

SMART SPACE (UK) LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

SMART SPACE (UK) LIMITED

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SMART SPACE (UK) LIMITED
REGISTERED NUMBER:06135340

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	4	185,923	315,714
Current assets			
Debtors: amounts falling due within one year	5	2,910,327	2,268,588
Bank & cash balances		930,298	679,757
		<u>3,840,625</u>	<u>2,948,345</u>
Current liabilities			
Creditors: amounts falling due within one year	6	(1,739,786)	(1,790,936)
Net current assets		2,100,839	1,157,409
Provisions for liabilities			
Deferred tax	7	(10,408)	(17,646)
Net assets		<u>2,276,354</u>	<u>1,455,477</u>
Capital and reserves			
Called up share capital	8	1,000	1,000
Profit and loss account		2,275,354	1,454,477
		<u>2,276,354</u>	<u>1,455,477</u>

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

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

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

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 4 December 2018.

Z Wang
Director

The notes on pages 2 to 5 form part of these financial statements.

SMART SPACE (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1. General information

Smart Space (UK) Limited is a private company limited by shares and registered in England & Wales. Its registered office is at 5 Elstree Gate, Elstree Way, Borehamwood, Hertfordshire, WD6 1JD and its principal place of business is at 100 Marylebone Road, York Gate, London, NW1 5DX.

The company's presentational and functional currency is £ sterling.

The principal activity of the company continued to be that of running hostels and hotels.

2. Accounting policies

2.1 Basis of preparation of financial statements

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

The following principal accounting policies have been applied:

2.2 Turnover

Turnover is wholly derived in the UK and consists of accommodation provided and the sale of retail goods exclusive of Value Added Tax and trade discounts.

Accommodation income is recognised when rooms are occupied. The sale of goods is recognised at the point of sale.

2.3 Tangible fixed assets

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

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is provided on the following basis:

Land and buildings leasehold	-	10% straight line
Plant & machinery	-	25% straight line
Motor vehicles	-	25% straight line
Fixtures & fittings	-	25% straight line

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

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

SMART SPACE (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

2. Accounting policies (continued)

2.4 Basic financial instruments

The company only enters into transactions that result in basic financial instruments such as trade and other debtors, trade and other creditors, cash and cash equivalents, and loans to or from related parties.

Trade debtors, other debtors and loans to related parties are recognised initially at the transaction price less attributable transaction costs. Trade creditors, other creditors and loans from related parties are recognised initially at transaction price plus attributable transaction costs. Subsequently they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade and other debtors, and loans to related parties.

Cash and cash equivalents comprise cash balances and call deposits.

2.5 Pensions

The Company contributes to a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

2.6 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

2.7 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

1) The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and

2) Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

3. Employees

The average monthly number of employees, including directors, during the year was 54 (2017 - 44).

SMART SPACE (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

4. Tangible fixed assets

	Land and buildings leasehold £	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
Cost or valuation					
At 1 April 2017	443,284	161,958	19,554	1,079,409	1,704,205
Additions	-	-	-	14,844	14,844
Disposals	-	(161,958)	-	(332,499)	(494,457)
At 31 March 2018	443,284	-	19,554	761,754	1,224,592
Depreciation					
At 1 April 2017	389,470	161,958	19,554	817,509	1,388,491
Charge for the year on owned assets	34,867	-	-	109,768	144,635
Disposals	-	(161,958)	-	(332,499)	(494,457)
At 31 March 2018	424,337	-	19,554	594,778	1,038,669
Net book value					
At 31 March 2018	18,947	-	-	166,976	185,923
At 31 March 2017	53,814	-	-	261,900	315,714

5. Debtors

	2018 £	2017 £
Trade debtors	127,165	80,578
Other debtors	2,714,536	2,164,595
Prepayments and accrued income	68,626	23,415
	<u>2,910,327</u>	<u>2,268,588</u>

SMART SPACE (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

6. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	117,919	139,969
Taxation and social security	367,407	429,545
Other creditors	1,221,174	1,187,316
Accruals and deferred income	33,286	34,106
	<u>1,739,786</u>	<u>1,790,936</u>

7. Deferred taxation

	2018 £
At beginning of year	17,646
Charged to profit or loss	(7,238)
At end of year	<u>10,408</u>

The provision for deferred taxation is made up as follows:

	2018 £	2017 £
Accelerated capital allowances	<u>10,408</u>	<u>17,646</u>

8. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
1,000 (2017 - 1,000) Ordinary shares of £1.00 each	<u>1,000</u>	<u>1,000</u>

9. Contingent liabilities

The Company has provided a cross guarantee over the banking facilities of Totalvision Limited, World Property Company (UK) Limited and Russell Square Estates LLP, which at the year end amounted to £12,228,170 (2017 - £12,228,170).

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.