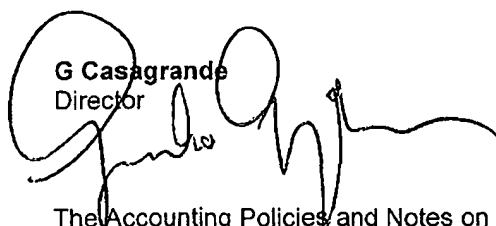
	Note	€	2020 €	€	2019 €
Fixed Assets					
Investments	6		2,185,000		2,185,000
Current Assets					
Debtors	7	7,275,530		914,963	
Investments	8	587,375		2,062,859	
Cash at bank and in hand		2,550,419		7,298,950	
		10,413,324		10,276,772	
Creditors: amounts falling due within one year	9	(13,000)		(84,306)	
Net Current Assets			10,400,324		10,192,466
Total Assets less Current Liabilities			12,585,324		12,377,466
Capital and Reserves					
Called-up share capital	10		1		1
Profit and Loss Account			12,585,323		12,377,465
Shareholders' funds			12,585,324		12,377,466

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The Directors consider that the Company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the Company to obtain an audit of its financial statements for the year in question in accordance with section 476 of the Act. The Directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the Company as at 30 June 2020 and of its profit for the year then ended in accordance with the requirements of section 396 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to the financial statements so far as applicable to the company.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 17 May 2021.

G Casagrande
Director



The Accounting Policies and Notes on pages 6 to 11 form part of these financial statements.

1. Accounting Policies**General Information**

IU Holdings Ltd (the Company) acts as an investment company.

The Company is a private company limited by shares and is incorporated in England. The address of its registered office is C/O PKF Littlejohn, 15 Westferry Circus, Canary Wharf, London, E14 4HD.

Statement of compliance

The financial statements have been prepared in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

Basis of Preparation

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The Company is a member of and a parent undertaking of a small group and, as such, is not required by the Companies Act 2006 to prepare group financial statements. These financial statements therefore, present information about the Company as an individual undertaking and not about its Group.

Going concern

The financial statements have been prepared on the going concern basis. This is considered appropriate as the ultimate beneficial shareholders will continue to provide financial support to the company for the foreseeable future.

Income from investments

Interest income is recognised using the effective interest rate.

Dividend income is recognised when the right to receive payment is established. Dividend income is recognised gross of any withholding tax, which is included as part of the taxation charge for the year.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in administrative expenses.

Investments

Current asset investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value through profit or loss if the shares are publicly traded or their fair value can otherwise be measured reliably.

Other investments, comprising investments in subsidiary undertakings, are measured at cost less impairment.

1. Accounting Policies (Continued)**Taxation**

The tax expense for the year comprises current and deferred tax. Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences.

Foreign currencies

The Company's functional and presentational currency is the Euro.

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date.

All differences are taken to the statement of income and retained earnings.

2. Significant judgements and estimates**a) Critical judgements in applying the entity's accounting policies**

No judgements have been made in applying the entity's accounting policies that would have a significant effect on the amounts recognised in these financial statements.

b) Critical accounting estimates and assumptions

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In preparing these financial statements, the Directors have had to make the following judgements:

Valuation of investments in subsidiary companies

The Company makes an estimate of the value in use or the recoverable amount of its investment in subsidiaries in order to determine whether any provision for impairment is required. When assessing these values management considers the current net asset position of each subsidiary, its recent and budgeted trading results and any group strategic plans that may impact on the subsidiary. No impairment provisions have been made at 30 June 2020.

Recoverability of debtors

The Company makes an estimate of the recoverable value of the amount due from group undertakings. When assessing impairment, management considers factors including the current credit rating of the debtor, the ageing profile of the amount owed and historical experience. No impairment provisions have been made at 30 June 2020.

3. Income from investments

	2020 €	2019 €
Income from shares in group undertakings	18,158	404,490
Income from other investments	34,379	94,629
Bank Interest receivable	18,507	15,581
Realised gains and (losses)	72,304	120,016
Unrealised gains and (losses) arising on financial assets measured at fair value through profit or loss	46,139	39,843
	<hr/> 189,487	<hr/> 674,559

4. Administrative expenses

The company has no employees other than the directors, who did not receive any remuneration.

Administrative expenses includes a profit on exchange of £116,404 (2019 -profit £40,048).

5. Income tax

(a) Tax expense included in profit and loss	2020 €	2019 €
Current tax:		
Overseas Corporation tax on profits for the year	63,956	65,805
Adjustment in respect of prior periods	(3,763)	14,345
Withholding tax	1,850	4,924
	<hr/>	<hr/>
Total current tax	62,043	85,074
	<hr/>	<hr/>

(b) Reconciliation of tax charge

The tax assessed for the period is lower (2019: lower) than the standard effective rate of corporation tax in Italy for the year ended 30 June 2020 of 24% (2019: 24%). The differences are explained below:

	2020 €	2019 €
Profit on ordinary activities before tax	269,901	686,112
	<hr/>	<hr/>
Profit multiplied by the standard rate of tax in the Italy of 24% (2019: 24%)	64,776	164,667
Effects of:		
Income not subject to tax	(820)	(98,862)
Adjustments to tax charge in respect of prior years	(3,763)	14,345
Withholding tax	1,850	4,924
	<hr/>	<hr/>
Tax charge for the year	62,043	85,074
	<hr/>	<hr/>

(c) Tax rate

The Company is resident in Italy for tax purposes. The current rate of Corporate Income Tax in Italy is 24% (2019: 24%)

6. Fixed Asset Investments

Cost	Unlisted €
At 30 June 2019 and 2020	2,185,000

The Company has the following significant shareholdings:

Name	Principal Activity	Holding
Italian Underwriting Srl	Insurance underwriting agency	93%
Borgo Immobiliare Srl	Real estate owner	93%*

* The 93% shareholding does not entitle the Company to any voting rights, share of the profits or dividends.

Both the above companies are incorporated in Italy.

The aggregate of the share capital and reserves as at 31 December 2019 and the profit or loss for the year ended on that date for each company were as follows:

Name	Aggregate of share capital and reserves €	Profit €
Italian Underwriting Srl	223,011	19,455
Borgo Immobiliare Srl	1,696,634	115,970

7. Debtors

	2020 €	2019 €
Unpaid Share Capital	1	1
Amount due from group undertakings	422,648	881,917
Loan to Group undertaking	6,800,000	-
Other Debtors	3,639	-
Prepayments and accrued income	49,242	33,045
	<u>7,275,530</u>	<u>914,963</u>

The amount due from group undertakings is unsecured, interest free and repayable on demand. The amount from group undertakings represents dividends declared and receivable from Italian Underwriting Srl. The loan to group undertaking is due from Borgo Immobiliare Srl. The loan is unsecured, interest free and repayable on 31 December 2020.

8. Current asset investments

	2020 €	2019 €
Listed investments	587,375	2,062,859
Other investments	-	-
	<hr/> 587,375	<hr/> 2,062,859

The current asset investments are all stated at fair value through profit or loss using either quoted market prices in an active market or inputs other than quoted prices that are observable for the investment, either directly (i.e. as prices) or indirectly (i.e. derived from prices). The fair value movement for the year is a profit of €46,139 (2019 - profit €39,843) which is included in the profit for the year.

9. Creditors: Amounts falling due within one year

	2020 €	2019 €
Overseas corporation tax	-	65,805
Accruals and deferred income	13,000	18,501
	<hr/> 13,000	<hr/> 84,306

10. Share Capital

	2020 €	2019 €
Allotted, called up and fully paid		
1 Ordinary share of £1 each	1	1
	<hr/> 1	<hr/> 1

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

11. Ultimate parent undertaking and controlling party

The ultimate parent undertaking is Societa Fiduciaria E Di Revisione Srl and the ultimate controlling party is Mr G Casagrande.