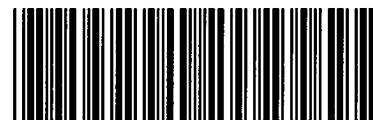


Registration number: SC113224

Inchcape Investments and Asset Management Limited
Annual Report and Financial Statements
for the year ended 31 December 2021



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COMPANIES HOUSE

Registered Office
4th Floor
115 George Street
Edinburgh
EH2 4JN
United Kingdom

Inchcape Investments and Asset Management Limited

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Inchcape Investments and Asset Management Limited

Company Information

Directors

Michael Bowers
Jonathan Greenwood
Adrian Lewis
Tamsin Waterhouse

Company Secretary

Inchcape Corporate Services Limited

Registered office

4th Floor
115 George Street
Edinburgh
EH2 4JN
United Kingdom

Independent auditors

Deloitte LLP
Statutory Auditor
Four Brindleyplace
Birmingham
B1 2HZ
United Kingdom

Inchcape Investments and Asset Management Limited

Strategic Report for the Year Ended 31 December 2021

The Directors present their strategic report for the year ended 31 December 2021.

Fair review of the business

The results for the Company show a loss for the financial year of £11,931,000 (2020: profit of £6,059,000). An impairment charge of £14,320,000 (2020: £277,000) was recognised in the year in relation to the Company's investment in its subsidiary undertaking Inchcape Motors International Limited. The net assets of the Company at the end of the year were £103,395,000 (2020: £115,326,000).

The Company's principal activity during the year is that of an intermediate holding company and remains unchanged since prior years.

Key performance indicators (KPIs)

Given the nature of the business, the Directors are of the opinion that the KPIs necessary for an understanding of the development, performance and position of the Company are net assets and profit for the year.

The Company is part of the Inchcape Group. The development, performance and position of the Group is discussed in the Group's Annual Report and Accounts 2021 which does not form part of this report.

Principal risks and uncertainties

The management of the business and the execution of the Company's strategy are subject to a number of risks. The financial risks of the Company and their management are outlined in the Directors' report on page 3.

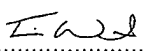
The Company is a wholly owned subsidiary of Inchcape plc. The Directors of Inchcape plc manage the Group's risks at a Group level rather than at an individual business unit level. For this reason, the Company's Directors believe that disclosure of the Company's risks would not be appropriate for an understanding of the development, performance or position of Inchcape Investments and Asset Management Limited.

The COVID-19 pandemic continued to cause some disruption to trading in 2021, however the Group recovered well and adapted to new ways of working. One of the challenges faced during the year was the disruption to the automotive supply chain caused by a shortage of components, particularly electronic chips, which progressively impacted OEM vehicle production. Despite the challenges caused by both the pandemic and supply constraints, the Group's performance was strong resulting in an improvement in profitability. As the Company is a wholly owned subsidiary within the Inchcape Group, the impact of the risks associated with COVID-19 and global supply constraints on the Company and the mitigating actions were managed by the Directors of Inchcape plc.

The global shortage of semiconductors had an impact on the Group's performance as it has directly affected the post-pandemic recovery of manufacturers'. The inability to secure supply in order to match market demand held back the Group's performance but, combined with proactive management of appropriate discounts and product mix, led to better margins on vehicle sales. Demand for vehicles remains high however, the expectation is that constraints will continue well into 2022. Despite this significant challenge, the Group has made significant developments to improve the business for the future, including significantly enhancing the Group's digital capabilities and streamlining back-office processes. Consequently, the Group is well placed to continue its recoverability from the pandemic and able to adapt and respond to challenges affecting the industry as they arise.

Further discussion of the risks and uncertainties of the Inchcape Group as a whole, is provided in the Group's 2021 Annual Report and Accounts which does not form part of this report.

Approved by the Board 20 June 2022 and signed by order of the Board by:


.....

Inchcape Corporate Services Limited
Company Secretary

Inchcape Investments and Asset Management Limited

Directors' Report for the Year Ended 31 December 2021

The Directors present their annual report and the audited financial statements for the year ended 31 December 2021.

Incorporation and Domicile

The Company is incorporated and domiciled in the United Kingdom, registration number SC113224. The registered office of the Company is 4th Floor, 115 George Street, Edinburgh, EH2 4JN, United Kingdom.

Directors of the Company

The Directors who held office during the year and up to the date of signing were as follows:

Michael Bowers

Jonathan Greenwood

Adrian Lewis

Bertrand Mallet (resigned 29 January 2021)

Tamsin Waterhouse

Transactions with Directors

No transaction, arrangement or agreement required to be disclosed under the terms of the Companies Act 2006 was outstanding at 31 December 2021 or occurred during the year for any Director or connected person (2020: none).

Dividends

The Directors do not recommend the payment of a final dividend (2020: £nil).

No dividends were paid during the year (2020: £nil).

Future developments

The Directors do not foresee any significant changes in the Company or its activities in 2022.

Events after the balance sheet date

There have been no significant events after the balance sheet date which should be considered for a proper understanding of the financial statements.

Going concern

The Company's ability to operate as a going concern is assessed in conjunction with the Group as its viability is dependent upon the ability of Group companies to settle their intercompany balances with the Company and to provide funds for working capital needs. The Directors have a reasonable expectation that the Group has adequate resources to support the Company based on its net assets and forecast performance and financial position including an assessment of the effect of the worldwide pandemic of Covid-19. Inchcape plc has confirmed that they intend to provide financial resources, where requested, for at least 12 months from the date of signing these financial statements, whilst the Company remains a subsidiary of Inchcape plc.

Financial risk management

The Directors consider that the Company's key financial instruments are intercompany loans. Financial exposures exist to the extent that a change in the underlying base rate of interest will affect the level of income received or paid on the intercompany loans. The risk is not considered material and the Company does not employ the use of hedging instruments.

Inchcape Investments and Asset Management Limited

Directors' Report for the Year Ended 31 December 2021 (continued)

Directors' indemnity

A Qualifying Third-Party Indemnity (QTPI), as permitted by the Company's Articles of Association and section 234 of the Companies Act 2006, has been granted by the Company to each of the Directors of the Company. Under the provisions of the QTPI, the Company undertakes to indemnify each Director against liability to third parties (excluding criminal and regulatory penalties) and to pay the Directors' costs as incurred, provided that they are reimbursed to the Company if the Director is found guilty or, in an action brought by the Company, judgement is given against the Director. A QTPI was in force throughout the financial year and also at the date of approval of these financial statements.

Statement of Directors' Responsibilities

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), including FRS 101 "Reduced Disclosure Framework". 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

Disclosure of information to the auditors

Each of the persons who is a director at the date of approval of this report confirms that:

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

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Independent auditors

Deloitte have expressed their willingness to continue in office as auditor and appropriate arrangements have been put in place for them to be deemed reappointed as auditor in the absence of an Annual General Meeting.

Approved by the Board on 20 June 2022 and signed by order of the Board by:



.....
Inchcape Corporate Services Limited
Company Secretary

Inchcape Investments and Asset Management Limited

Independent auditor's report to the members of Inchcape Investments and Asset Management Limited

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of Inchcape Investments and Asset Management Limited (the 'Company'):

- give a true and fair view of the state of the Company's affairs as at 31 December 2021 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 101 "Reduced Disclosure Framework"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the profit and loss account;
- the balance sheet;
- the statement of changes in equity; and
- the related notes 1 to 12.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

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 Financial Reporting Council's (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.

Inchcape Investments and Asset Management Limited

Independent auditor's report to the members of Inchcape Investments and Asset Management Limited (continued)

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.

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.

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. This description forms part of our auditor's report.

Extent to which 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.

We considered the nature of the Company's industry and its control environment, and reviewed the Company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the Company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the UK Companies Act and tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the Company's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team, including relevant internal specialists, regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

Inchcape Investments and Asset Management Limited

Independent auditor's report to the members of Inchcape Investments and Asset Management Limited (continued)

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management, internal audit and legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance and reviewing internal audit reports.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

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 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.

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 any material misstatements in the strategic report or the Directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters 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.

We have nothing to report in respect of these matters.

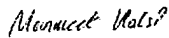
Inchcape Investments and Asset Management Limited

Independent auditor's report to the members of Inchcape Investments and Asset Management Limited (continued)

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.

DocuSigned by:



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Manmeet Kalsi ACA (Senior statutory Auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
Birmingham, United Kingdom
20 June 2022

Inchcape Investments and Asset Management Limited

Profit and Loss Account for the Year Ended 31 December 2021

	Note	2021 £'000	2020 £'000
Income from shares in group undertakings		2,378	6,261
Finance income	5	13	93
Amounts written off investments	7	(14,320)	(277)
(Loss) / profit before taxation		(11,929)	6,077
Tax on (loss) / profit	6	(2)	(18)
(Loss) / profit for the financial year		(11,931)	6,059

The above results were derived from continuing operations.

There is no other comprehensive income / (expense) for the year (2020: £nil). Accordingly, no separate statement of other comprehensive income has been presented.

Inchcape Investments and Asset Management Limited


Balance Sheet as at 31 December 2021

	Note	2021 £'000	2020 (restated) ¹ £'000
Non-current assets			
Investments	7	77,596	91,916
Trade and other receivables: Amounts falling due after more than one year	8	25,840	23,449
		103,436	115,365
Current liabilities			
Trade and other payables: Amounts falling due within one year	9	(41)	(39)
Net current liabilities		(41)	(39)
Total assets less current liabilities		103,395	115,326
Net assets		103,395	115,326
Capital and reserves			
Share capital	10	2,062	2,062
Share premium		106,991	106,991
Profit and loss account		(5,658)	6,273
Total shareholders' funds		103,395	115,326

¹ See note 1.

The notes on pages 12 to 18 form an integral part of these financial statements.

The financial statements on pages 9 to 18 were approved by the Board on 20 June 2022 and signed on its behalf by:

DocuSigned by:

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Adrian Lewis
 Director

Inchcape Investments and Asset Management Limited
 Registration number: SC113224

Inchcape Investments and Asset Management Limited

Statement of Changes in Equity for the Year Ended 31 December 2021

	Share capital £'000	Share premium £'000	Profit and loss account £'000	Total shareholders' funds £'000
At 1 January 2021	2,062	106,991	6,273	115,326
Loss for the year	–	–	(11,931)	(11,931)
Total comprehensive expense	–	–	(11,931)	(11,931)
At 31 December 2021	2,062	106,991	(5,658)	103,395

	Share capital £'000	Share premium £'000	Profit and loss account £'000	Total shareholders' funds £'000
At 1 January 2020	2,062	106,991	214	109,267
Profit for the year	–	–	6,059	6,059
Total comprehensive income	–	–	6,059	6,059
At 31 December 2020	2,062	106,991	6,273	115,326

Inchcape Investments and Asset Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

1 Accounting policies

General information

Inchcape Investments and Asset Management Limited (the Company) is a private company limited by shares incorporated in the United Kingdom under the Companies Act 2006 and is registered in England and Wales. The address of the Company's registered office is shown on page 3.

The nature of the Company's operations and its principal activities are set out in the strategic report on page 2.

These financial statements are presented in pounds sterling which is the currency of the primary economic environment in which the Company operates.

Basis of preparation

These financial statements were prepared under the historical cost convention and in accordance with the Companies Act 2006 and the Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101). The principal accounting policies of the Company have been applied consistently.

The Company now applies the relevant presentation requirements of IAS 1 in presenting the balance sheet. The change did not have a material impact on the Company's financial statements.

As a qualifying entity the following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101:

- IFRS 7, 'Financial Instruments: Disclosures';
- Paragraphs 91 to 99 of IFRS 13, 'Fair value measurement' (disclosure of valuation techniques and inputs used for fair value measurement of assets and liabilities);
- The following paragraphs of IAS 1, 'Presentation of financial statements':
 - 10(d) (statement of cash flows),
 - 16 (statement of compliance with all IFRS),
 - 38A (requirement for minimum of two primary statements, including cash flow statements),
 - 38B-D (additional comparative information),
 - 111 (cash flow statement information), and
 - 134-136 (capital management disclosures)
- IAS 7, 'Statement of cash flows';
- Paragraph 30 and 31 of IAS 8, 'Accounting policies, changes in accounting estimates and errors' (requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective);
- Paragraph 17 of IAS 24, 'Related party disclosures' (key management compensation);
- The requirements in IAS 24, 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group.

Newly adopted accounting policies

There are no amendments to accounting standards, or IFRIC interpretations that are effective for the year ended 31 December 2021 that have a material impact on the Company's financial statements.

Inchcape Investments and Asset Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

1 Accounting policies (continued)

Going concern

The Company's ability to operate as a going concern is assessed in conjunction with the Group as its viability is dependent upon the ability of Group companies to settle their intercompany balances with the Company and to provide funds for working capital needs. The Directors have a reasonable expectation that the Group has adequate resources to support the Company based on its net assets and forecast performance and financial position including an assessment of the effect of the worldwide pandemic of Covid-19. Inchcape plc has confirmed that they intend to provide financial resources, where requested, for at least 12 months from the date of signing these financial statements, whilst the Company remains a subsidiary of Inchcape plc.

Group financial statements

The Company is a wholly-owned subsidiary of Inchcape plc and is included in the consolidated financial statements of Inchcape plc, which are publicly available. In accordance with the exemption permitted by Section 400 of the Companies Act 2006 Group consolidated financial statements have not been prepared.

Finance income and costs policy

Interest is included in the profit and loss account on an accruals basis.

Dividend income

Dividend income is recognised when the right to receive payment is established.

Tax

Current tax, including UK corporation tax, is provided at amounts 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 income tax is accounted for using the liability method in respect of temporary differences arising from differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

In principle, deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference is due to an asset or liability, the initial recognition of which does not affect either taxable or accounting income.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled using rates enacted or substantively enacted at the end of the reporting period. Deferred tax is charged or credited in the income statement, except when it relates to items credited or charged directly to shareholders' equity, in which case the deferred tax is also dealt with in shareholders' equity.

Deferred tax assets and liabilities are only offset where there is a legally enforceable right of offset and there is an intention to settle balances net.

Investments

Fixed asset investments are shown at cost less provision for impairment. Current asset investments are stated at the lower of cost and net realisable value. Net realisable value is that price at which the investments can be sold in the normal course of business after allowing for the costs of realisation.

Fixed asset investments are reviewed for impairment whenever events or circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount and is charged to the profit and loss account, the recoverable amount being the higher of net realisable value and value in use.

Shares in other Group companies are stated at cost, less provision for impairment in value.

Inchcape Investments and Asset Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

1 Accounting policies (continued)

Provisions

A provision is recognised when the Company has a present obligation that arises from a past event, when it is more likely than not to result in the transfer of economic benefits and where the amount can be reliably estimated. Provisions are discounted where the time value of money is considered to be material.

Financial assets and liabilities

The Company classifies its financial instruments in the following categories: at fair value through profit and loss; and amortised cost. The classification is determined at initial recognition and depends on the purpose for which the financial instruments are required.

Measured at amortised cost are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except where the maturity date is more than twelve months after the end of the reporting period. They are initially recorded at fair value and subsequently recorded at amortised cost.

Prior year restatement

In the prior year, amounts owed by fellow group undertakings were presented as falling due within one year and classified within current assets. Based on the underlying terms of the agreement and considering the fact that the receivable is intended for use on a continuing basis the classification has also been reassessed, and the balance should be presented as falling due after more than one year within non-current assets. The balance sheet and applicable note in the comparative period have been restated accordingly.

2 Critical accounting judgements and key sources of estimation uncertainty

The preparation of financial statements in accordance with the generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge, actual results may ultimately differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Other than the estimation uncertainty relating to the impairment of investments mentioned below, the Directors do not consider that there are any critical accounting judgements or key sources of estimation uncertainty.

Impairment of investments

Investments are reviewed for impairment on an annual basis. Carrying value at the end of the year is compared to recoverable value for each investment. The recoverable value is determined based on the higher of net asset value or value in use. Value in use calculations require estimates to be made of future cash flows.

3 Operating profit

Auditors' remuneration in respect of the audit of these financial statements has been borne by a fellow group undertaking. Of this remuneration, £2,100 (2020: £2,000) is deemed to be attributable to the Company. The auditors' remuneration does not include any non-audit services.

Inchcape Investments and Asset Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

4 Directors' remuneration

The Company has no employees except the Directors (2020: none) and hence no salary, social security or pension costs (2020: £nil).

No emoluments (2020: £nil) were paid to the Directors of the Company whose services are provided to a number of Group companies. Accordingly, no details in respect of their remuneration have therefore been included in these financial statements.

5 Finance income

	2021 £'000	2020 £'000
Interest income on loans to fellow group undertakings	13	93

6 Tax on (loss) / profit

Tax charged in the profit and loss account:

	2021 £'000	2020 £'000
Current taxation		
UK corporation tax on (loss) / profit for the year	2	18

The actual tax charge assessed for the period is higher (2020: lower) than the standard rate of Corporation Tax in the UK of 19% (2020: standard rate of 19%). The differences are explained below:

	2021 £'000	2020 £'000
(Loss) / profit before tax	(11,929)	6,077
Corporation tax at standard rate of 19% (2020 19%)	(2,267)	1,155
Non-deductible expenses	2,721	53
Non-taxable income	(452)	(1,190)
Total tax charge	2	18

Factors that may affect future tax charges

The Finance Act 2021, enacted by the balance sheet date, included an increase in the Corporation Tax rate to 25% from 1 April 2023.

Inchcape Investments and Asset Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

7 Investments

Shares in subsidiary undertakings	£'000
Cost	
At 1 January 2021	893,412
Disposal	(756,096)
At 31 December 2021	137,316
Provisions	
At 1 January 2021	(801,496)
Disposal	756,096
Provisions for impairment	(14,320)
At 31 December 2021	(59,720)
Net book value	
At 31 December 2021	77,596
At 31 December 2020	91,916

An impairment charge of £14,320,000 (2020: £277,000) was recognised in the year in relation to its investment in Inchcape Motors International Limited to ensure that the carrying value of the investments are supported by their underlying net assets.

During the year the company disposed of its shareholding in Inchcape Digital Limited to Inchcape International Holdings Limited for proceeds of £1

Details of the subsidiaries as at 31 December 2021 are as follows:

Name of subsidiary	Principal activity	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Inchcape Motors International Limited ¹	Holding company	England & Wales	100%
Distribution Services Cote D'Ivoire SA ²	Dormant	Ivory Coast	100%

All holdings above have one kind of ordinary share capital

Address:

¹ First Floor, Unit 3140, Park Square, Solihull Parkway, Birmingham Business Park, Birmingham, B37 7YN.

² 01 BP 3893, Abidjan O1.

Inchcape Investments and Asset Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

8 Trade and other receivables: Amounts falling due after more than one year

	2021 £'000	2020 (restated) ¹ £'000
Amounts owed by fellow group undertakings	25,840	23,449

¹ See note 1.

Amounts owed by group undertakings are unsecured, bear interest linked to a market interbank deposit rate and are due for repayment after more than one year.

9 Trade and other payables: Amounts falling due within one year

	2021 £'000	2020 £'000
Payable to ultimate parent company for group relief	41	39

Amounts owed to group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

10 Share capital

Allotted, authorised, called up and fully paid shares

	31 December 2021		31 December 2020	
	No. 000	£ 000	No. 000	£ 000
Ordinary shares of £1 each	2,062	2,062	2,062	2,062

11 Parent and ultimate parent undertaking

The Company's immediate parent is Inchcape International Holdings Limited, a company incorporated in the United Kingdom and registered in England and Wales.

The ultimate parent undertaking and controlling party is Inchcape plc, a company incorporated in the United Kingdom and registered in England and Wales.

Both the smallest and the largest group of which the Company is a member and for which Group financial statements are drawn up is that of Inchcape plc. Copies of the Annual Report and Accounts for that company are available from its registered address:

The Company Secretary
Inchcape plc
22a St James's Square
London
SW1Y 5LP
United Kingdom

Inchcape Investments and Asset Management Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

12 Significant holdings

Details of the indirect subsidiaries of the Company as at 31 December 2021 are detailed below:

Name of subsidiary	Principal activity	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Tozer Kemsley and Millbourn Automotive Limited ¹	Holding company	England & Wales	100%
Nexus Corporation Limited ¹	Dormant	England & Wales	100%
Tozer International Holdings Limited ¹	Dormant	England & Wales	100%

All holdings above have one kind of ordinary share capital

Address:

¹ First Floor, Unit 3140, Park Square, Solihull Parkway, Birmingham Business Park, Birmingham, B37 7YN.