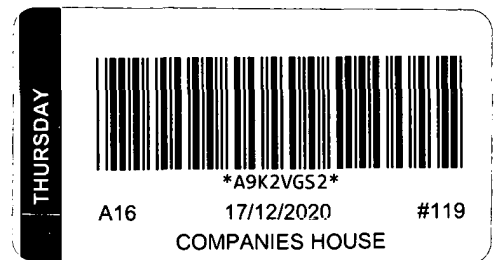


Registration number: 3138881

# Inula Holding UK Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2019



**Inula Holding UK Limited (Registered number: 3138881)**

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**Inula Holding UK Limited (Registered number: 3138881)**

**Company Information**

|                          |   |
|--------------------------|---|
| <b>Directors</b>         | A Martinez<br>R Cellier   |
| <b>Company secretary</b> | S Carlin  |
| <b>Registered office</b> | 165 Bath Road<br>Slough<br>Berkshire<br>SL1 4AA   |
| <b>Auditor</b>           | KPMG LLP<br>Chartered Accountants<br>2 Forbury Place<br>33 Forbury Road<br>Reading<br>RG1 3AD |

**Inula Holding UK Limited (Registered number: 3138881)**

**Strategic Report for the Year Ended 31 December 2019**

The directors present their strategic report for the year ended 31 December 2019.

**Principal activity**

The principal activity of the company is to act as the holding company for a group of UK companies specialising in vehicle leasing and fleet management. The group's core business involves managing the entire vehicle life-cycle for its clients, taking care of everything from purchasing, insurance and maintenance to car-remarketing. The group operates in several segments including Corporate, Retail, Public Sector, Consumer and Commercial Vehicle markets. These segments enjoy strong positions in their own specific markets, each offering a comprehensive range of vehicle funding and management services to meet the needs of all fleets, ranging from consumers and smaller businesses to multi-nationals and public sector organisations.

**Fair review of the business**

Inula Holding Ltd continued with the ownership of its five pre-existing subsidiaries, four of which continued to be dormant in the year, as disclosed within Note 5. Additionally, the Company acquired Internal Fleet Purchasing Limited, a vehicle leasing company incorporated on 30 October 2019, whose trading activities began in 2020.

The principal activity of its sole actively trading subsidiary, LeasePlan UK Limited, is vehicle leasing and fleet management. The subsidiary continues to deliver strong financial performance within its core business, in a UK market showing limited growth due to the challenges posted by the ongoing Brexit process. LeasePlan UK Limited delivered a profit for the financial year of £14.4m (2018: £57.6m). Operating income decreased by £65m (43.6%) and operating expenses decreased by £8.9m (11.7%) resulting in a decrease in profit after tax of £43.2m (75%).

LeasePlan UK Limited's strong performance allowed it to distribute a £20 million (£2018: £Nil) dividend to Inula Holding Limited on 29th December 2019.

The Board of Directors of Inula Holding Limited recommended and approved a final dividend of £20 million (2018: £Nil). The dividend was paid to LeasePlan Corporation N.V., its direct parent entity, on 29th December 2019.

**Principal risks and uncertainties**

The Company acts as a holding company for LeasePlan UK Limited, its main trading subsidiary, and is part of the LeasePlan Corporation N.V. group. Strategies, principal risks and uncertainties are consistent with those assessed across the group. Those relevant to the Company can be found in the December 2019 financial statements of LeasePlan UK Limited, a copy of which can be obtained from the Company Secretary at the registered office of 165 Bath Road, Slough, SL1 4AA and the December 2019 LeasePlan Corporation N.V. group financial statements at the address listed on page 19.

**Company employees**

The company has no employees (2018- none)

**Risk Management**

Responsibility for risk management of the Company lies with the directors of the Company. Risk management policies are consistent with LeasePlan UK Limited whose financial statements can be obtained from the Company Secretary at the registered office of 165 Bath Road, Slough, SL1 4AA.

**Donations**

During the year ended 31 December 2019, no donations were made by the Company to any political party or charitable organisation (2018: £nil).

**Inula Holding UK Limited (Registered number: 3138881)**

**Strategic Report for the Year Ended 31 December 2019 (continued)**

**Future developments**

**Outlook**

Inula Holding UK Limited enters 2020 with confidence in the strength and resilience of its subsidiaries, especially pertaining to LeasePlan UK Limited, the main trading entity of the group.

Inula Holding UK Limited expects to retain its investments in all subsidiaries held as at 31 December 2019 for the forthcoming future and continue to grow its LeasePlan UK Limited subsidiary, focusing on the expansion of its "any car any time, anywhere" service.

**Brexit**

On 23 June 2016, a referendum in the United Kingdom returned a result in favour of leaving the European Union. On 1 January 2020, the United Kingdom entered the transition period and trade talks are currently undergoing with the European Union. The United Kingdom's future relationship with the European Union remains unclear and whilst the longer-term political and economic effects of these events are not yet clear, a degree of market turbulence is expected.

The Company's investments in subsidiaries are exclusively located in the United Kingdom. Brexit will thus affect the Company by way of its impacts on the Subsidiaries relating to foreign currency fluctuations, especially the strength of the Sterling against the Euro, and supply and demand issues within the Automotive industry. The Board monitors the situation closely and has taken steps to minimise any associated risks. This monitoring includes quarterly sensitivity analyses to ensure that subsidiaries' resilience and approach will allow them to endure the forthcoming events relating to Brexit.

**Coronavirus Health Crisis**

The Coronavirus Health Crisis, which emerged and developed after the 2019 financial year-end, continues to develop and causes significant economic turbulences as it does.

In its capacity as a holding company, Inula Holding UK Limited will only be impacted by the health crisis indirectly, through its fully owned subsidiaries. As disclosed within Note 5, four of these subsidiaries are dormant and have been dormant for over two years. They are expected to remain dormant throughout the next reporting period. Only the fifth entity, LeasePlan UK Limited, is trading and will thus be directly affected by the Coronavirus Health Crisis.

The Board of Directors closely monitors the evolution of the pandemic's effect on LeasePlan UK Limited. Thanks to the company's adaptability and customer-centric initiatives implemented from the beginning of the Coronavirus health crisis, the Board of Directors is confident in the subsidiary's going-concern, though it expects both financial performance and fleet size to reduce in 2020 compared to 2019 and 2018. The exact impact can however not be quantified at this time, owing to ongoing developments in the evolution and economic impacts of the pandemic.

As a result, the Board of Directors is confident in the ability of Inula Holding UK Limited to continue as a going concern and no impairments of the asset values, including investments, being required.

Approved by the Board on 16 December 2020 and signed on its behalf by:



S Carlin  
Company secretary

**Inula Holding UK Limited (Registered number: 3138881)**

**Directors' Report for the Year Ended 31 December 2019**

The directors present their report and the financial statements for the year ended 31 December 2019:

**Directors' of the company**

The directors, who held office during the year, were as follows:

A Martinez (appointed 1 February 2019)

I Mullen (appointed 1 April 2019 and resigned 19 September 2020)

M Dyer (resigned 1 February 2019)

P Steenvoorden (resigned 1 April 2019)

The following director was appointed after the year end:

R Cellier (appointed 17 August 2020)

**Dividends**

A final dividend of £0.36 per share (2018: £nil), totalling £20,000,000, was recommended and approved by the Board of Directors in 2019. This dividend was paid to LeasePlan Corporation N.V., the entity's parent entity, on 29 December 2019 in line with Note 9.

No further dividends were recommended or paid in the year.

**Post Balance Sheet events**

***Coronavirus Health Crisis***

The Coronavirus Health Crisis, which emerged and developed after the 2019 financial year-end, continues to develop and causes significant economic turbulences as it does.

In its capacity as a holding company, Inula Holding UK Limited will only be impacted by the health crisis indirectly, through its fully owned subsidiaries. As disclosed within Note 5, four of these subsidiaries are dormant and have been dormant for over two years. They are expected to remain dormant throughout the next reporting period. The fifth entity, Internal Fleet Purchasing Limited, had not begun its operational activities as at year-end after being incorporated on 30 October 2019. Only the sixth entity, LeasePlan UK Limited, is actively trading and will thus be directly affected by the Coronavirus Health Crisis.

Although LeasePlan UK Limited ("the Subsidiary") operates in a significantly impacted sector of the economy, the Subsidiary remains a going-concern thanks to its access to funding and its ability to flex operational performance to offset downside risks. Further details on the assessments performed and the pandemic's going-concern are included within Note 2.

While the Coronavirus pandemic is expected to affect financial performance of Inula Holding Limited's subsidiaries, it does not threaten the going-concern of any of the entities.

**Directors' liabilities**

Qualifying third party indemnity provisions for the benefit of the directors were in force during the period under review and remain in force as at the date of approval of the directors' report and financial statements.

**Disclosure of information to the auditor**

Each director has taken 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 auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

**Inula Holding UK Limited (Registered number: 3138881)**

**Directors' Report for the Year Ended 31 December 2019 (continued)**

**Other information**

An indication of likely future developments in the business and particulars of significant events which have occurred since the end of the financial year have been included in the Strategic Report on page 2.

Approved by the Board on 16 December 2020 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'S. Carlin', written over a dotted horizontal line.

S Carlin  
Company secretary

**Inula Holding UK Limited (Registered number: 3138881)**

**Statement of Directors' Responsibilities.**

The directors are responsible for preparing the Strategic Report, the Directors' 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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law UK Generally Accepted Accounting Practice), 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 judgements and 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;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 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, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



**Inula Holding UK Limited (Registered number: 3138881)**

**Independent Auditor's Report to the Members of Inula Holding UK Limited**

**Opinion**

We have audited the financial statements of Inula Holding UK Limited (the 'Company') for the year ended 31 December 2019, which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, and related notes, including a summary of significant accounting policies in note 2.

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

**Going concern**

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or to cease its operations, and as they have concluded that the Company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the Company's business model and analysed how those risks might affect the Company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Company will continue in operation.

**Other information**

The directors are responsible for the Strategic Report and the Directors' Report. Our opinion on the financial statements does not cover those reports and, accordingly, we do not express an audit opinion.

Our responsibility is to read the Strategic Report and the Directors' Report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the Strategic Report and the Directors' Report;
- in our opinion the information given in the Strategic Report and the Directors' Report for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

**Inula Holding UK Limited (Registered number: 3138881)**

**Independent Auditor's Report to the Members of Inula Holding UK Limited  
(continued)**

**Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

**Directors' responsibilities**

As explained more fully in their statement set out on page 6, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; 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; 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 they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities**

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

**The purpose of our audit work and to whom we owe our responsibilities**

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.



**Robert Fitzpatrick (Senior Statutory Auditor)**

**For and on behalf of KPMG LLP**

*Chartered Accountants*

2 Forbury Place  
33 Forbury Road  
Reading  
RG1 3AD

16 December 2020

**Inula Holding UK Limited (Registered number: 3138881)**

**Statement of Comprehensive Income for the Year Ended 31 December 2019**

|  | Note | 2019<br>£ 000        | 2018<br>£ 000   |
|--|------|----------------------|-----------------|
| Income from shares in group undertakings           | 4    | 20,000               | —               |
| Operating profit                                   |      | <u>20,000</u>        | <u>—</u>        |
| Profit before tax                                  |      | 20,000               | —               |
| Tax on profit on ordinary activities               | 10   | —                    | —               |
| Profit for the year and total comprehensive income |      | <u><u>20,000</u></u> | <u><u>—</u></u> |

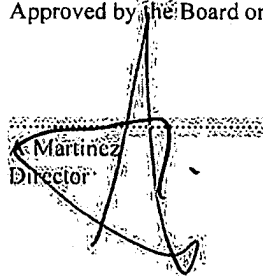
The notes on pages 12 to 18 form an integral part of these financial statements.

**Inula Holding UK Limited (Registered number: 3138881)**

**(Registration number: 3138881)  
Balance Sheet as at 31 December 2019**

|                             |   | 31 December<br>2019<br>£ 000 | 31 December<br>2018<br>£ 000 |
|-----------------------------|---|------------------------------|------------------------------|
| <b>Non-Current assets</b>   |   |                              |                              |
| Investments                 | 5 | 95,085                       | 95,085                       |
| <b>Current assets</b>       |   |                              |                              |
| Trade and other receivables | 6 | <u>17,241</u>                | <u>17,241</u>                |
| <b>Net assets</b>           |   | <u><u>112,326</u></u>        | <u><u>112,326</u></u>        |
| <b>Capital and reserves</b> |   |                              |                              |
| Called up share capital     | 7 | 55,000                       | 55,000                       |
| Share premium reserve       | 8 | 30,994                       | 30,994                       |
| Other reserves              | 8 | 8,708                        | 8,708                        |
| Retained earnings           | 8 | <u>17,624</u>                | <u>17,624</u>                |
| Shareholders' funds         |   | <u><u>112,326</u></u>        | <u><u>112,326</u></u>        |

Approved by the Board on 16 December 2020 and signed on its behalf by:

  
A. Martinez  
Director

**Inula Holding UK Limited (Registered number: 3138881)**

**Statement of Changes in Equity for the Year Ended 31 December 2019**

|                               | Share<br>capital<br>£ 000 | Share<br>premium<br>£ 000 | Other<br>reserves<br>£ 000 | Retained<br>earnings<br>£ 000 | Total<br>£ 000 |
|-------------------------------|---------------------------|---------------------------|----------------------------|-------------------------------|----------------|
| At 1 January 2019             | 55,000                    | 30,994                    | 8,708                      | 17,624                        | 112,326        |
| Total comprehensive<br>income |                           |                           |                            | 20,000                        | 20,000         |
| Dividends                     |                           |                           |                            | (20,000)                      | (20,000)       |
| At 31 December 2019           | <u>55,000</u>             | <u>30,994</u>             | <u>8,708</u>               | <u>17,624</u>                 | <u>112,326</u> |

|                               | Share<br>capital<br>£ 000 | Share<br>premium<br>£ 000 | Other<br>reserves<br>£ 000 | Retained<br>earnings<br>£ 000 | Total<br>£ 000 |
|-------------------------------|---------------------------|---------------------------|----------------------------|-------------------------------|----------------|
| At 1 January 2018             | 55,000                    | 30,994                    | 8,708                      | 17,624                        | 112,326        |
| Total comprehensive<br>income |                           |                           |                            |                               |                |
| At 31 December 2018           | <u>55,000</u>             | <u>30,994</u>             | <u>8,708</u>               | <u>17,624</u>                 | <u>112,326</u> |

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

**Inula Holding UK Limited (Registered number: 3138881)**

**Notes to the Financial Statements for the Year Ended 31 December 2019**

**1 General information**

The company is a private company limited by share capital, incorporated and domiciled in England and Wales.

The address of its registered office is:

165 Bath Road

Slough

Berkshire

SL1 4AA

These financial statements were authorised for issue by the Board on 16 December 2020.

**2 Accounting policies**

**Summary of significant accounting policies and key accounting estimates**

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

**Basis of preparation**

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

The financial statements have been prepared using historical cost convention.

The financial statements are presented in 'pounds sterling', which is the Company's functional and presentational currency. Financial information presented in sterling has been rounded to the nearest thousand, unless otherwise indicated.

**Summary of disclosure exemptions**

In these financial statements, the company has applied the exemptions available to it under FRS101 in respect of the following disclosures:

- Cash Flow Statement and its related notes, and
- The effects of new, but not yet effective, IFRSs.

**Inula Holding UK Limited (Registered number: 3138881)**

**Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)**

**Going concern**

The financial statements have been prepared on a going concern basis. In determining the appropriate basis of the preparation of the financial statements, the directors are required to consider whether the Company can continue in operational existence for a period of at least 12 months from the date of approval of the financial statements.

In its capacity as a holding company, Inula Holding Limited is reliant on the performance of its subsidiaries in order to remain in operational existence. As at 31 December 2019, only one of its six subsidiaries was actively trading. Of the remaining five subsidiaries listed in Note 5, four were dormant and thus had no operational activity, while the remaining entity, Internal Fleet Purchasing Ltd, had not yet begun trading. As a result, Inula Holding Limited's going-concern is highly reliant on the going-concern of LeasePlan UK Limited. A detailed going-concern analysis was thus performed by Inula Holding Limited, in conjunction with the management of LeasePlan UK Limited.

The business environment in which LeasePlan UK Limited operate has been significantly impacted by the COVID-19 pandemic. However, our business model operates on a multi-year cycle and is thus resilient to short- and medium-term external shocks. In addition, we benefit from access to funding via the ultimate parent undertaking LeasePlan Corporation N.V. The Company has received confirmation that LeasePlan Corporation N.V has no intention to withdraw any funding facility in the foreseeable future, nor will it limit access to additional intercompany funding should it be required by the company. In addition to the funding from LeasePlan Corporation N.V, the Company has further sources of liquidity from the sale of securitised assets through our Bumper programme, uncommitted bank loans and a short-term overdraft facility. The Covid-19 pandemic has presented several stresses for all companies and the economy. Management have considered a range of scenarios which may impact the going concern. In all scenarios the Company has sufficient liquidity to meet its funding obligation and continue to operate the business for the foreseeable future.

Our base case scenario assumes a significant increase in the level of customer defaults to a level which is approximately ten times higher than the level seen in a typical year before Covid-19. The scenario also assumes that new vehicle deliveries and used vehicle sales continue to operate in a manner similar to that which has been possible since the original lockdown restrictions were eased in June 2020. The overall level of new vehicle additions and used vehicles sales in the base case are assumed to be slightly lower than the levels achieved in 2019. Downside scenarios have been considered which assume a materially higher level of defaults than the base case (up to approximately 10% of revenue) and separately, a significant reduction (-20%) in the value of used vehicles in 2021. The reduced cash inflow generated as a result of either scenario can be offset by reducing the number of new vehicle additions in 2021 by c. 10%.

Given the availability of funding and the ability to flex operational performance in order to offset downside risks, of its only operating subsidiary i.e. LeasePlan UK Limited, the directors do not believe that a material uncertainty exists regarding the ability of the Company to continue as a going concern. The company therefore continues to adopt the going concern basis in preparing its financial statements.

**Exemption from preparing group accounts**

The financial statements contain information about Inula Holding UK Limited as an individual company and do not contain consolidated financial information as the parent of a group.

The company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, LeasePlan Corporation N.V. a company incorporated in Netherlands.

## **Inula Holding UK Limited (Registered number: 3138881)**

### **Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)**

#### **Changes in accounting policy**

None of the standards, interpretations and amendments effective for the first time from 1 January 2019 have had a material effect on the financial statements.

#### **Investments**

Investments in subsidiaries are carried at cost, less any impairment.

#### **Trade and other receivables**

Trade and other receivables include amounts owed from related parties. If collection is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as non-current assets.

These receivable balances are shown after any accumulated impairment losses and are initially measured at fair value and subsequently at amortised cost using the effective interest rate method. Relating to Expected Credit Losses (ECL), trade receivables, the company applies the simplified approach, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Interim dividends are recognised as a distribution from retained earnings in the period in which they are paid.

Final dividends are recognised as a distribution from retained earnings in the period in which they are approved by the shareholders.

Dividends are recognised when declared by the subsidiary and are disclosed as 'income from shares in group undertakings' in the Statement of Comprehensive Income.

### **3 Critical accounting judgements and key sources of estimation uncertainty**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Any 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 if the revision affects only that period of the revision or, in any future periods affected, if the revision affects both current and future periods.

The only significant estimate/judgement in respect of these financial statements is in relation to the assessment of whether the carrying value of investments is impaired. This requires an estimation of the value in use of the subsidiaries' cash generating units. The key assumptions calculating the value in use are those regarding discount rates, growth rates and other expected changes in cash flows. The discount rate is estimated using the overall cost of capital for LeasePlan Corporation N.V.



**Inula Holding UK Limited (Registered number: 3138881)**

**Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)**

**Impairment losses on investment in subsidiaries**

These assets have an indefinite useful life and therefore they are not subject to amortisation, but they are tested annually for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

In the annual assessment of whether there is any indication that an asset may be impaired, the company considers both external as well as internal sources of information. If such indication for impairment exists, an impairment loss is recognised in the Statement of Comprehensive Income to the extent that the carrying value of the asset exceeds the recoverable amount, being the higher of the fair value less costs to sell and the value in use. In case of investment in subsidiaries, value in use will be the same as fair value less cost to sell as there is no active market. Therefore, the company will base the conclusion on impairment on the value in use, which is determined as the net assets of the subsidiary plus present value of the future cash flows expected to be derived from the subsidiary.

**Reversal of impairment**

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent of the asset's carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

**4 Income from shares in group undertakings**

The analysis of the company's turnover for the year from continuing operations is as follows:

|  | <b>2019</b>   | <b>2018</b>       |
|--|---------------|-------------------|
|  | <b>£ 000</b>  | <b>£ 000</b>      |
| Income from shares in group undertakings | <u>20,000</u> | <u>          </u> |

**5 Investments**

| <b>Subsidiaries</b>      | <b>£ 000</b>  |
|--------------------------|---------------|
| <b>Cost or valuation</b> |               |
| At 1 January 2018        | <u>95,085</u> |
| At 31 December 2018      | <u>95,085</u> |
| At 1 January 2019        | <u>95,085</u> |
| At 31 December 2019      | <u>95,085</u> |
| <b>Carrying amount</b>   |               |
| At 31 December 2018      | <u>95,085</u> |
| At 31 December 2019      | <u>95,085</u> |

The directors believe that the carrying value of the investments is supported by their underlying net assets.

**Inula Holding UK Limited (Registered number: 3138881)**

**Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)**

Details of the subsidiaries as at 31 December 2019 are as follows:

| Name of subsidiary                       | Principal activity | Registered office  | Holding         | Proportion of ownership interest and voting rights held |      |
|--|--------------------|--|-----------------|---|------|
|  |                    |  |                 | 2019  | 2018 |
| LeasePlan UK Limited                     | Leasing            | 165 Bath Road, Slough, Berkshire, SL1 4AA<br>England and Wales | Ordinary shares | 100%  | 100% |
| Dial Contracts Limited                   | Dormant            | 165 Bath Road, Slough, Berkshire, SL1 4AA<br>England and Wales | Ordinary shares | 100%  | 100% |
| Automotive Leasing Limited               | Dormant            | 165 Bath Road, Slough, Berkshire, SL1 4AA<br>England and Wales | Ordinary shares | 100%  | 100% |
| Dial Vehicle Management Services Limited | Dormant            | 165 Bath Road, Slough, Berkshire, SL1 4AA<br>England and Wales | Ordinary shares | 100%  | 100% |
| Network Vehicles Limited                 | Dormant            | 165 Bath Road, Slough, Berkshire, SL1 4AA<br>England and Wales | Ordinary shares | 100%  | 100% |
| Internal Fleet Purchasing Limited        | Leasing            | 165 Bath Road, Slough, Berkshire SL1 4AA<br>England And Wales  | Ordinary Shares | 100%  | 0%   |

**6 Trade and other receivables**

|                                  | 31 December<br>2019 | 31 December<br>2018 |
|----------------------------------|---------------------|---------------------|
|                                  | £ 000               | £ 000               |
| Receivables from related parties | 17,241              | 17,241              |

These relate to amounts due from LeasePlan UK Limited and they are interest free, unsecured and repayable on demand. With respect to the trade and other receivables that are neither impaired nor past due, there are no indications as of reporting date that the debtors will not meet their payment obligations.

The maximum exposure to credit risk at the reporting date is the carrying value of each class of receivables mentioned above. We do not hold any collateral for trade receivables. We do not have a significant customer concentration.

**Inula Holding UK Limited (Registered number: 3138881)**

**Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)**

**7 Share capital**

**Allotted, called up and fully paid shares**

|                            | 31 December<br>2019 |               | 31 December<br>2018 |               |
|----------------------------|---------------------|---------------|---------------------|---------------|
|                            | No. 000             | £ 000         | No. 000             | £ 000         |
| Ordinary shares of £1 each | <u>55,000</u>       | <u>55,000</u> | <u>55,000</u>       | <u>55,000</u> |

**Rights, preferences and restrictions**

Ordinary shares have the following rights, preferences and restrictions:

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

**8 Reserves**

**Share Premium**

The reserve contains the premium arising on the issuance of equity shares, net of issue expenses.

**Retained Earnings**

The reserve represents cumulative profits or losses, net of dividends paid and other adjustments.

**Other Reserves**

The reserve represents the cumulative effect of other equity related transactions.

**9 Dividends**

Dividends paid in the year are detailed below:

|  | 31 December<br>2019 | 31 December<br>2018 |
|--|---------------------|---------------------|
|  | £ 000               | £ 000               |
| Final dividend of £0.36 (2018 - £Nil) per ordinary share | <u>20,000</u>       | <u>—</u>            |
|  | <u>20,000</u>       | <u>—</u>            |

A final dividend of £0.36 (2018: £nil) per share, totalling £20,000,000, was recommended and approved by the Board of Directors in 2019. This dividend was paid to LeasePlan Corporation N.V., the entity's parent entity, on 29 December 2019.

No further dividends were recommended or paid in the year:

**10 Income tax**

The dividend receipt received from LeasePlan UK bears no tax liability

**Inula Holding UK Limited (Registered number: 3138881)**

**Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)**

**11 Related party transactions**

As the Company did not transact during the year and there have not been any transactions with related parties. Details of intercompany balances with related parties are given in note 6.

The audit fee of £2,000 is borne by LeasePlan UK Limited.

**12 Parent and ultimate parent undertaking**

The company's immediate parent is LeasePlan Corporation N.V. (a company incorporated in the Netherlands).

As at 31 December 2019, 100% of LeasePlan Corporation N.V.'s issued and outstanding share capital is owned by a consortium of investors, namely, TDR Capital (United Kingdom), sovereign wealth funds ADIA (United Arab Emirates) and GIC (Singapore), pension funds PGM (The Netherlands) and ATP (Denmark) and Broad Street Investments (United States). None of these investors has a controlling interest in the Company.

The most senior parent entity producing publicly available consolidated financial statements is LeasePlan Corporation N.V. These financial statements are available upon request from Gustav Mahlerlaan 360, 1082 ME Amsterdam, Netherlands.

**13 Non adjusting events after the financial period**

***Coronavirus Health Crisis***

The Coronavirus Health Crisis, which emerged and developed after the 2019 financial year-end, continues to develop and causes significant economic turbulences as it does.

In its capacity as a holding company, Inula Holding UK Limited will only be impacted by the health crisis indirectly, through its fully owned subsidiaries. As disclosed within Note 5, four of these subsidiaries are dormant and have been dormant for over two years. They are expected to remain dormant throughout the next reporting period. The fifth entity, Internal Fleet Purchasing Limited, had not begun its operational activities as at year-end after being incorporated on 30 October 2019. Only the sixth entity, LeasePlan UK Limited, is actively trading and will thus be directly affected by the Coronavirus Health Crisis.

Although LeasePlan UK Limited ("the Subsidiary") operates in a significantly impacted sector of the economy, the Subsidiary remains a going-concern thanks to its access to funding and its ability to flex operational performance to offset downside risks. Further details on the assessments performed and the pandemic's going-concern are included within Note 2.

While the Coronavirus pandemic is expected to affect financial performance of Inula Holding Limited's subsidiaries, it does not threaten the going-concern of any of the entities.