

Yorkshire Water Services Finance Ltd

Interim Report and Financial Statements

For the six months ended 30 September 2015

Registered number: 04636719

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Information to accompany the interim financial statements

Presented below are the results for Yorkshire Water Services Finance Limited (the 'Company') for the 6 month period ended 30 September 2015.

The principal activity of the Company during the period continues to be that of raising finance for use in the business of Yorkshire Water Services Limited ('Yorkshire Water').

Financial performance and outlook

During the six months ended 30 September 2015 the Company continued to focus on delivering excellent internal services and performed in line with management expectations.

It is anticipated that the Company will continue to follow the same model for the foreseeable future, a view which is supported by the value of its investments, with the balance sheet strength being underpinned by the performance of its investments.

Principal risks and uncertainties

The directors do not consider there to be any material risks or uncertainties which require disclosure. The principal risks and uncertainties of Yorkshire Water are disclosed in that company's financial statements.

Further detail on the risks and uncertainties of Yorkshire Water is included in the Annual Report and Financial Statements for the year ended 31 March 2015.

Income statement

For the 6 month period ended 30 September 2015

	<i>Unaudited six months ended</i>	
	30 Sep 2015	30 Sep 2014
	£m	£m
Interest receivable and similar income	38,152	40,554
Interest payable and similar charges	(38,152)	(40,554)
Operating profit on ordinary activities before tax	-	-
Tax on profit on ordinary activities	-	-
Profit for the period	-	-

Balance Sheet

As at 30 September 2015

	Note	Unaudited At 30 Sep 2015 £m	Audited At 31 Mar 2015 £m
Non-current assets			
Debtors: amounts due in over one year		<u>1,565,127</u>	1,557,291
		1,565,127	1,557,291
Current assets			
Trade and other receivables		22,820	25,387
Cash and cash equivalents	2	<u>1,410</u>	1,409
		24,230	26,796
Current liabilities			
Trade and other payables		<u>(24,219)</u>	(26,785)
		(24,219)	(26,785)
Non-current liabilities			
Long term borrowings	2	<u>(1,565,090)</u>	(1,557,254)
Net assets		48	48
Capital and reserves			
Called-up share capital	3	50	50
Profit and loss account	3	(2)	(2)
Total shareholder's funds		48	48

Statement of Changes in Equity

As at 30 September 2015

	Called up share capital £m	Profit and loss account £m	Total equity £m
Balance at 1 April 2014	50	(2)	48
Total comprehensive income for the year			
Profit for the financial year	-	-	-
	<hr/>	<hr/>	<hr/>
Total comprehensive income for the financial year	-	-	-
	<hr/>	<hr/>	<hr/>
Balance at 31 March 2015	50	(2)	48
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Total comprehensive income for the period			
Profit for the period	-	-	-
	<hr/>	<hr/>	<hr/>
Total comprehensive income for the period	-	-	-
	<hr/>	<hr/>	<hr/>
Balance at 30 September 2015	50	(2)	48
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Notes to the Financial Statements

For the six months ended 30 September 2015

The financial information for the year ended 31 March 2015 does not constitute the company's statutory accounts for that period but has been extracted from the statutory accounts which were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101") and filed with the Registrar of Companies. The auditors' report on those accounts was unqualified. The financial information for the half year ended 30 September 2015 and the equivalent period in 2014 has not been audited and does not constitute statutory accounts.

The interim financial information was approved for issue by the board of directors on 25 November 2015.

1. Basis of preparation and accounting

The financial information for the six month period ended 30 September 2015 has been prepared in accordance with pronouncements on interim reporting issued by the Accounting Standards Board. The accounting policies, methods of computation and presentation are consistent with those published in the annual financial statements for the year ended 31 March 2015, as described in those annual financial statements. The half-yearly financial report should be read in conjunction with these annual financial statements.

The annual financial statements prepared at 31 March 2015 were the company's first financial statements prepared under Financial Reporting Standard 101. In preparing its FRS 101 balance sheet, the company did not adjustment amounts previously reported in financial statements prepared in accordance with its old basis of accounting (UK GAAP). For this reason, no reconciliation or explanation of transition to FRS 101 from adopted UK GAAP has been presented in these interim financial statements and no restatement of the comparative information presented in this financial information has been required.

No new standards, amendments or interpretations which will have a material impact on the financial statements have been adopted in the period. The principal risks and uncertainties as disclosed in the year end accounts are considered to be consistent with those that are still applicable now.

2. Analysis of net debt

	Unaudited	Audited
	At	At
	30 Sep 2015	31 Mar 2015
	£'m	£'m
Cash and cash equivalents:		
Cash at bank and in hand	1,410	1,409
	1,410	1,409
Long term borrowings:		
Amounts owed to group undertakings	(1,565,090)	(1,557,254)
	(1,565,090)	(1,557,254)
Total net debt	(1,563,680)	(1,555,845)

Notes to the Financial Statements

For the six months ended 30 September 2015

3. Reconciliation of movements in equity

	Profit and loss reserve	Share capital	Unaudited six months ended		Audited year ended
			30 Sep 2015 Total	30 Sep 2014 Total	31 Mar 2015 Total
	£m	£m	£m	£m	£m
At 1 April	(2)	50	48	48	48
Profit for the period	-	-	-	-	-
Dividends paid	-	-	-	-	-
Other	-	-	-	-	-
Surplus on revaluation	-	-	-	-	-
Shareholder's funds at the end of period	(2)	50	48	48	48

