

Yorkshire Water Services Finance Limited

Condensed Interim Financial Statements

Registered number 04636719

For the six months ended 30 September 2019

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Information to accompany the condensed interim financial statements

The results for Yorkshire Water Services Finance Ltd (the 'Company') for the six month period ended 30 September 2019 are presented in this report.

Principal activities and business review

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

Financial performance and outlook

During the six months ended 30 September 2019 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 risks to which the company is exposed include interest rate, credit, liquidity and market risk in relation to financial instruments. The principal risks and uncertainties of the group are disclosed in the financial statements of Yorkshire Water Services Limited, for the year ended 31 March 2019.

Condensed Statement Profit and Loss Account
 for the period ended 30 September 2019

	<i>Note</i>	Unaudited six month period ended 30 September 2019 £'000	Unaudited six month period ended 30 September 2018 £'000
Operating costs		-	(2)
Operating loss		-	(2)
Interest receivable and similar income		28,014	42,837
Interest payable and similar charges		(28,014)	(42,649)
Operating profit on ordinary activities before taxation		-	186
Tax on profit on ordinary activities	2	-	35
Profit for the six month period		-	221

Condensed Statement of Financial Position

as at 30 September 2019

	<i>Note</i>	Unaudited at 30 September 2019	Audited at 31 March 2019
		£'000	£'000
Current assets			
Debtors (including £922,883,000 (2019: £906,507,000) due after more than one year)	3	929,209	912,642
Cash at bank and in hand		1,423	1,409
		<hr/> 930,632	<hr/> 914,051
Creditors: amounts falling due within one year	4	(7,746)	(7,541)
		<hr/> 922,886	<hr/> 906,510
Net current assets			
		<hr/> 922,886	<hr/> 906,510
Total assets less current liabilities			
		<hr/> 922,886	<hr/> 906,510
Creditors: amounts falling due after more than one year	5	(922,846)	(906,470)
		<hr/> 40	<hr/> 40
Net assets		<hr/> 40	<hr/> 40
Capital and reserves			
Called up share capital		50	50
Profit and loss account		(10)	(10)
		<hr/> 40	<hr/> 40
Total shareholders' funds		<hr/> 40	<hr/> 40

Statement of Changes in Equity

for the six month period ended 30 September 2019

	Called up Share capital £'000	Profit and loss account £'000	Total Shareholders' funds £'000
Balance at 1 April 2019	50	(10)	40
Total comprehensive income for the six month period	-	-	-
Balance at 30 September 2019	50	(10)	40

	Called up share capital £'000	Profit and loss account £'000	Total Shareholders' funds £'000
Balance at 1 April 2018	50	(2)	48
Total comprehensive income for the period			
Profit for the six month period	-	221	221
Total comprehensive income for the six month period	-	221	221
Balance at 30 September 2018	50	219	269

Notes to the condensed interim financial statements

for the six month period ended 30 September 2019

1 Basis of preparation and accounting

The financial information for the six month period ended 30 September 2019 has been prepared in accordance with FRS 104 'Interim Financial Reporting' and the Companies Act 2006. This report should be read in conjunction with the company's annual report and financial statements for the year ended 31 March 2019, which have been prepared in accordance with FRS 101.

The accounting policies, methods of computation and presentation in these accounts are consistent with those that were applied in the annual financial statements for the year ended 31 March 2019. The auditor's report on those accounts was unqualified. The company's financial statements are prepared under the historical cost convention in compliance with Financial Reporting Standard 101 Reduced Disclosure Framework.

2 Taxation

	Unaudited six month period ended 30 September 2019 £'000	Unaudited six month period ended 30 September 2018 £'000
<i>Current tax</i>	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

3 Debtors

	Unaudited at 30 September 2019 £'000	Audited at 31 March 2019 £'000
Debtors falling due within one year:		
Amounts owed by group undertakings	6,326	6,135
Debtors falling due in more than one year:		
Amounts owed by group undertakings	922,883	906,507
Debtors	929,209	912,642

The amounts owed by group undertakings are unsecured, bear interest at a nominal rate and have contractual repayment dates.

Notes to the condensed interim financial statements

for the six month period ended 30 September 2019

4 Creditors: amounts falling due within one year

	Unaudited at 30 September 2019 £'000	Audited at 31 March 2019 £'000
Amounts owed to group undertakings	1,421	1,408
Other creditors	6,325	6,133
	<u>7,746</u>	<u>7,541</u>

Amounts owed to group undertakings are unsecured, bear interest at a nominal rate and repayable on demand.

5 Creditors: amounts falling due after one year

	Unaudited at 30 September 2019 £'000	Audited at 31 March 2019 £'000
Guaranteed bonds	922,846	906,470
	<u>922,846</u>	<u>906,470</u>

Amounts owed to group undertakings are unsecured, bear interest at a nominal rate and have contractual repayment dates.

6 Analysis of net debt

	Unaudited at 30 September 2019 £'000	Audited at 31 March 2019 £'000
Cash and cash equivalents:	1,423	1,409
	<u>1,423</u>	<u>1,409</u>
Long term borrowings:		
Guaranteed bonds	(922,846)	(906,470)
	<u>(922,846)</u>	<u>(906,470)</u>
Total net debt	<u>(921,423)</u>	<u>(905,061)</u>