

Registration number: 05210875

# Shanghai Way Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 August 2017



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# **Shanghai Way Limited**

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# **Shanghai Way Limited**

## **Company Information**

<b>Director</b>	Mr J Zhang
<b>Registered office</b>	48 Kent Street Leicester LE18 4XQ
<b>Accountants</b>	Haines Watts Leicester LLP Chartered Accountants Hamilton Office Park 31 High View Close Leicester LE4 9LJ

**Shanghai Way Limited**  
**(Registration number: 05210875)**  
**Balance Sheet as at 31 August 2017**

	Note	2017 £	2016 £
<b>Current assets</b>			
Debtors	4	52,566	72,357
Cash at bank and in hand		<u>39,792</u>	<u>19,028</u>
		92,358	91,385
<b>Creditors: Amounts falling due within one year</b>	5	<u>(13,519)</u>	<u>(13,530)</u>
<b>Total assets less current liabilities</b>		78,839	77,855
<b>Creditors: Amounts falling due after more than one year</b>	5	<u>(81,904)</u>	<u>(80,920)</u>
<b>Net liabilities</b>		<u>(3,065)</u>	<u>(3,065)</u>
<b>Capital and reserves</b>			
Called up share capital		1,000	1,000
Profit and loss account		<u>(4,065)</u>	<u>(4,065)</u>
<b>Total equity</b>		<u>(3,065)</u>	<u>(3,065)</u>

For the financial year ending 31 August 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.


**Director's responsibilities:**

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 2 May 2018



Mr J Zhang  
Director

# **Shanghai Way Limited**

## **Notes to the Financial Statements for the Year Ended 31 August 2017**

### **1 General information**

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

The address of its registered office is:

48 Kent Street

Leicester

LE18 4XQ

These financial statements were authorised for issue by the director on 2 May 2018.

### **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.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. This is the first year that the company has presented its results under FRS 102. The last financial statements under the UK Generally Accepted Accounting Practice were for the year ended 31 August 2016. The date of transition was 1 September 2015.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Going concern**

The financial statements have been prepared on a going concern basis. The director is of the opinion that the company will have access to sufficient funds to enable it to continue trading for at least one year from the date of signing the balance sheet.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

# Shanghai Way Limited

## Notes to the Financial Statements for the Year Ended 31 August 2017

### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

### 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.

### 3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2016 - 1).

### 4 Debtors

	2017 £	2016 £
Other debtors	52,566	72,357
	<u>52,566</u>	<u>72,357</u>

# Shanghai Way Limited

## Notes to the Financial Statements for the Year Ended 31 August 2017

### 5 Creditors

#### Creditors: amounts falling due within one year

	2017 £	2016 £
<b>Due within one year</b>		
Accruals and deferred income	1,112	1,123
Other creditors	<u>12,407</u>	<u>12,407</u>
	<u>13,519</u>	<u>13,530</u>

#### Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
<b>Due after one year</b>			
Loans and borrowings		<u>81,904</u>	<u>80,920</u>

### 6 Related party transactions

During the year the company provided loans to La Mancha Wines Limited and also recharged expenses amounting to £1,156 (2016 £1,246). La Mancha Wines Limited is a company based in the Republic of China and is controlled by J Zhang.

At 31 August 2017 Shanghai Way Limited was owed £52,566 (2016 £72,357) by La Mancha Wines Limited. No interest has been charged on this loan and no amounts have been written off.

At 31 August 2017 Shanghai Way Limited owed the director £81,904 (2016 £80,920). No interest has been charged on this balance.

### 7 Transition to FRS 102

Following transition to FRS 102 there are no material balances which need restating in relation to prior years.