

**Scottish Water**  
**Year ended 31 March 2008**

**Reconciliation of Regulatory Accounts / M Tables to Consolidated Statutory Accounts**

<b>Table M27</b>		<b>Statutory Accounts</b>		
<b>Line</b>	<b>Description</b>	<b>Consolidated</b>	<b>Consolidated</b>	
		<b>£m (3dp)</b>	<b>£m (1dp)</b>	
27.1	Turnover	1051.663	1051.7	Turnover
27.2	Operating costs	-309.652		
27.3	PPP costs	-126.969		
27.4	Historical Cost Depreciation	-161.742	-579.5	Cost of sales
27.5	Infrastructure Renewals charge	-90.000		
27.6	Amortisation of PFI assets	-1.632	-100.2	Administrative expenses
27.7	Amortisation of deferred income	1.054		
27.8	Operating income	9.277		
		-679.664	-679.7	
27.9	Operating profit	371.999	372.0	Operating surplus on ordinary activities before interest
			-140.5	Net interest payable
			5.3	Other finance income
27.11	Net interest receivable less payable	-135.181	-135.2	
27.12	Profit on ordinary activities before taxation	236.818	236.8	Surplus on ordinary activities before taxation
27.13	Taxation - current	-4.707		
27.14	Taxation - deferred	-36.695		
		-41.402	-41.4	Taxation
27.19	Retained profit for year	195.416	195.4	Retained surplus for the financial year

Scottish Water  
Year ended 31 March 2008

Reconciliation of Regulatory Accounts / M Tables to Consolidated Statutory Accounts

Table M28		Reallocations / Reclassifications:					Statutory Accounts	
Line	Description	Consolidated £m (3dp)	Infra Ren Ppyt	PFI assets	Def Inc <> 1yr	roundings	Consolidated £m (1dp)	
Fixed Assets								
2.1	Tangible Assets	3,815.330	4.8				3,820.1	Tangible fixed assets
2.2	Investment - loan to group company	0.000						
2.3	Investment - Other	0.052				-0.1		
2.4	Total fixed assets	<u>3,815.382</u>					<u>3,820.1</u>	
Current Assets								
2.5	Stocks	3.945					3.9	Stock
2.6	Debtors	153.996		33.9			187.9	Debtors
2.7	Cash at bank and in hand	80.208					80.2	Cash at bank and in hand
2.8	Short term deposits	0.000						
2.9	Gilts reserve	0.000						
2.10	Assets transferred to PPP contractors	33.868		-33.9				
2.11	Infrastructure Renewals prepayment	4.818	-4.8					
2.12	Total current assets	<u>276.835</u>					<u>272.0</u>	
Creditors: amounts falling due within one year								
2.13	Overdrafts	0.000						
2.14	Infrastructure Renewals accrual	0.000						
2.15	Creditors	-300.561			-2.1		-302.7	
2.16	Borrowings (excl. Govt. loans)	-7.967					-8.0	
2.17	Corporation tax payable	-2.573					-2.6	
2.18	Customer retained earnings payable	0.000						
2.19	Total creditors	<u>-311.101</u>					<u>-313.3</u>	Creditors: amounts falling due < 1 year
2.20	Net current assets	-34.266					-41.3	Net current liabilities
2.21	Total assets less current liabilities	<u>3,781.116</u>					<u>3,778.8</u>	Total assets less current liabilities
Creditors: amounts falling due after one year								
2.22	Borrowings (excl. Govt. loans)	-10.063					-10.0	
2.23	Other creditors	-38.997			-26.2		-65.2	
2.24	Total creditors	<u>-49.060</u>					<u>-75.2</u>	Creditors: amount falling due > 1 year
Provision for liabilities & charges								
2.25	Deferred tax provision	-242.288					-242.3	Deferred taxation
2.26	Deferred income - grants and contributions	-28.346			28.3			
2.27	Post employment assets / (liabilities)	-34.144					-34.2	Pension liability
2.28	Other provisions	-14.866					-14.8	Other provisions
2.29	Net Assets employed	<u>3,412.412</u>	0.0	0.0	0.0	-0.1	<u>3,412.3</u>	
Capital and reserves								
2.30	Govt. loans	2,615.169					2,615.2	Government loans
2.31	Income and Expenditure account	663.843				-0.1	663.7	Income & expenditure account reserve
2.32	Other reserves	133.400					133.4	Other reserves
2.33	Capital & reserves	<u>3,412.412</u>	0.0	0.0	0.0	-0.1	<u>3,412.3</u>	

Scottish Water  
Year ended 31 March 2008

Reconciliation of Regulatory Accounts / M Tables to Consolidated Statutory Accounts (Company only)

Table M2		Reallocations / Reclassifications:					Statutory Accounts	
Line	Description	Total £m (3dp)	IRA	PFI assets	l/c loan	Def Inc <> 1yr	Company £m (1dp)	
	Fixed Assets							
2.1	Tangible Assets	3,814,542	4.8				3,819.4	Tangible fixed assets
2.2	Investment - loan to group company	58,500			-58.5			
2.3	Investment - Other	34,651					34.6	
2.4	Total fixed assets	<u>3,907,693</u>					<u>3,854.0</u>	
	Current Assets							
2.5	Stocks	3,945					3.9	Stock
2.6	Debtors	88,596		33.9	58.5		181.0	Debtors
2.7	Cash at bank and in hand	29,894					29.9	Cash at bank and in hand
2.8	Short term deposits	0,000						
2.9	Gilts reserve	0,000						
2.10	Assets transferred to PPP contractors	33,868		-33.9				
2.11	Infrastructure Renewals prepayment	4,818	-4.8					
2.12	Total current assets	<u>161,121</u>					<u>214.8</u>	
	Creditors: amounts falling due within one year							
2.13	Overdrafts	0,000						
2.14	Infrastructure Renewals accrual	0,000						
2.15	Creditors	-284,600				-2.5	-287.1	
2.16	Borrowings (excl. Govt. loans)	-7,967					-8.0	
2.17	Corporation tax payable	0,000					0.0	
2.18	Customer retained earnings payable	0,000						
2.19	Total creditors	<u>-292,567</u>					<u>-295.1</u>	Creditors: amounts falling due < 1 year
2.20	Net current assets	-131,446					-80.3	Net current liabilities
2.21	Total assets less current liabilities	<u>3,776,247</u>					<u>3,773.7</u>	Total assets less current liabilities
	Creditors: amounts falling due after one year							
2.22	Borrowings (excl. Govt. loans)	-10,063					-10.0	
2.23	Other creditors	-38,997				-25.8	-64.9	
2.24	Total creditors	<u>-49,060</u>					<u>-74.9</u>	Creditors: amount falling due > 1 year
	Provision for liabilities & charges							
2.25	Deferred tax provision	-243,339					-243.3	Deferred taxation
2.26	Deferred income - grants and contributions	-28,346				28.3		
2.27	Post employment assets / (liabilities)	-34,300					-34.3	Pension liability
2.28	Other provisions	-14,842					-14.8	Other provisions
2.29	Net Assets employed	<u>3,406,360</u>	0.0	0.0	0.0	0.0	<u>3,406.4</u>	
	Capital and reserves							
2.30	Govt. loans	2,615,169					2,615.2	Government loans
2.31	Income and Expenditure account	657,791					657.8	Income & expenditure account reserve
2.32	Other reserves	133,400					133.4	Other reserves
2.33	Capital & reserves	<u>3,406,360</u>	0.0	0.0	0.0	0.0	<u>3,406.4</u>	

Scottish Water  
Year ended 31 March 2008

Reconciliation of Regulatory Accounts / M Tables to Consolidated Statutory Accounts (Company only)

Statutory Accounts Company	Expand detail	Reallocations / Reclassifications:			CCA Adj	Less - Non Reg	Regulatory Tables			
		categories	< > 1 year	Interco			M 11	M 5	Line	Description
£m	£m	£m	£m	£m	£m	£m	£m			
<b>Note 12</b>										
Stocks	3.9					-0.3	3.6		11.1	Stocks
<b>Note 13 Debtors</b>										
<i>Amounts falling due &lt; 1 year</i>										
Trade debtors	36.6	-36.6								
Other debtors	34.8	-34.8								
Prepayments & accrued income	18.5		0.7		0.3	-2.8	16.7		11.6	Prepayments & other short term debtors
Amounts due from subsidiaries	0.3				-0.3					
Loans to subsidiaries	58.5							58.5	5.14	Investment - loan to group company
Trade debtors - household		28.5					28.5		11.2	Trade debtors - household
Other trade debtors		8.1				-6.6	1.5		11.4	Other trade debtors
Other debtors - operating		2.3	-0.7	-1.6						
Other debtors - non operating		32.5						32.5	5.12	Non trade debtors
	148.7									
<i>Amounts falling due &gt; 1 year</i>										
PFI assets	32.3			1.6				33.9	5.11	Assets transferred to PPP contractors
Total debtors	181.0									
<b>Note 14 Creditors</b>										
<i>Amounts falling due &lt; 1 year</i>										
Non-government loans	-8.0							-8.0	5.9	Borrowings (excl Govt loans) (<1year)
Trade creditors	-20.6				-0.5	1.1	-20.0		11.7	Trade creditors
Capital creditors and accruals	-39.2				-32.3		-71.5		11.10	Short-term capital creditors
Accruals	-131.8	131.8								
Payments received in advance	-28.0		28.0							
Other creditors	-11.2		11.2							
Deferred income	-2.3			2.3						
Other taxes & social security	-2.7		2.7							
Amounts due to subsidiaries	-19.0				19.0					
Amounts due to SWS	-32.3				32.3					
Wholesale charge prepayment					-18.5		-18.5		11.8	
Credit note provision		-15.9					-15.9		11.11	
Accruals - operating		-82.3	-2.7			1.9	-83.1		11.12	Accruals & other creditors
Other creditors - non operating		-33.6	-39.2			-0.3		-73.1	5.13	Non trade creditors due < 1 year
	-295.1									
<i>Amounts falling due &gt; 1 year</i>										
Non-government loans	-10.0							-10.0	5.19	Borrowings (excl Govt loans) (>1year)
Other creditors	-38.8					-0.2	-39.0		5.20	Other creditors
Deferred income	-26.1			-2.3		-1.6	-21.3		5.2	Third party contributions
	-74.9									
Total creditors	-370.0									
Check total	-185.1	0.0	0.0	0.0	0.0	-1.6	1.5	-158.7	-26.5	