

AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

FOR

SAL ITALY LIMITED

SAL ITALY LIMITED (REGISTERED NUMBER: 03923953)

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FOR THE YEAR ENDED 31 DECEMBER 2019**

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STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2019

	Notes	31.12.19 £	31.12.18 £
CURRENT ASSETS			
Debtors	5	154,588	163,138
Cash at bank		<u>2,955</u>	<u>3,181</u>
		157,543	166,319
CREDITORS			
Amounts falling due within one year	6	<u>(218,550)</u>	<u>(203,972)</u>
NET CURRENT LIABILITIES		<u>(61,007)</u>	<u>(37,653)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(61,007)</u>	<u>(37,653)</u>
CAPITAL AND RESERVES			
Called up share capital		2	2
Retained earnings		<u>(61,009)</u>	<u>(37,655)</u>
		<u>(61,007)</u>	<u>(37,653)</u>

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

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director and authorised for issue on 21 December 2020 and were signed by:

A J Elliott - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. STATUTORY INFORMATION

SAL Italy Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address are as below:

Registered number:	03923953
Registered office:	Ground Floor Progress House 41 Progress Road Eastwood Leigh on Sea Essex SS9 5PR

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Judgements and key sources of estimation uncertainty

There were no judgements made in the process of applying the entity's accounting policies.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

3. ACCOUNTING POLICIES - continued

Going concern

After making appropriate enquiries, including the preparation of detailed trading and cashflow forecasts, the directors expect that the group has adequate resources to continue to trade as a going concern for the foreseeable future. The directors have received assurances from other group companies of continued support to enable the company to continue its activities as hitherto. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2018 - NIL).

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.19	31.12.18
	£	£
Other debtors	<u>154,588</u>	<u>163,138</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.19	31.12.18
	£	£
Amounts owed to group undertakings	<u>218,550</u>	<u>203,972</u>

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

A debenture dated 5 November 2007 exists between the company and HSBC Bank Plc.

The company is party to an unlimited Multilateral Guarantee dated 20 December 2007 given by SAL Group Limited, SAL Italy Limited, Sigma ASL Logistics Limited, Sigma ASL Limited and Sigma Commercial Products Limited, The Guarantee is in favour of HSBC Bank Plc.

The company is party to an unlimited Multilateral Guarantee dated 8 March 2018 covering all the UK companies across the group, The Guarantee is in favour of HSBC Bank Plc.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

7. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Auditors' Report was qualified on the following basis:

Basis for qualified 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 Auditors' 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 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. Our basis for qualified opinion is noted below:

The company has a long-standing debtor for a VAT repayment due from the Italian tax authorities. We were unable to obtain sufficient appropriate audit evidence about the recoverability of the VAT debtor as at 31 December 2019 due to the restrictions as a result of the Covid-19 pandemic. Consequently, we were unable to determine what adjustments, if any, were necessary to the amount of the VAT debtor.

Valerie Wood (Senior Statutory Auditor)
for and on behalf of DPC Accountants Ltd

8. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

9. ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking is SAL Group Limited, a company registered in England and Wales. SAL Group Limited is the only group company that prepares consolidated financial statements, including the accounts of this company. A copy of the financial statements can be obtained from the registered office; being Ground Floor Progress House 41 Progress Road, Eastwood, Leigh On Sea, Essex, England, SS9 5PR.

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.