

Interim Accounts (un-audited) for Southern Water (Greensands) Financing Plc

For the six months ended 30 September 2012

Important notice

This report should not be relied on as a guide to future performance, and should not be relied on in deciding whether to undertake investment in the company. It should be noted that the information in this report has not been reviewed by the company's auditors.

Format and basis of accounting

The abridged accounts contained within this report represent the results of Southern Water (Greensands) Financing Plc and are not presented in full Companies Act format.

Please note that these Interim Accounts have not been reviewed by the company's auditors

Interim Accounts

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Southern Water (Greensands) Financing Plc
Six months to 30 September 2012

Profit & Loss Account

	Period to 30 Sep 2012 Unaudited £m	Period to 30 Sep 2011 Unaudited £m
Interest receivable and similar income	17.3	5.3
Interest payable and similar charges	<u>(17.3)</u>	<u>(5.3)</u>
Profit on ordinary activities before taxation	-	-
Tax on profit on ordinary activities	<u>-</u>	<u>-</u>
Profit on ordinary activities after taxation	-	-
Dividends	<u>-</u>	<u>-</u>
Retained profit for the financial period	<u><u>-</u></u>	<u><u>-</u></u>

There are no recognised gains and losses other than those included in the result above and therefore no separate statement of total recognised gains and losses has been presented.

Southern Water (Greensands) Financing Plc
Six months to 30 September 2012

Balance Sheet

	As at 30 Sep 2012 Unaudited £m	As at 30 Sep 2011 Unaudited £m
Fixed Assets		
Financial assets – Derivative financial instruments	11.0	-
Current assets		
Debtors: amounts falling due within one year	9.8	0.1
Debtors: amounts falling due after one year	444.5	443.4
Cash at bank and in hand	0.6	0.6
	<u>454.9</u>	<u>444.1</u>
Creditors: amounts falling due within one year	<u>(10.1)</u>	<u>(0.6)</u>
Net current assets	444.8	443.5
Total assets less current liabilities	455.8	443.5
Creditors: amounts falling due after one year	(444.7)	(443.4)
Derivative financial instruments	(11.0)	-
Net assets	<u><u>0.1</u></u>	<u><u>0.1</u></u>
Capital and reserves		
Called up share capital	0.1	0.1
Profit and loss account	-	-
Total shareholder's funds	<u><u>0.1</u></u>	<u><u>0.1</u></u>

Southern Water (Greensands) Financing Plc
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Cash flow statement

	Note	Period to 30 Sep 2012 Unaudited £m	Period to 30 Sep 2011 Unaudited £m
Net cash outflow from operating activities	1	-	(442.2)
Returns on investments and servicing of finance			
Interest paid		(17.2)	(5.3)
Interest received		17.2	5.3
Net cash outflow from returns on investments and servicing of finance		<u>-</u>	<u>-</u>
Financing			
Issue costs of new loans		-	(7.2)
Issue of long term loans		-	450.0
Net case inflow from financing		<u>-</u>	<u>442.8</u>
Increase in net cash		<u>-</u>	<u>0.6</u>
Reconciliation to net debt			
Net debt at 1 April		(443.3)	-
Increase in net cash		-	0.6
Movement in borrowings		-	(450.0)
Debt issue costs		-	7.2
Non-cash items		(0.6)	(0.6)
Net debt at 30 September	2	<u>(443.9)</u>	<u>(442.8)</u>

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Six months to 30 September 2012

Notes to the interim financial information

1 Reconciliation of operating profit to cash flow

	Period to 30 Sep 2012 Unaudited £m	Period to 30 Sep 2011 Unaudited £m
Increase in debtors	-	(442.8)
Increase in creditors	-	0.6
Total net cash outflow from operating activities	-	(442.2)

2 Analysis of Net Debt at Southern Water (Greensands) Financing Plc

	At 1 April 2012 £m	Cash flows £m	Other non- cash £m	At 30 Sep 2012 £m
Cash	0.6	-	-	0.6
Debt due after one year	(443.9)	-	(0.6)	(444.5)
Net Debt	(443.3)	-	(0.6)	(443.9)

	At 1 April 2011 £m	Cash flows £m	Other non- cash £m	At 30 Sep 2011 £m
Cash	-	0.6	-	0.6
Debt due after one year	-	(442.8)	(0.6)	(443.4)
Net Debt	-	(442.2)	(0.6)	(442.8)