

FORTITUDO GROUP LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

FORTITUDO GROUP LIMITED

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FORTITUDO GROUP LIMITED
REGISTERED NUMBER: 10373389

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	2020 \$	2019 \$
Fixed assets			
Tangible assets	4	537	806
Investments	5	9,017,982	8,881,017
		<u>9,018,519</u>	<u>8,881,823</u>
Current assets			
Debtors: amounts falling due within one year	6	411,978	409,282
Current asset investments	7	320,814	37,177
Cash at bank and in hand		168,176	589,117
		<u>900,968</u>	<u>1,035,576</u>
Creditors: amounts falling due within one year	8	(121,288)	(119,383)
Net current assets		<u>779,680</u>	<u>916,193</u>
Net assets		<u><u>9,798,199</u></u>	<u><u>9,798,016</u></u>
Capital and reserves			
Called up share capital	9	4	4
Share premium account		8,453,414	8,453,414
Profit and loss account		1,344,781	1,344,598
		<u><u>9,798,199</u></u>	<u><u>9,798,016</u></u>

FORTITUDO GROUP LIMITED
REGISTERED NUMBER: 10373389

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2020

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

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

M D Rasmussen
Director

Date: 30 September 2021

The notes on pages 3 to 7 form part of these financial statements.

FORTITUDO GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. General information

Fortitudo Group Limited is a private company, limited by shares, and is incorporated in England and Wales. The address of its registered office is C/O Legalinx Tallis House, 3rd Floor, 207 Regent Street, London, W1B 3HH.

The financial statements are presented in US Dollars which is the functional currency of the company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

Following the year end the company has continued to be impacted by the COVID-19 pandemic which has caused increasing disruption to populations, businesses and global economic activity.

In addition, there has been political unrest and regime change in Afghanistan, a country in which the company's investment in associates derives material revenue.

The director considers that the resources available to the company will be sufficient for it to be able to continue as a going concern for the foreseeable future. However, there is a high level of uncertainty about the full impact the pandemic is having across the globe, as well as the impact of the regime change in Afghanistan. Whilst the director continues to monitor the situation as it evolves, it is not yet practicable to estimate all of the impact upon the Company. The financial statements do not contain any adjustments that would be required if the Company were not able to continue as a going concern.

2.3 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is USD.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss except when deferred in other comprehensive income as qualifying cash flow hedges.

2.4 Interest income

Interest income is recognised in profit or loss using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.5 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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

Depreciation is provided on the following basis:

Office equipment	-	25%	straight-line
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.7 Valuation of investments

Investments in associates are initially recognised at the transaction price. At each subsequent reporting date, the investment in associates are reviewed for impairment. Any impairments arising on investments are recognised in profit or loss for the period.

Investments in listed company shares are remeasured to market value at each Balance Sheet date. Gains and losses on remeasurement are recognised in profit or loss for the period.

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.10 Creditors

Short term creditors are measured at the transaction price.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.11 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

Investments in non-derivative instruments that are equity to the issuer are measured:

- at fair value with changes recognised in the Statement of Income and Retained Earnings if the shares are publicly traded or their fair value can otherwise be measured reliably;
- at cost less impairment for all other investments.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

3. Employees

The average monthly number of employees, including directors, during the year was 1 (2019 - 1).

4. Tangible fixed assets

	Office equipment \$
Cost	
At 1 January 2020	1,075
At 31 December 2020	<u>1,075</u>
Depreciation	
At 1 January 2020	269
Charge for the year on owned assets	<u>269</u>
At 31 December 2020	<u>538</u>
Net book value	
At 31 December 2020	<u><u>537</u></u>
At 31 December 2019	<u><u>806</u></u>

FORTITUDO GROUP LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

5. Fixed asset investments

	Investments in associates	Listed investments	Unlisted investments	Total
	\$	\$	\$	\$
Cost or valuation				
At 1 January 2020	8,453,416	427,601	-	8,881,017
Additions	-	78,345	150,000	228,345
Disposals	-	(94,195)	-	(94,195)
Fair value movements	-	2,815	-	2,815
	<u>8,453,416</u>	<u>414,566</u>	<u>150,000</u>	<u>9,017,982</u>
At 31 December 2020	8,453,416	414,566	150,000	9,017,982
Net book value				
At 31 December 2020	<u>8,453,416</u>	<u>414,566</u>	<u>150,000</u>	<u>9,017,982</u>
At 31 December 2019	<u>8,453,416</u>	<u>427,601</u>	<u>-</u>	<u>8,881,017</u>

6. Debtors

	2020	2019
	\$	\$
Other debtors	<u>411,978</u>	<u>409,282</u>

7. Current asset investments

	2020	2019
	\$	\$
Listed investments	<u>320,814</u>	<u>37,177</u>

8. Creditors: Amounts falling due within one year

	2020	2019
	\$	\$
Trade creditors	6,975	10,072
Corporation tax	103,782	103,168
Accruals and deferred income	10,531	6,143
	<u>121,288</u>	<u>119,383</u>

FORTITUDO GROUP LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

9. Share capital

	2020	2019
	\$	\$
Allotted, called up and fully paid		
3 Ordinary share shares of \$1.30 each	<u>4.0</u>	<u>4.0</u>

10. Post balance sheet events

Subsequent to the end of the reporting period there has been political unrest and regime change in Afghanistan. The company's investment in associates with carrying value of \$8,453,416 (2019: \$8,453,416) relates to a group of companies that derives material revenue from Afghanistan and it is not known what impact the above may have on the investment or its potential for impairment.

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.