Kelda Finance (No.3) PLC

Interim Financial Statements









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Information to accompany the interim financial statements

Presented below are the results for Kelda Finance (No.3) PLC for the 6 month period ended 30 September 2013. These are prepared for the purposes of the £260m Facilities Agreement dated 14 June 2012.

Kelda Finance (No.3) PLC acts as a financing company within the Kelda Holdings Limited group.









Income statement

For the 6 month period ended 30 September 2013

		Unaudited 6 month period ended	Audited 22 week period ended
		30 Sep 2013	31 Mar 2013
	Note	£'000	£'000
Revenue		-	-
Operating costs		-	(53)
Other operating income			20
Operating loss		-	(33)
Investment income		5,738	1,701
Finance costs		(5,997)	(1,765)
Loss before taxation		(259)	(97)
Tax charge	1	-	-
Loss for the period from continuing operations		(259)	(97)









Balance sheet

As at 30 September 2013

Note At 30 Sep 2013 31 Mar 2013 2000 2000 2000 Non-current assets 2000 197,500 2000 Loans to parent company 197,500 197,500 200 Current assets 197,500 197,500 200 Trade and other receivables 2 1,453 1,701 200 Cash and cash equivalents 2 2 2 3 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2			Unaudited	Audited
Non-current assets £ 000 <th></th> <th></th> <th>At</th> <th>At</th>			At	At
Non-current assets 197,500 197,500 Current assets 197,500 197,500 Trade and other receivables 1,453 1,701 Cash and cash equivalents 2 - 8 Total Assets 198,953 199,209 Current liabilities Trade and other payables (2,869) (3,045) Non-current liabilities Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves (2010) (356) (97) Called-up share capital 3 12 <		Note	30 Sep 2013	31 Mar 2013
Loans to parent company 197,500 197,500 Current assets Trade and other receivables 1,453 1,701 Cash and cash equivalents 2 - 8 Cash and cash equivalents 2 - 8 Total Assets 198,953 199,209 Current liabilities Trade and other payables (2,869) (3,045) Non-current liabilities Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (2344) (85) Capital and reserves Called-up share capital 3 12 12 Called-up share capital 3 (356) (97)			£'000	£'000
Current assets 197,500 197,500 Trade and other receivables 1,453 1,701 Cash and cash equivalents 2 - 8 Total Assets 198,953 199,209 Current liabilities Trade and other payables (2,869) (3,045) Non-current liabilities Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Non-current assets			
Current assets Trade and other receivables 1,453 1,701 Cash and cash equivalents 2 - 8 Total Assets 198,953 199,209 Current liabilities Trade and other payables (2,869) (3,045) Non-current liabilities Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves (2alled-up share capital 3 12 12 Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Loans to parent company		197,500	197,500
Trade and other receivables 1,453 1,701 Cash and cash equivalents 2 - 8 1,453 1,709 Total Assets 198,953 199,209 Current liabilities Trade and other payables (2,869) (3,045) Non-current liabilities Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves (2016,428) (344) (85) Capital and reserves (344) (85) (85) Called-up share capital 3 12 12 12 Profit and loss account 3 (356) (97)			197,500	197,500
Cash and cash equivalents 2 - 8 1,453 1,709 Total Assets 198,953 199,209 Current liabilities Trade and other payables (2,869) (3,045) Non-current liabilities Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Current assets			
Total Assets 1,453 1,709 Current liabilities (2,869) (3,045) Non-current liabilities Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Trade and other receivables		1,453	1,701
Total Assets 198,953 199,209 Current liabilities (2,869) (3,045) Non-current liabilities (196,249) Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves (2010) (344) <th< td=""><td>Cash and cash equivalents</td><td>2</td><td></td><td>8</td></th<>	Cash and cash equivalents	2		8
Current liabilities (2,869) (3,045) Non-current liabilities (196,428) (196,249) Long term borrowings 2 (199,297) (199,294) Net liabilities (344) (85) Capital and reserves (344) (344) (85) Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)			1,453	1,709
Current liabilities (2,869) (3,045) Non-current liabilities (196,428) (196,249) Long term borrowings 2 (199,297) (199,294) Net liabilities (344) (85) Capital and reserves (344) (344) (85) Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)				
Non-current liabilities 2 (196,428) (196,249) Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Total Assets		198,953	199,209
Non-current liabilities 2 (196,428) (196,249) Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)				
Non-current liabilities 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)				
Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Trade and other payables		(2,869)	(3,045)
Long term borrowings 2 (196,428) (196,249) Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Non assessed linkilities			
Total liabilities (199,297) (199,294) Net liabilities (344) (85) Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)		2	(400, 400)	(400.040)
Net liabilities (344) (85) Capital and reserves Called-up share capital Profit and loss account 3 12 12 Profit and loss account 3 (356) (97)	Long term borrowings	2	(196,428)	(196,249)
Net liabilities (344) (85) Capital and reserves Called-up share capital Profit and loss account 3 12 12 Profit and loss account 3 (356) (97)	Total liabilities		(199 297)	(100 204)
Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Total habilities		(100,201)	(100,204)
Capital and reserves Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)	Net liabilities		(344)	(85)
Called-up share capital 3 12 12 Profit and loss account 3 (356) (97)			•	, /
Profit and loss account 3 (356) (97)	Capital and reserves			
		3	12	12
Total shareholder's funds (344) (85)	Profit and loss account	3	(356)	(97)
Total shareholder's funds (344) (85)				
	Total shareholder's funds		(344)	(85)









Cash flow statement

For the 6 month period ended 30 September 2013

		Unaudited	Audited
	Note	6 month	22 week
		period ended	period ended
		30 Sep 2013	31 Mar 2013
		£'000	£'000
Cash generated by continuing operations		44	(33)
Interest paid		(5,986)	-
Net cash flow from operating activities		(5,942)	(33)
Investing activities			
Interest received		5,986	-
Loans granted to parent company (net of fees)			(196,419)
Net cash generated by investing activities		5,986	(196,419)
Financing activities			
Financing activities Share conital injection			12
Share capital injection Proceeds from issuance of bonds (net of fees)		•	196,448
Fees in relation to issuance of bonds		(52)	190,440
			196,460
Net cash used in financing activities		(52)	190,400
(Decrease) / Increase in cash and cash equivalents		(8)	8
Cash and cash equivalents at beginning of the period		8	-
Cash and cash equivalents at the end of the period	2		8
		·	









Notes to the financial statements

For the six months ended 30 September 2013

The accounting policies, methods of computation and presentation in these accounts are consistent with those that were applied in the annual financial statements of Kelda Finance (No.3) Limited for the period ended 31 March 2013. The company's financial statements will are prepared under the historical cost convention in compliance with all applicable United Kingdom accounting standards (Financial Reporting Standards 'FRS', Statement of Standard Accounting Practice 'SSAP' and Urgent Issues Task Force abstract 'UITF').

1. Tax charge

		Unaudited	Audited
			Addited
		6 month	22 week
		period ended	period ended
		30 Sep 2013	31 Mar 2013
		£'000	£'000
Tax relating to continuing operations:			
	Current tax	-	-
	Deferred tax	-	-
	Prior year tax		-
			-

The group's current tax differs from the standard rate of corporation tax in the UK of 23% due to investment income receivable that is not taxable.

Analysis of net debt

	Unaudited	Audited
	At	At
	30 Sep 2013	31 Mar 2013
	£'000	£'000
Cash and cash equivalents:		
Cash at bank and in hand	-	8
	-	8
Long term borrowings:		
Bank Loans	(196,428)	(196,249)
	(196,428)	(196,249)
Total net debt	(196,428)	(196,241)









Notes to the financial statements

For the six months ended 30 September 2013

3. Reconciliation of movements in equity

	Called-up share capital £'000	Profit and loss account £'000	Total shareholder's funds £'000
On incorporation	12	-	12
Loss for the period	-	(97)	(97)
At 31 March 2013	12	(97)	(85)
Loss for the period	-	(259)	(259)
At 30 September 2013	12	(356)	(344)









