

STRATEGIC VISIONS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
(Registered number 4339951)
31 December 2014

TUESDAY



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Strategic Visions Limited

Directors' report for the financial year ended 31 December 2014

The directors submit to the sole shareholder their report and audited financial statements for the financial year ended 31 December 2014.

Principal activities

The principal activity of the company is as a group finance company.

Results and Dividends

The Statement of comprehensive income is set out on page 5 and shows the results for the financial year ended 31 December 2014. Loss before tax amounted to US\$12,734 (2013: US\$9,860) and loss for the financial year charged to reserves was US\$20,366 (2013: US\$25,324). The directors do not propose the payment of a dividend for the financial year ended 31 December 2014 (2013 : US\$nil).

Financial risk management

Details regarding the financial risk management of the company can be found in note 3 to the financial statements.

Directors of the company

The following have served as directors during the financial year and up to the date of signing of the financial statements:

Ms Edith Shih

Ms Ruth Sin Ling Tsim (appointed 1 January 2014)

Mr James S. Tsien (resigned 1 January 2014)

Mr Clemence Chun Fun Cheng

Mr Robin Cheng Khoong Sng

Mr Neil Douglas McGee

Small company exemption

This report has been prepared in accordance with section 415A of the Companies Act 2006 relating to small companies.

Strategic Visions Limited

Directors' report for the financial year ended 31 December 2014

Statement of directors' responsibilities

The director is responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has prepared the financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union. Under company law the director must not approve the financial statements unless 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable IFRSs as adopted by the European Union have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 to ensure that the financial statements comply with the Companies Act 2006. 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 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 steps that he ought to have taken as a director in order to make himself 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 section 418 of the Companies Act 2006.

Approved by the Board on 26 May 2015 and signed on its behalf by:



Mr Simon Richard Mullett
Company secretary

Registered number
4339951

Registered Office
Tomline House
The Dock
Felixstowe
Suffolk
IP11 3SY

Strategic Visions Limited

Independent auditors' report to the members of Strategic Visions Limited

Report on the financial statements

Our opinion

In our opinion, Strategic Visions Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 December 2014 and of its loss and cash flows for the financial year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

What we have audited

Strategic Visions Limited's financial statements comprise:

- the Statement of financial position as at 31 December 2014;
- the Statement of comprehensive income for the financial year then ended;
- the Statement of changes in equity for the financial year then ended;
- the Statement of cash flows for the financial year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and IFRSs as adopted by the European Union.

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to: take advantage of the small companies exemption in preparing the Directors' report; and take advantage of the small companies exemption from preparing a Strategic report. We have no exceptions to report arising from this responsibility.

Strategic Visions Limited

Independent auditors' report to the members of Strategic Visions Limited

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Statement of directors' responsibilities set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Directors' report and financial statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Robert Girdlestone (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors

10 Bricket Road
St Albans
Hertfordshire
AL1 3JX

Date:

27 May 2015

Strategic Visions Limited

Statement of comprehensive income for the financial year ended 31 December 2014

	Note	2014 US\$	2013 US\$
Operating income			
Interest receivable and similar income	6	63,601	128,864
Operating expenses			
Interest payable and similar charges	7	(50,657)	(107,398)
General and administrative expenses		<u>(25,678)</u>	<u>(31,326)</u>
		(76,335)	(138,724)
Operating loss before tax	4	(12,734)	(9,860)
Tax	8	(7,632)	(15,464)
		<u>(20,366)</u>	<u>(25,324)</u>
Loss and total comprehensive expense for the financial year		<u>(20,366)</u>	<u>(25,324)</u>

The Statement of comprehensive income has been prepared on the basis that all operations are continuing.

The notes on pages 9 to 14 form an integral part of these financial statements.

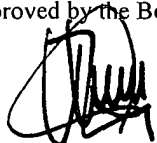
Strategic Visions Limited

Statement of financial position as at 31 December 2014

	Note	2014 US\$	2013 US\$
Assets			
Current assets			
Loans to a group undertaking	9	-	3,000,000
Trade and other receivables	10	833,855	32,943
Cash and cash equivalents		92,370	507,465
		<u>926,225</u>	<u>3,540,408</u>
Equity and liabilities			
Equity			
Called up share capital	12	700,000	700,000
Retained earnings		147,222	167,588
Total equity		847,222	867,588
Current liabilities			
Trade and other payables	11	79,003	2,672,820
Total equity and liabilities		<u>926,225</u>	<u>3,540,408</u>

The notes on pages 9 to 14 form an integral part of these financial statements.

Approved by the Board on 26 May 2015 and signed on its behalf by:



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Mr Clemence Chun Fun Cheng
Director

Strategic Visions Limited

Statement of changes in equity for the financial year ended 31 December 2014

	Called up share capital US\$	Retained earnings US\$	Total equity US\$
At 1 January 2014	700,000	167,588	867,588
Loss and total comprehensive expense for the year	<u>-</u>	<u>(20,366)</u>	<u>(20,366)</u>
At 31 December 2014	<u>700,000</u>	<u>147,222</u>	<u>847,222</u>
At 1 January 2013	700,000	192,912	892,912
Loss and total comprehensive expense for the year	<u>-</u>	<u>(25,324)</u>	<u>(25,324)</u>
At 31 December 2013	<u>700,000</u>	<u>167,588</u>	<u>867,588</u>

The notes on pages 9 to 14 form an integral part of these financial statements.

Strategic Visions Limited

Statement of cash flows for the financial year ended 31 December 2014

	Note	2014 US\$	2013 US\$
Cash flows from operating activities			
Cash (used in)/generated from continuing operations	13	(1,111,640)	4,433,661
Interest received		96,544	99,720
Interest paid		<u>(95,999)</u>	<u>(65,682)</u>
Net cash flow (used in)/generated from operating activities		<u>(1,111,095)</u>	<u>4,467,699</u>
Cash flows from investing activities			
Loan repayment from group undertaking		3,000,000	-
Loan repayment to parent undertaking		<u>(2,304,000)</u>	<u>(4,636,000)</u>
Net cash flows generated from/(used in) investing activities		<u>696,000</u>	<u>(4,636,000)</u>
Net decrease in cash and cash equivalents		(415,095)	(168,301)
Cash and cash equivalents at 1 January		<u>507,465</u>	<u>675,766</u>
Cash and cash equivalents at 31 December		<u>92,370</u>	<u>507,465</u>

The notes on pages 9 to 14 form an integral part of these financial statements.

Strategic Visions Limited

Notes to the financial statements for the financial year ended 31 December 2014

1 General information

The principal activity of the company is as a group finance company.

The company is limited by shares, incorporated in England and Wales and domiciled in the United Kingdom.

2 Summary of significant accounting policies

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

The financial statements have been prepared in accordance with EU endorsed International Financial Reporting Standards (IFRS) and International Financial Reporting Interpretation Committee (IFRIC) interpretations and with those parts of the Companies Act 2006 applicable to companies reporting under IFRS. The statements have been prepared under the historical cost convention and on a going concern basis.

None of the standards, interpretations and amendments effective for the first time from 1 January 2014 have had a material effect on the financial statements.

New standards and interpretations not yet adopted

A number of new standards and amendments to standards and interpretations are effective for financial years beginning after 1 January 2014, and have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements.

There are no other IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the company.

Revenue recognition

Turnover represents net charges invoiced to customers excluding value added tax and arises wholly within the United Kingdom. Revenue from the provision of services is recognised on the delivery of those services.

Taxation

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 Statement of financial position date.

Deferred tax is provided in full on temporary differences between profits computed for taxation purposes and profits as stated in the financial statements, which result in an obligation at the Statement of financial position date to pay more tax, or a right to pay less tax, at a future date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Foreign currency transactions and balances

Items included in the financial statements of the company are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements are presented in United States Dollars, which is the company's functional and presentation currency.

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the Statement of financial position date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the Statement of comprehensive income.

Strategic Visions Limited

Notes to the financial statements for the financial year ended 31 December 2014

Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

Interest receivable and payable

Interest receivable/payable is accounted for on an accruals basis.

Going concern

The financial statements have been prepared on a going concern basis which assumes that the company will continue in operational existence for the foreseeable future.

3 Financial risk management

Financial risk factors

The company's activities expose it to a variety of financial risks; market risks, liquidity risk and cash flow interest rate risk. The company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the company's financial performance.

Risk management is carried out by a central treasury department under policies approved by the group. The group approves written principles for overall risk management, as well as written policies covering specific areas such as foreign exchange risk and interest rate risk.

Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions. Due to the dynamic nature of the business, the treasury department aims to maintain flexibility in funding by keeping committed credit lines available.

Cash flow and fair value interest rate risk

The group's interest rate risk arises from long-term borrowings and receivables. Borrowings and receivables issued at variable rates expose the company to cash flow interest rate risk. Borrowings and receivables issued at fixed rates expose the group to fair value interest rate risk.

Group policy permits the use of interest rate swaps to manage the cash flow and interest rate risk that arises on these funds. All group companies are reviewed on a regular basis.

The company analyses its interest rate exposure on a dynamic basis. Various scenarios are simulated taking into consideration refinancing, renewal of existing positions and alternative financing. Based on these scenarios, the group calculates the impact on profit and loss of a defined interest rate shift. The scenarios are run only for assets/liabilities that represent the major interest-bearing positions. The simulation is conducted on a regular basis to verify that the maximum loss potential is within the limit given by management. During the financial year the company repaid its loan to a parent undertaking and received payment for the loan to a group undertaking. Consequently, as at 31 December 2014, the impact on loss for the financial year of a 100 basis point increase, with all other variables held constant, is not material (2013: decrease US\$ 12,035).

Strategic Visions Limited

Notes to the financial statements for the financial year ended 31 December 2014

4 Operating loss

Arrived at after charging

	2014 US\$	2013 US\$
Audit services - fees payable to company's auditors for the audit of company financial statements	<u>24,100</u>	<u>27,000</u>

5 Staff costs and directors' remuneration

The company does not have any employees (2013: nil).

The emoluments of key management are paid by a parent company, which makes no recharge to the company. Key management form the executive board of the parent company and a number of fellow subsidiaries and it is not possible to make an accurate apportionment of their emoluments in respect of each of the subsidiaries. Their total emoluments are included in the aggregate of key management disclosed in the consolidated financial statements of the parent company.

None of the directors received any remuneration in respect of services to the company.

6 Interest receivable and similar income

	2014 US\$	2013 US\$
On loan owed by a group undertaking	<u>63,601</u>	<u>128,864</u>

7 Interest payable and similar charges

	2014 US\$	2013 US\$
On loan owed to parent undertaking	<u>(50,657)</u>	<u>(107,398)</u>

Strategic Visions Limited

Notes to the financial statements for the financial year ended 31 December 2014

8 Tax

Tax charged in the Statement of comprehensive income

	2014	2013
	US\$	US\$
Overseas withholding tax suffered on interest income	<u>7,632</u>	<u>15,464</u>

The tax assessed on the profit on ordinary activities for the financial year is lower than the standard rate of corporation tax in the UK of 21.5% (2013: 23.25%). The differences are reconciled below:

	2014	2013
	US\$	US\$
Loss on ordinary activities before tax	<u>(12,734)</u>	<u>(9,860)</u>
Loss on ordinary activities before taxation at 21.5% (2013: 23.25%)	(2,738)	(2,293)
Losses for which no deferred tax asset was recognised	2,738	2,293
Withholding tax suffered	<u>7,632</u>	<u>15,464</u>
Total tax charge for the year	<u>7,632</u>	<u>15,464</u>

The Finance Act 2013 included legislation which reduced the main rate of corporation tax from 23% to 21% on 1 April 2014 and a further reduction to 20% on 1 April 2015. The Finance Act 2013 was substantively enacted on 17 July 2013 and the effect of this change was reflected in the financial statements of the company for the financial year ended 31 December 2014.

9 Loans to a group undertaking

The outstanding loan owed by a group undertaking was paid on 30 June 2014 and bore interest at 4% (2013: 4%) above LIBOR per annum. The fair value was equal to its book value and it was denominated in US\$.

10 Trade and other receivables

	2014	2013
	US\$	US\$
Amount owed by parent undertaking	833,855	-
Amount owed by a group undertaking	<u>-</u>	<u>32,943</u>
	<u>833,855</u>	<u>32,943</u>

Strategic Visions Limited

Notes to the financial statements for the financial year ended 31 December 2014

11 Trade and other payables

	2014 US\$	2013 US\$
Loan owed to parent undertaking (note a)	-	2,304,000
Amount owed to a parent undertaking (note b)	-	45,342
Amount owed to group undertaking (note b)	51,003	266,127
Other creditors including taxation and social security	28,000	57,351
	<u>79,003</u>	<u>2,672,820</u>

Note a: The loan owed to a parent undertaking was unsecured and carried an accrued yield cost at a rate of 4.1096% per annum. It was denominated in US\$ and the carrying amount approximated its fair value. The loan was repaid in July 2014.

Note b: The amounts owed to a parent and group undertakings are unsecured, have no fixed date of repayment and are interest free. They are denominated in US\$ and the carrying amounts approximate their fair values.

12 Called up share capital

	2014 US\$	2013 US\$
Authorised, allotted, called up and fully paid		
700,000 (2013: 700,000) ordinary shares of US \$1 each	<u>700,000</u>	<u>700,000</u>

13 Cash (used in)/generated from continuing operations

	2014 US\$	2013 US\$
Loss and total comprehensive expense for the year	(20,366)	(25,324)
Adjustments to cash flows from non-cash items:		
Finance income	(63,601)	(128,864)
Finance costs	<u>50,657</u>	<u>107,398</u>
	(33,310)	(46,790)
Working capital adjustments:		
(Decrease)/increase in trade and other payables	(29,351)	30,498
(Increase)/decrease in amounts owed from parent undertaking	(833,855)	4,405,681
(Decrease)/increase in amounts owed to group undertaking	<u>(215,124)</u>	<u>44,272</u>
Cash (used in)/generated from continuing operations	<u>(1,111,640)</u>	<u>4,433,661</u>

Strategic Visions Limited

Notes to the financial statements for the financial year ended 31 December 2014

14 Parent and ultimate parent undertaking

HPH Finance Limited, incorporated in the British Virgin Islands, whose principal activity is investment holding and provision of finance, is the immediate parent of the company and owns 100% of the shares and voting rights.

Hutchison Port Holdings Limited, incorporated in the British Virgin Islands, is the smallest group to consolidate the financial statements of the company.

Hutchison Whampoa Limited, incorporated in Hong Kong, is the company's ultimate parent company and is the largest group to consolidate these financial statements.

Copies of the Hutchison Whampoa Limited financial statements may be obtained from the Company Secretary, 22nd Floor, Hutchison House, 10 Harcourt Road, Hong Kong.