

# Yorkshire Water Services Finance Limited

Condensed Interim Financial Statements

Registered number 04636719

For the six month period ended 30 September 2021



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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 2021 are presented in this report.

### Principal activities and business review

The company is a wholly owned subsidiary of Kelda Holdings Limited (Kelda group) and operates as part of the Kelda group's regulated water and wastewater business.

The principal activity of the company continues to be that of managing finance previously raised for use in business of its immediate parent company, Yorkshire Water Services Limited (Yorkshire Water).

The Yorkshire Water Financing Group (YWFG) was established in 2009 when the Whole Business Securitisation (WBS) of Yorkshire Water and its subsidiaries was completed and provides a permanent and stable platform for the long-term financing of Yorkshire Water. The WBS created a ring-fence around the YWFG, now comprising Yorkshire Water, Yorkshire Water Services Holdings Limited, Yorkshire Water Finance Plc and the company.

No new debt has been raised by the company since the WBS. Future debt will be raised by other companies within the YWFG.

### Financial performance and outlook

During the six month period ended 30 September 2021 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.

### Principal risks and uncertainties

The risks which the company are exposed to include interest rate, credit, liquidity and market risk in relation to financial instruments. The principal risks and uncertainties for the group, and how these are mitigated, are discussed in the Kelda Eurobond Co Limited Annual Report and Financial Statements for the year ended 31 March 2021 (which do not form part of these condensed interim financial statements).

### Responsibility statement

This condensed set of interim financial statements, which has been prepared in accordance with the applicable set of accounting standards, gives a true and fair view of the assets, liabilities, financial position and profit or loss for the period. The directors confirm that the condensed interim financial statements have been prepared in accordance with FRS 104 'Interim Financial Reporting' issued by the Financial Reporting Council, and that the interim management report includes a fair review of the information required by the Disclosure Guidance and Transparency Rules (DTR) 4.2.7. As the company does not issue listed shares, DTR 4.2.8 in respect of related party transactions has not been applied.

## Condensed Statement Profit and Loss Account

for the six month period ended 30 September 2021

	<b>Unaudited six month period ended</b>	Unaudited six month
	<b>30 September 2021</b>	period ended
	<b>£'000</b>	30 September 2020
		£'000
(Impairment)/reversal of impairment of intercompany receivables	<b>(70)</b>	259
Interest receivable and similar income	<b>39,252</b>	20,935
Interest payable and similar charges	<b>(39,252)</b>	(20,935)
	<hr/>	<hr/>
<b>(Loss)/profit before taxation</b>	<b>(70)</b>	259
Taxation	2	-
	<hr/>	<hr/>
<b>(Loss)/profit for the six month period</b>	<b>(70)</b>	259
	<hr/> <hr/>	<hr/> <hr/>

## Condensed Balance Sheet

as at 30 September 2021

	Note	Unaudited at 30 September 2021 £'000	Audited at 31 March 2021 £'000
<b>Fixed assets</b>			
Non-current debtors	3	961,116	933,862
<b>Current assets</b>			
Current debtors	3	6,426	6,210
Cash and cash equivalents		8,057	1,437
		<b>14,483</b>	7,647
<b>Creditors:</b> amounts falling due within one year	4	<b>(14,493)</b>	(7,644)
<b>Net current (liabilities)/assets</b>		<b>(10)</b>	3
<b>Total assets less current liabilities</b>		<b>961,106</b>	933,865
<b>Creditors:</b> amounts falling due after more than one year	5	<b>(963,057)</b>	(935,746)
<b>Net liabilities</b>		<b>(1,951)</b>	(1,881)
<b>Capital and reserves</b>			
Called up share capital		50	50
Profit and loss account		(2,001)	(1,931)
<b>Total shareholders' deficit</b>		<b>(1,951)</b>	(1,881)

The condensed interim financial statements, that are unaudited, were approved by the Board of Directors on 26 November 2021 and signed on its behalf by:



**C Johns**  
 Director

## Condensed Statement of Changes in Equity

for the six month period ended 30 September 2021

	<b>Called up Share capital £'000</b>	<b>Profit and loss account £'000</b>	<b>Total Shareholders' deficit £'000</b>
Balance at 1 April 2021	50	(1,931)	(1,881)
<b>Total comprehensive expense for the period</b>			
Loss for the six month period	-	(70)	(70)
<b>Balance at 30 September 2021</b>	<b>50</b>	<b>(2,001)</b>	<b>(1,951)</b>

	<b>Called up share capital £'000</b>	<b>Profit and loss account £'000</b>	<b>Total Shareholders' deficit/funds £'000</b>
Balance at 1 April 2020	50	(2,176)	(2,126)
<b>Total comprehensive income for the period</b>			
Profit for the six month period	-	259	259
<b>Balance at 30 September 2020</b>	<b>50</b>	<b>(1,917)</b>	<b>(1,867)</b>

## Notes to the condensed interim financial statements

### 1 Basis of preparation and accounting

The financial information for the six month period ended 30 September 2021 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 2021, 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 2021. 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

	<b>Unaudited six month period ended 30 September 2021</b>	Unaudited six month period ended 30 September 2020
	<b>£'000</b>	£'000
Current tax	-	-

### 3 Debtors

	<b>Unaudited at 30 September 2021</b>	Audited at 31 March 2021
	<b>£'000</b>	£'000
Amounts owed by parent company	<b>969,534</b>	941,994
Expected credit loss provision	<b>(1,992)</b>	(1,922)
	<b>967,542</b>	940,072
Analysed as:		
Current debtors - due within one year	<b>6,426</b>	6,210
Non-current debtors - due after more than one year	<b>961,116</b>	933,862
	<b>967,542</b>	940,072

The amounts owed by parent company represent loans to Yorkshire Water which are unsecured, bear interest at varying nominal rates and have contractual repayment dates, together with accrued interest.

## Notes to the condensed interim financial statements

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

	<b>Unaudited at 30 September 2021 £'000</b>	Audited at 31 March 2021 £'000
Amounts owed to parent company	<b>8,054</b>	1,434
Accrued interest	<b>6,439</b>	6,210
	<b>14,493</b>	7,644

Amounts owed to parent company are unsecured, interest free and are repayable on demand.

### 5 Creditors: amounts falling due after one year

	<b>Unaudited at 30 September 2021 £'000</b>	Audited at 31 March 2021 £'000
Guaranteed bonds	<b>963,057</b>	935,746

### 6 Analysis of net debt

	<b>Unaudited at 30 September 2021 £'000</b>	Audited at 31 March 2021 £'000
<b>Cash and cash equivalents</b>	<b>(8,057)</b>	(1,437)
<b>Long term borrowings</b>		
Guaranteed bonds	<b>963,057</b>	935,746
<b>Total net debt</b>	<b>955,000</b>	934,309



