

## 1. Indexation used in the 'Financial performance and expenditure' report

The information in the 'Financial performance and expenditure' report is set out in 2007-08 prices. Figures for earlier years are generally indexed by reference to the Retail Price Index (RPI). This is consistent with the indexation base in the pricing formula RPI + K and the principle underlying the regulatory accounts, where profits are calculated after the maintenance of real financial capital.

Before drawing conclusions on companies' capital investment performance, account must be taken of the choice of index used in the analysis. In the report, we compare actual capital investment with assumptions included in price limits using the Construction Output Price Index (COPI). We also use COPI in the annual June returns to inflate the capital investment assumed in price limits when comparing it to actual capital investment. Companies provide us with a reconciliation of the variances and explain reasons for these based on this comparison.

The table below sets out the indices used in the report.

	2003-04	2004-05	2005-06	2006-07	2007-08
<b>Retail Price Index</b> Financial year average	182.5	188.2	193.1	200.3	208.6
<b>Retail Price Index</b> Financial year end	184.6	190.5	195.0	204.4	212.1
<b>Construction Output Price Index</b> Financial year average	135.3	145.0	151.0	157.0	162.5

Tables have been indexed using the following indices.

Table/figure	Index
1, 3, 4a, 4b, 5, 6, 9, 12, 13, 14, 15, 16, 17, 18, 19, 20a, 20b, 21, 22	RPI financial year average
7 and 8	RPI financial year end
10 and 11	Both the financial year average and year end RPI bases used
Figures 2a and 2b	Construction Output Price Index

## 2. Current cost profit and loss account

<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>INDUSTRY</b>					
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>TURNOVER</b>	<b>7,923</b>	<b>8,123</b>	<b>8,888</b>	<b>9,039</b>	<b>9,239</b>
OPERATING EXPENDITURE	(3,281)	(3,301)	(3,453)	(3,600)	(3,521)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(1,920)	(1,985)	(1,977)	(2,024)	(2,062)
- INFRASTRUCTURE RENEWALS CHARGE	(509)	(506)	(695)	(725)	(806)
WORKING CAPITAL ADJUSTMENT	7	5	(3)	40	21
OTHER OPERATING INCOME	61	35	24	66	74
<b>CURRENT COST OPERATING PROFIT</b>	<b>2,280</b>	<b>2,371</b>	<b>2,784</b>	<b>2,796</b>	<b>2,945</b>
OTHER INCOME	20	14	12	10	9
NET INTEREST	(1,206)	(1,254)	(1,393)	(1,215)	(1,414)
FINANCING ADJUSTMENT	578	740	598	924	670
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>1,672</b>	<b>1,871</b>	<b>2,001</b>	<b>2,515</b>	<b>2,209</b>
CURRENT TAXATION	(73)	(69)	(321)	(383)	(504)
DEFERRED TAXATION	(73)	(209)	(273)	(0)	219
DIVIDENDS REPORTED	(1,390)	(1,358)	(1,774)	(3,264)	(1,467)
<b>CURRENT COST PROFIT RETAINED</b>	<b>136</b>	<b>235</b>	<b>(368)</b>	<b>(1,132)</b>	<b>457</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>WATER AND SEWERAGE COMPANIES</b>					
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>TURNOVER</b>	<b>7,253.2</b>	<b>7,458.4</b>	<b>8,142.2</b>	<b>8,304.2</b>	<b>8,494.6</b>
OPERATING EXPENDITURE	(2,928.3)	(2,966.0)	(3,110.1)	(3,246.9)	(3,161.9)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(1,805.2)	(1,863.8)	(1,862.5)	(1,907.0)	(1,938.4)
- INFRASTRUCTURE RENEWALS CHARGE	(450.0)	(447.7)	(607.1)	(635.3)	(717.8)
WORKING CAPITAL ADJUSTMENT	3.9	1.7	(5.3)	36.3	17.0
OTHER OPERATING INCOME	49.1	30.4	17.8	66.0	70.0
<b>CURRENT COST OPERATING PROFIT</b>	<b>2,122.8</b>	<b>2,213.0</b>	<b>2,574.9</b>	<b>2,617.3</b>	<b>2,763.5</b>
OTHER INCOME	18.9	12.7	10.1	7.2	4.9
NET INTEREST	(1,145.7)	(1,189.7)	(1,270.3)	(1,149.1)	(1,333.4)
FINANCING ADJUSTMENT	554.2	709.6	571.9	881.8	630.7
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>1,550.1</b>	<b>1,745.7</b>	<b>1,886.5</b>	<b>2,357.3</b>	<b>2,065.7</b>
CURRENT TAXATION	(48.3)	(45.8)	(287.4)	(352.5)	(470.3)
DEFERRED TAXATION	(70.6)	(199.4)	(264.9)	6.5	197.4
DIVIDENDS REPORTED	(1,298.0)	(1,226.1)	(1,664.2)	(3,125.7)	(1,358.0)
<b>CURRENT COST PROFIT RETAINED</b>	<b>133.3</b>	<b>274.1</b>	<b>(330.0)</b>	<b>(1,114.4)</b>	<b>434.7</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT WATER ONLY COMPANIES</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>669.5</b>	<b>664.8</b>	<b>746.1</b>	<b>734.7</b>	<b>744.3</b>
OPERATING EXPENDITURE	(352.8)	(335.2)	(342.8)	(353.0)	(359.0)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(115.0)	(121.5)	(114.8)	(117.2)	(123.2)
- INFRASTRUCTURE RENEWALS CHARGE	(59.1)	(57.9)	(88.0)	(90.2)	(88.5)
WORKING CAPITAL ADJUSTMENT	2.7	3.3	2.0	4.0	4.4
OTHER OPERATING INCOME	11.5	4.1	6.4	0.0	3.5
<b>CURRENT COST OPERATING PROFIT</b>	<b>156.8</b>	<b>157.7</b>	<b>209.0</b>	<b>178.3</b>	<b>181.5</b>
OTHER INCOME	1.4	1.5	2.0	2.8	3.7
NET INTEREST	(59.9)	(64.2)	(122.5)	(65.7)	(81.0)
FINANCING ADJUSTMENT	23.3	30.3	26.2	41.9	39.5
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>121.7</b>	<b>125.3</b>	<b>114.7</b>	<b>157.3</b>	<b>143.7</b>
CURRENT TAXATION	(24.5)	(22.7)	(34.0)	(30.2)	(33.5)
DEFERRED TAXATION	(2.7)	(9.8)	(8.2)	(6.7)	21.2
DIVIDENDS REPORTED	(91.7)	(132.1)	(110.1)	(138.3)	(108.8)
<b>CURRENT COST PROFIT RETAINED</b>	<b>3</b>	<b>(39)</b>	<b>(38)</b>	<b>(18)</b>	<b>23</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT ANGLIAN WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>867.0</b>	<b>875.1</b>	<b>925.5</b>	<b>947.1</b>	<b>956.9</b>
OPERATING EXPENDITURE	(330.0)	(319.2)	(335.5)	(337.4)	(328.5)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(228.5)	(245.1)	(237.5)	(236.3)	(243.4)
- INFRASTRUCTURE RENEWALS CHARGE	(31.0)	(29.9)	(55.1)	(54.7)	(72.0)
WORKING CAPITAL ADJUSTMENT	(3.5)	(14.6)	(19.3)	7.2	2.1
OTHER OPERATING INCOME	0.3	0.7	0.2	1.7	0.9
<b>CURRENT COST OPERATING PROFIT</b>	<b>274.4</b>	<b>266.9</b>	<b>278.3</b>	<b>327.6</b>	<b>316.0</b>
OTHER INCOME	0.1	0.0	0.0	0.0	0.0
NET INTEREST	(59.7)	(71.0)	(67.5)	(60.8)	(102.0)
FINANCING ADJUSTMENT	58.5	84.9	75.1	(7.1)	8.9
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>273.3</b>	<b>280.9</b>	<b>285.8</b>	<b>259.7</b>	<b>222.9</b>
CURRENT TAXATION	26.6	(1.0)	(24.4)	(30.8)	(55.0)
DEFERRED TAXATION	12.9	(11.7)	(28.7)	13.4	36.8
DIVIDENDS REPORTED	(283.2)	(278.2)	(325.4)	(458.7)	(285.5)
<b>CURRENT COST PROFIT RETAINED</b>	<b>29.7</b>	<b>(10.1)</b>	<b>(92.7)</b>	<b>(216.4)</b>	<b>(80.8)</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
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2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>TURNOVER</b>	<b>529.3</b>	<b>539.1</b>	<b>588.5</b>	<b>592.8</b>	<b>614.2</b>
OPERATING EXPENDITURE	(242.2)	(235.6)	(221.7)	(229.1)	(227.3)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(119.1)	(116.6)	(132.6)	(139.8)	(144.0)
- INFRASTRUCTURE RENEWALS CHARGE	(51.7)	(54.1)	(53.7)	(54.5)	(70.7)
WORKING CAPITAL ADJUSTMENT	3.3	2.6	1.5	1.7	0.4
OTHER OPERATING INCOME	(2.5)	3.4	0.8	0.0	0.8
<b>CURRENT COST OPERATING PROFIT</b>	<b>117.1</b>	<b>138.9</b>	<b>182.9</b>	<b>171.1</b>	<b>173.5</b>
OTHER INCOME	1.8	1.5	1.6	1.4	0.0
NET INTEREST	(171.4)	(159.1)	(163.5)	(158.8)	(189.0)
FINANCING ADJUSTMENT	42.4	59.4	47.0	73.8	51.3
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>(10.2)</b>	<b>40.7</b>	<b>68.0</b>	<b>87.5</b>	<b>35.8</b>
CURRENT TAXATION	0.0	0.0	(4.0)	1.0	1.3
DEFERRED TAXATION	3.9	11.1	3.9	13.0	53.7
DIVIDENDS REPORTED	(16.0)	(15.5)	0.0	0.0	0.0
<b>CURRENT COST PROFIT RETAINED</b>	<b>(22.3)</b>	<b>36.2</b>	<b>67.9</b>	<b>101.4</b>	<b>90.8</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>NORTHUMBRIAN WATER LTD</b>					
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>TURNOVER</b>	<b>498.1</b>	<b>540.6</b>	<b>574.7</b>	<b>583.9</b>	<b>595.3</b>
OPERATING EXPENDITURE	(239.6)	(235.1)	(240.3)	(248.7)	(237.3)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(104.3)	(112.1)	(113.9)	(116.4)	(124.9)
- INFRASTRUCTURE RENEWALS CHARGE	(39.0)	(38.9)	(38.8)	(38.7)	(54.4)
WORKING CAPITAL ADJUSTMENT	(1.9)	2.5	1.8	(0.2)	(0.5)
OTHER OPERATING INCOME	0.5	(0.0)	1.8	2.1	1.6
<b>CURRENT COST OPERATING PROFIT</b>	<b>113.8</b>	<b>157.0</b>	<b>185.3</b>	<b>182.0</b>	<b>179.8</b>
OTHER INCOME	0.0	0.0	0.0	0.0	0.0
NET INTEREST	(91.6)	(91.1)	(94.8)	(95.9)	(86.6)
FINANCING ADJUSTMENT	45.4	52.4	40.6	68.2	46.2
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>67.6</b>	<b>118.3</b>	<b>131.1</b>	<b>154.3</b>	<b>139.4</b>
CURRENT TAXATION	3.8	(9.0)	(24.3)	(16.6)	(29.5)
DEFERRED TAXATION	9.5	(12.3)	(25.5)	(5.5)	(17.5)
DIVIDENDS REPORTED	(112.0)	(70.8)	(36.1)	(71.4)	(72.6)
<b>CURRENT COST PROFIT RETAINED</b>	<b>(31.1)</b>	<b>26.2</b>	<b>45.2</b>	<b>60.8</b>	<b>19.8</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT SEVERN TRENT WATER LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>1,080.3</b>	<b>1,098.3</b>	<b>1,218.0</b>	<b>1,245.2</b>	<b>1,256.8</b>
OPERATING EXPENDITURE	(441.9)	(482.0)	(478.5)	(495.2)	(538.5)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(254.4)	(256.7)	(258.8)	(270.6)	(255.9)
- INFRASTRUCTURE RENEWALS CHARGE	(64.7)	(64.4)	(98.5)	(106.5)	(145.2)
WORKING CAPITAL ADJUSTMENT	2.4	2.2	1.7	3.5	(0.4)
OTHER OPERATING INCOME	21.5	9.1	3.3	35.5	1.6
<b>CURRENT COST OPERATING PROFIT</b>	<b>343.1</b>	<b>306.5</b>	<b>387.3</b>	<b>412.0</b>	<b>318.4</b>
OTHER INCOME	3.0	3.0	3.6	1.6	1.7
NET INTEREST	(141.5)	(145.0)	(139.8)	(149.7)	(166.8)
FINANCING ADJUSTMENT	80.4	102.1	80.7	121.0	104.9
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>285.0</b>	<b>266.6</b>	<b>331.8</b>	<b>384.9</b>	<b>258.2</b>
CURRENT TAXATION	(24.7)	11.9	(62.4)	(74.6)	(62.0)
DEFERRED TAXATION	(46.1)	(39.1)	(42.9)	40.9	21.5
DIVIDENDS REPORTED	(180.6)	(163.0)	(165.1)	(678.9)	(260.9)
<b>CURRENT COST PROFIT RETAINED</b>	<b>33.6</b>	<b>76.3</b>	<b>61.4</b>	<b>(327.6)</b>	<b>(43.2)</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT SOUTH WEST WATER LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>322.3</b>	<b>330.5</b>	<b>367.3</b>	<b>389.4</b>	<b>413.2</b>
OPERATING EXPENDITURE	(119.4)	(131.5)	(152.9)	(142.9)	(144.0)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(65.1)	(84.9)	(87.8)	(91.3)	(95.7)
- INFRASTRUCTURE RENEWALS CHARGE	(16.5)	(16.6)	(22.5)	(24.5)	(25.6)
WORKING CAPITAL ADJUSTMENT	0.4	0.0	0.4	2.8	0.9
OTHER OPERATING INCOME	1.7	1.2	0.9	1.8	(0.2)
<b>CURRENT COST OPERATING PROFIT</b>	<b>123.4</b>	<b>98.8</b>	<b>105.5</b>	<b>135.4</b>	<b>148.7</b>
OTHER INCOME	0.3	0.3	0.2	0.2	0.3
NET INTEREST	(55.6)	(56.9)	(104.3)	(60.6)	(64.9)
FINANCING ADJUSTMENT	26.5	34.9	28.5	66.6	54.8
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>94.5</b>	<b>77.0</b>	<b>29.8</b>	<b>141.6</b>	<b>138.9</b>
CURRENT TAXATION	(3.4)	(2.0)	11.4	(15.5)	(18.1)
DEFERRED TAXATION	(5.1)	(11.2)	(7.3)	(8.1)	4.5
DIVIDENDS REPORTED	(86.4)	(88.1)	(213.8)	(78.1)	(68.7)
<b>CURRENT COST PROFIT RETAINED</b>	<b>(0.2)</b>	<b>(24.3)</b>	<b>(179.8)</b>	<b>39.9</b>	<b>56.7</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT SOUTHERN WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>512.5</b>	<b>518.3</b>	<b>576.8</b>	<b>590.2</b>	<b>609.9</b>
OPERATING EXPENDITURE	(196.5)	(189.2)	(201.6)	(195.9)	(218.8)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(156.7)	(159.4)	(162.6)	(167.4)	(181.7)
- INFRASTRUCTURE RENEWALS CHARGE	(32.2)	(32.6)	(42.6)	(43.2)	(44.8)
WORKING CAPITAL ADJUSTMENT	3.8	1.6	0.7	4.7	2.8
OTHER OPERATING INCOME	4.4	3.3	5.3	10.5	8.0
<b>CURRENT COST OPERATING PROFIT</b>	<b>135.3</b>	<b>142.0</b>	<b>176.0</b>	<b>198.9</b>	<b>175.3</b>
OTHER INCOME	0.4	0.3	0.4	0.2	0.3
NET INTEREST	(106.8)	(113.7)	(136.2)	(134.8)	(145.0)
FINANCING ADJUSTMENT	48.2	54.3	50.3	101.3	88.9
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>77.1</b>	<b>82.9</b>	<b>90.5</b>	<b>165.6</b>	<b>119.5</b>
CURRENT TAXATION	(26.0)	(9.6)	(16.6)	(15.1)	(25.6)
DEFERRED TAXATION	(4.4)	(10.3)	(17.2)	(26.7)	12.3
DIVIDENDS REPORTED	(71.1)	(60.7)	(45.2)	(61.6)	(64.8)
<b>CURRENT COST PROFIT RETAINED</b>	<b>(24.4)</b>	<b>2.2</b>	<b>11.5</b>	<b>62.2</b>	<b>41.4</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT THAMES WATER UTILITIES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>1,263.3</b>	<b>1,266.0</b>	<b>1,459.8</b>	<b>1,443.2</b>	<b>1,454.4</b>
OPERATING EXPENDITURE	(556.2)	(541.7)	(640.1)	(675.3)	(600.7)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(323.2)	(315.8)	(316.2)	(328.2)	(319.6)
- INFRASTRUCTURE RENEWALS CHARGE	(73.5)	(87.5)	(101.3)	(115.5)	(106.9)
WORKING CAPITAL ADJUSTMENT	2.6	4.0	4.9	6.6	7.8
OTHER OPERATING INCOME	17.7	7.6	10.0	7.8	24.9
<b>CURRENT COST OPERATING PROFIT</b>	<b>330.7</b>	<b>332.7</b>	<b>417.1</b>	<b>338.7</b>	<b>459.9</b>
OTHER INCOME	0.0	0.0	0.0	0.0	0.0
NET INTEREST	(145.5)	(151.0)	(143.9)	(176.5)	(171.5)
FINANCING ADJUSTMENT	89.4	114.1	86.1	128.5	95.9
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>274.4</b>	<b>295.8</b>	<b>359.3</b>	<b>290.7</b>	<b>384.3</b>
CURRENT TAXATION	(27.1)	(12.6)	(77.6)	(54.5)	(106.6)
DEFERRED TAXATION	(54.8)	(67.7)	(28.4)	(24.2)	71.0
DIVIDENDS REPORTED	(149.8)	(152.0)	(291.9)	(547.5)	(93.7)
<b>CURRENT COST PROFIT RETAINED</b>	<b>42.8</b>	<b>63.5</b>	<b>(38.6)</b>	<b>(335.4)</b>	<b>255.0</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>UNITED UTILITIES WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>1,168.0</b>	<b>1,248.3</b>	<b>1,317.6</b>	<b>1,364.3</b>	<b>1,418.2</b>
OPERATING EXPENDITURE	(450.4)	(476.6)	(460.7)	(483.2)	(476.3)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(300.6)	(324.4)	(298.2)	(297.3)	(305.6)
- INFRASTRUCTURE RENEWALS CHARGE	(73.9)	(56.1)	(115.5)	(117.7)	(117.4)
WORKING CAPITAL ADJUSTMENT	4.8	9.5	3.5	7.0	2.1
OTHER OPERATING INCOME	3.2	1.5	(1.5)	3.5	4.1
<b>CURRENT COST OPERATING PROFIT</b>	<b>351.1</b>	<b>402.1</b>	<b>445.2</b>	<b>476.6</b>	<b>525.0</b>
OTHER INCOME	10.7	4.9	1.6	1.1	0.0
NET INTEREST	(219.0)	(241.7)	(258.2)	(143.5)	(193.6)
FINANCING ADJUSTMENT	82.9	110.6	93.9	188.4	48.0
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>225.7</b>	<b>276.0</b>	<b>282.6</b>	<b>522.7</b>	<b>379.4</b>
CURRENT TAXATION	12.8	1.1	(9.8)	(77.7)	(94.9)
DEFERRED TAXATION	33.9	(37.5)	(107.6)	(19.9)	5.7
DIVIDENDS REPORTED	(235.7)	(234.0)	(240.6)	(277.0)	(296.6)
<b>CURRENT COST PROFIT RETAINED</b>	<b>36.6</b>	<b>5.7</b>	<b>(75.5)</b>	<b>148.1</b>	<b>(6.4)</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>WESSEX WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>320.6</b>	<b>332.6</b>	<b>364.5</b>	<b>376.4</b>	<b>390.7</b>
OPERATING EXPENDITURE	(101.2)	(107.4)	(113.2)	(116.0)	(112.8)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(72.2)	(72.2)	(76.2)	(77.5)	(77.6)
- INFRASTRUCTURE RENEWALS CHARGE	(22.8)	(22.7)	(27.6)	(28.8)	(29.9)
WORKING CAPITAL ADJUSTMENT	0.5	0.3	0.5	0.6	0.3
OTHER OPERATING INCOME	(1.6)	(1.7)	(3.6)	(3.4)	(2.9)
<b>CURRENT COST OPERATING PROFIT</b>	<b>123.2</b>	<b>129.0</b>	<b>144.5</b>	<b>151.2</b>	<b>167.8</b>
OTHER INCOME	0.5	0.4	0.4	0.4	0.4
NET INTEREST	(68.8)	(75.0)	(73.8)	(67.7)	(69.4)
FINANCING ADJUSTMENT	30.9	38.1	29.2	55.5	33.1
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>85.7</b>	<b>92.6</b>	<b>100.4</b>	<b>139.4</b>	<b>131.9</b>
CURRENT TAXATION	11.4	(1.3)	(23.2)	(22.4)	(27.7)
DEFERRED TAXATION	(6.5)	(4.4)	3.7	9.7	(1.3)
DIVIDENDS REPORTED	(48.5)	(46.7)	(56.4)	(91.2)	(104.0)
<b>CURRENT COST PROFIT RETAINED</b>	<b>42.1</b>	<b>40.1</b>	<b>24.4</b>	<b>35.5</b>	<b>(1.1)</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT YORKSHIRE WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>691.8</b>	<b>709.5</b>	<b>749.6</b>	<b>771.6</b>	<b>785.0</b>
OPERATING EXPENDITURE	(251.0)	(247.8)	(265.8)	(323.2)	(277.7)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(181.0)	(176.5)	(178.8)	(182.3)	(190.1)
- INFRASTRUCTURE RENEWALS CHARGE	(44.7)	(44.8)	(51.4)	(51.1)	(50.9)
WORKING CAPITAL ADJUSTMENT	(8.5)	(6.7)	(1.2)	2.5	1.5
OTHER OPERATING INCOME	4.0	5.3	0.4	6.4	31.3
<b>CURRENT COST OPERATING PROFIT</b>	<b>210.6</b>	<b>239.1</b>	<b>252.9</b>	<b>223.8</b>	<b>298.9</b>
OTHER INCOME	2.2	2.2	2.3	2.2	2.2
NET INTEREST	(85.7)	(85.1)	(88.3)	(100.9)	(144.6)
FINANCING ADJUSTMENT	49.7	58.7	40.5	85.6	98.7
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>176.9</b>	<b>215.0</b>	<b>207.4</b>	<b>210.7</b>	<b>255.3</b>
CURRENT TAXATION	(21.7)	(23.3)	(56.5)	(46.2)	(52.2)
DEFERRED TAXATION	(13.9)	(16.3)	(14.9)	13.8	10.7
DIVIDENDS REPORTED	(114.6)	(117.2)	(289.8)	(861.2)	(111.2)
<b>CURRENT COST PROFIT RETAINED</b>	<b>26.6</b>	<b>58.3</b>	<b>(153.8)</b>	<b>(682.9)</b>	<b>102.6</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT BOURNEMOUTH AND WEST HAMPSHIRE WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>32.5</b>	<b>33.2</b>	<b>37.3</b>	<b>36.3</b>	<b>36.9</b>
OPERATING EXPENDITURE	(15.7)	(15.1)	(16.8)	(14.6)	(14.5)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(7.7)	(7.7)	(8.8)	(8.1)	(8.1)
- INFRASTRUCTURE RENEWALS CHARGE	(1.6)	(1.6)	(1.8)	(1.8)	(1.8)
WORKING CAPITAL ADJUSTMENT	(0.1)	(0.1)	(0.1)	(0.1)	(0.1)
OTHER OPERATING INCOME	0.1	0.0	0.0	(0.0)	(0.0)
<b>CURRENT COST OPERATING PROFIT</b>	<b>7.4</b>	<b>8.7</b>	<b>9.8</b>	<b>11.7</b>	<b>12.4</b>
OTHER INCOME	0.0	0.0	0.0	0.0	0.3
NET INTEREST	(1.2)	(1.3)	(19.3)	(4.1)	(4.6)
FINANCING ADJUSTMENT	0.8	1.0	0.7	3.7	3.9
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>7.1</b>	<b>8.4</b>	<b>(8.8)</b>	<b>11.4</b>	<b>12.1</b>
CURRENT TAXATION	(2.0)	(2.3)	(2.2)	(2.6)	(2.8)
DEFERRED TAXATION	(0.0)	0.2	(0.4)	0.0	(0.2)
DIVIDENDS REPORTED	(4.2)	(5.3)	(4.4)	(5.9)	(5.7)
<b>CURRENT COST PROFIT RETAINED</b>	<b>0.8</b>	<b>1.0</b>	<b>(15.8)</b>	<b>2.9</b>	<b>3.3</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>BRISTOL WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>78.6</b>	<b>75.8</b>	<b>86.1</b>	<b>87.1</b>	<b>87.8</b>
OPERATING EXPENDITURE	(39.9)	(41.9)	(40.6)	(42.0)	(42.7)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(13.4)	(13.4)	(15.5)	(15.7)	(15.8)
- INFRASTRUCTURE RENEWALS CHARGE	(8.2)	(8.1)	(10.7)	(12.5)	(12.5)
WORKING CAPITAL ADJUSTMENT	0.0	(0.0)	(0.1)	(0.1)	0.0
OTHER OPERATING INCOME	(0.1)	0.0	(0.0)	0.0	0.2
<b>CURRENT COST OPERATING PROFIT</b>	<b>17.0</b>	<b>12.4</b>	<b>19.3</b>	<b>16.8</b>	<b>16.9</b>
OTHER INCOME	0.2	0.3	0.4	0.4	0.4
NET INTEREST	(7.2)	(7.4)	(7.0)	(6.5)	(8.5)
FINANCING ADJUSTMENT	2.2	3.3	3.5	5.6	4.6
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>12.3</b>	<b>8.6</b>	<b>16.2</b>	<b>16.3</b>	<b>13.5</b>
CURRENT TAXATION	(3.3)	(2.4)	(3.5)	(1.9)	(2.1)
DEFERRED TAXATION	0.6	1.0	(3.9)	(0.6)	(1.2)
DIVIDENDS REPORTED	(8.3)	(9.0)	(10.9)	(6.3)	(11.6)
<b>CURRENT COST PROFIT RETAINED</b>	<b>1.3</b>	<b>(1.7)</b>	<b>(2.1)</b>	<b>7.4</b>	<b>(1.4)</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>CAMBRIDGE WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>17.0</b>	<b>16.9</b>	<b>18.9</b>	<b>19.4</b>	<b>20.7</b>
OPERATING EXPENDITURE	(10.1)	(9.6)	(9.8)	(10.6)	(12.1)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(2.0)	(2.2)	(2.1)	(2.2)	(2.2)
- INFRASTRUCTURE RENEWALS CHARGE	(1.6)	(0.6)	(2.0)	(2.1)	(2.0)
WORKING CAPITAL ADJUSTMENT	0.1	0.1	0.0	0.2	0.1
OTHER OPERATING INCOME	8.4	0.4	(0.8)	(0.0)	0.0
<b>CURRENT COST OPERATING PROFIT</b>	<b>11.9</b>	<b>5.1</b>	<b>4.2</b>	<b>4.7</b>	<b>4.5</b>
OTHER INCOME	0.3	0.2	0.3	0.3	0.3
NET INTEREST	(1.2)	(0.9)	(1.4)	(0.6)	(1.9)
FINANCING ADJUSTMENT	0.6	0.6	1.1	1.8	1.4
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>11.6</b>	<b>5.0</b>	<b>4.2</b>	<b>6.2</b>	<b>4.3</b>
CURRENT TAXATION	(0.6)	(0.4)	(1.3)	(0.6)	(1.0)
DEFERRED TAXATION	(1.3)	(1.6)	2.2	(0.8)	2.4
DIVIDENDS REPORTED	(2.7)	(26.5)	0.0	(2.4)	(2.4)
<b>CURRENT COST PROFIT RETAINED</b>	<b>6.9</b>	<b>(23.6)</b>	<b>5.2</b>	<b>2.4</b>	<b>3.3</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT DEE VALLEY WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>19.0</b>	<b>18.6</b>	<b>19.8</b>	<b>19.2</b>	<b>18.9</b>
OPERATING EXPENDITURE	(9.7)	(9.2)	(9.5)	(10.4)	(10.2)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(3.0)	(2.7)	(3.1)	(3.1)	(3.0)
- INFRASTRUCTURE RENEWALS CHARGE	(1.8)	(1.8)	(3.2)	(3.2)	(2.0)
WORKING CAPITAL ADJUSTMENT	0.1	0.1	0.1	0.1	0.2
OTHER OPERATING INCOME	(0.0)	0.0	(0.5)	0.0	(1.0)
<b>CURRENT COST OPERATING PROFIT</b>	<b>4.6</b>	<b>5.1</b>	<b>3.5</b>	<b>2.7</b>	<b>3.0</b>
OTHER INCOME	0.0	0.0	0.0	0.0	0.0
NET INTEREST	(2.5)	(2.1)	(2.1)	(2.1)	(2.4)
FINANCING ADJUSTMENT	(0.6)	(0.8)	(0.7)	(1.3)	0.5
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>1.5</b>	<b>2.2</b>	<b>0.8</b>	<b>(0.7)</b>	<b>1.1</b>
CURRENT TAXATION	(0.8)	(0.6)	(0.8)	0.3	0.2
DEFERRED TAXATION	(1.1)	(0.9)	(0.2)	(1.0)	0.4
DIVIDENDS REPORTED	(1.5)	(1.4)	(1.4)	(1.3)	(1.3)
<b>CURRENT COST PROFIT RETAINED</b>	<b>(1.8)</b>	<b>(0.7)</b>	<b>(1.6)</b>	<b>(2.8)</b>	<b>0.4</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT FOLKESTONE AND DOVER WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>15.7</b>	<b>15.7</b>	<b>16.7</b>	<b>17.0</b>	<b>17.6</b>
OPERATING EXPENDITURE	(8.1)	(7.5)	(7.6)	(8.2)	(8.2)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(2.8)	(2.7)	(2.7)	(2.8)	(2.9)
- INFRASTRUCTURE RENEWALS CHARGE	(0.5)	(0.4)	(0.9)	(0.9)	(0.9)
WORKING CAPITAL ADJUSTMENT	0.1	0.1	0.1	0.2	0.2
OTHER OPERATING INCOME	(0.0)	0.1	0.0	0.1	0.0
<b>CURRENT COST OPERATING PROFIT</b>	<b>4.4</b>	<b>5.3</b>	<b>5.6</b>	<b>5.4</b>	<b>5.8</b>
OTHER INCOME	0.0	0.0	0.0	0.0	0.0
NET INTEREST	(1.1)	(1.3)	(1.0)	(1.1)	(1.5)
FINANCING ADJUSTMENT	0.5	0.7	0.5	1.3	1.1
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>3.8</b>	<b>4.7</b>	<b>5.1</b>	<b>5.5</b>	<b>5.4</b>
CURRENT TAXATION	(0.8)	(0.9)	(1.0)	(1.2)	(0.6)
DEFERRED TAXATION	(0.3)	(0.4)	(0.7)	(0.1)	0.3
DIVIDENDS REPORTED	(2.6)	(3.5)	(4.1)	(3.2)	(3.4)
<b>CURRENT COST PROFIT RETAINED</b>	<b>0.1</b>	<b>(0.2)</b>	<b>(0.8)</b>	<b>1.0</b>	<b>1.7</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>MID KENT WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>44.5</b>	<b>43.4</b>	<b>48.0</b>	<b>45.8</b>	<b>46.0</b>
OPERATING EXPENDITURE	(19.0)	(18.2)	(20.1)	(19.2)	(18.7)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(8.8)	(8.3)	(9.0)	(9.0)	(9.8)
- INFRASTRUCTURE RENEWALS CHARGE	(3.7)	(4.5)	(4.7)	(4.4)	(4.4)
WORKING CAPITAL ADJUSTMENT	0.5	0.7	0.3	0.6	0.5
OTHER OPERATING INCOME	1.9	0.2	0.2	0.4	0.6
<b>CURRENT COST OPERATING PROFIT</b>	<b>15.4</b>	<b>13.3</b>	<b>14.7</b>	<b>14.1</b>	<b>14.3</b>
OTHER INCOME	0.2	0.2	0.3	0.5	0.5
NET INTEREST	(8.1)	(8.7)	(8.0)	(8.9)	(14.0)
FINANCING ADJUSTMENT	3.3	4.2	3.2	7.1	5.7
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>10.7</b>	<b>8.9</b>	<b>10.1</b>	<b>12.9</b>	<b>6.5</b>
CURRENT TAXATION	(1.9)	0.0	0.3	0.5	0.0
DEFERRED TAXATION	1.2	0.4	(2.7)	1.8	4.3
DIVIDENDS REPORTED	(5.5)	(4.9)	(7.1)	(4.9)	(6.8)
<b>CURRENT COST PROFIT RETAINED</b>	<b>4.5</b>	<b>4.4</b>	<b>0.7</b>	<b>10.3</b>	<b>4.0</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>PORTSMOUTH WATER LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>35.1</b>	<b>34.7</b>	<b>34.6</b>	<b>34.1</b>	<b>33.9</b>
OPERATING EXPENDITURE	(17.8)	(17.4)	(20.5)	(18.8)	(19.8)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(3.5)	(3.6)	(4.0)	(4.1)	(4.5)
- INFRASTRUCTURE RENEWALS CHARGE	(4.4)	(4.4)	(4.2)	(3.7)	(3.6)
WORKING CAPITAL ADJUSTMENT	0.2	0.2	0.2	0.3	0.3
OTHER OPERATING INCOME	(0.3)	(0.4)	(0.0)	0.3	(0.6)
<b>CURRENT COST OPERATING PROFIT</b>	<b>9.4</b>	<b>9.2</b>	<b>6.1</b>	<b>8.2</b>	<b>5.5</b>
OTHER INCOME	0.2	0.2	0.0	0.0	0.0
NET INTEREST	(2.4)	(1.9)	0.6	1.0	1.0
FINANCING ADJUSTMENT	0.6	0.8	0.5	0.1	0.1
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>7.8</b>	<b>8.3</b>	<b>7.2</b>	<b>9.3</b>	<b>6.6</b>
CURRENT TAXATION	(2.5)	(2.7)	(2.6)	(2.0)	(1.9)
DEFERRED TAXATION	(0.1)	(0.3)	(0.2)	(0.6)	1.8
DIVIDENDS REPORTED	(4.8)	(4.2)	(3.9)	(4.5)	(4.1)
<b>CURRENT COST PROFIT RETAINED</b>	<b>0.4</b>	<b>1.1</b>	<b>0.5</b>	<b>2.1</b>	<b>2.4</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>SOUTH EAST WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>106.0</b>	<b>105.2</b>	<b>121.6</b>	<b>114.0</b>	<b>118.0</b>
OPERATING EXPENDITURE	(56.7)	(51.8)	(51.3)	(51.7)	(53.9)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(14.8)	(26.5)	(16.8)	(17.4)	(18.2)
- INFRASTRUCTURE RENEWALS CHARGE	(8.6)	(8.4)	(12.9)	(13.3)	(11.9)
WORKING CAPITAL ADJUSTMENT	0.1	0.1	0.0	0.0	0.2
OTHER OPERATING INCOME	2.4	0.0	5.4	0.4	(0.2)
<b>CURRENT COST OPERATING PROFIT</b>	<b>28.4</b>	<b>18.6</b>	<b>46.0</b>	<b>32.0</b>	<b>34.1</b>
OTHER INCOME	0.1	0.2	0.2	0.2	0.3
NET INTEREST	(9.7)	(11.4)	(27.0)	(16.5)	(21.2)
FINANCING ADJUSTMENT	4.9	6.1	5.6	13.5	11.7
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>23.6</b>	<b>13.5</b>	<b>24.8</b>	<b>29.2</b>	<b>24.9</b>
CURRENT TAXATION	(2.3)	(5.7)	(7.5)	(6.2)	(8.8)
DEFERRED TAXATION	1.4	(0.3)	(2.1)	(0.1)	3.1
DIVIDENDS REPORTED	(16.5)	(26.5)	(32.3)	(42.8)	(22.1)
<b>CURRENT COST PROFIT RETAINED</b>	<b>6.2</b>	<b>(19.0)</b>	<b>(17.0)</b>	<b>(19.8)</b>	<b>(2.9)</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>SOUTH STAFFORDSHIRE WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>69.1</b>	<b>68.5</b>	<b>75.1</b>	<b>75.8</b>	<b>76.5</b>
OPERATING EXPENDITURE	(37.8)	(35.6)	(39.5)	(39.3)	(38.9)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(11.3)	(12.0)	(11.1)	(11.7)	(12.4)
- INFRASTRUCTURE RENEWALS CHARGE	(6.3)	(6.0)	(8.5)	(8.5)	(8.5)
WORKING CAPITAL ADJUSTMENT	0.2	0.4	0.3	0.6	0.5
OTHER OPERATING INCOME	(1.0)	(0.8)	1.5	(0.0)	(0.1)
<b>CURRENT COST OPERATING PROFIT</b>	<b>13.0</b>	<b>14.5</b>	<b>17.8</b>	<b>16.8</b>	<b>17.0</b>
OTHER INCOME	0.0	0.0	0.0	0.0	0.0
NET INTEREST	(7.5)	(7.6)	(37.2)	(6.8)	(7.3)
FINANCING ADJUSTMENT	2.9	3.8	2.9	(1.0)	(0.3)
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>8.5</b>	<b>10.7</b>	<b>(16.5)</b>	<b>9.0</b>	<b>9.4</b>
CURRENT TAXATION	(1.7)	(1.9)	0.6	(0.5)	(1.3)
DEFERRED TAXATION	(1.5)	(1.2)	4.4	(2.7)	(0.5)
DIVIDENDS REPORTED	(4.8)	(9.2)	(6.5)	(19.2)	(11.9)
<b>CURRENT COST PROFIT RETAINED</b>	<b>0.6</b>	<b>(1.6)</b>	<b>(18.0)</b>	<b>(13.4)</b>	<b>(4.3)</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT SUTTON AND EAST SURREY WATER PLC</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>45.3</b>	<b>44.4</b>	<b>49.6</b>	<b>49.5</b>	<b>49.8</b>
OPERATING EXPENDITURE	(24.3)	(22.8)	(24.3)	(23.5)	(25.0)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(8.5)	(8.6)	(8.6)	(8.8)	(8.7)
- INFRASTRUCTURE RENEWALS CHARGE	(3.4)	(2.8)	(6.3)	(6.5)	(6.2)
WORKING CAPITAL ADJUSTMENT	0.1	0.2	0.3	0.3	0.3
OTHER OPERATING INCOME	0.1	(0.3)	(0.2)	(0.2)	0.0
<b>CURRENT COST OPERATING PROFIT</b>	<b>9.3</b>	<b>10.1</b>	<b>10.6</b>	<b>10.8</b>	<b>10.1</b>
OTHER INCOME	0.0	0.0	0.8	1.3	1.7
NET INTEREST	(5.9)	(5.9)	(7.0)	(7.8)	(8.8)
FINANCING ADJUSTMENT	1.5	2.2	2.3	(1.0)	(0.4)
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>4.8</b>	<b>6.5</b>	<b>6.7</b>	<b>3.3</b>	<b>2.7</b>
CURRENT TAXATION	(0.5)	3.5	(0.9)	(0.8)	(1.5)
DEFERRED TAXATION	(0.2)	(0.6)	(1.9)	(0.9)	0.7
DIVIDENDS REPORTED	(6.8)	(6.6)	(5.4)	(15.2)	(5.4)
<b>CURRENT COST PROFIT RETAINED</b>	<b>(2.6)</b>	<b>2.8</b>	<b>(1.5)</b>	<b>(13.6)</b>	<b>(3.6)</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT TENDRING HUNDRED WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>TURNOVER</b>	<b>14.9</b>	<b>15.0</b>	<b>15.4</b>	<b>14.9</b>	<b>14.0</b>
OPERATING EXPENDITURE	(6.5)	(6.0)	(5.7)	(6.2)	(6.1)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(2.1)	(2.1)	(2.1)	(2.1)	(2.1)
- INFRASTRUCTURE RENEWALS CHARGE	(0.9)	(1.1)	(1.4)	(1.4)	(1.5)
WORKING CAPITAL ADJUSTMENT	0.0	0.1	0.1	(0.1)	(0.1)
OTHER OPERATING INCOME	0.1	0.3	0.0	0.0	0.7
<b>CURRENT COST OPERATING PROFIT</b>	<b>5.5</b>	<b>6.2</b>	<b>6.3</b>	<b>5.2</b>	<b>5.0</b>
OTHER INCOME	0.3	0.3	0.0	0.0	0.0
NET INTEREST	(0.5)	(0.6)	(0.4)	(0.4)	(0.4)
FINANCING ADJUSTMENT	0.3	0.3	0.2	0.4	0.4
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>5.6</b>	<b>6.2</b>	<b>6.1</b>	<b>5.2</b>	<b>4.9</b>
CURRENT TAXATION	(1.6)	(2.1)	(1.9)	(1.8)	(1.9)
DEFERRED TAXATION	(0.3)	(0.2)	(0.2)	0.0	0.3
DIVIDENDS REPORTED	(3.6)	(4.2)	(3.8)	(4.0)	(3.2)
<b>CURRENT COST PROFIT RETAINED</b>	<b>0.1</b>	<b>(0.2)</b>	<b>0.2</b>	<b>(0.5)</b>	<b>0.2</b>

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT</b>					
<b>THREE VALLEYS WATER PLC</b>					
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>TURNOVER</b>	<b>191.8</b>	<b>193.4</b>	<b>223.0</b>	<b>221.6</b>	<b>224.3</b>
OPERATING EXPENDITURE	(107.3)	(100.2)	(97.1)	(108.6)	(109.0)
CAPITAL MAINTENANCE					
- CURRENT COST DEPRECIATION	(37.0)	(31.8)	(31.0)	(32.2)	(35.4)
- INFRASTRUCTURE RENEWALS CHARGE	(18.1)	(18.2)	(31.4)	(31.9)	(33.2)
WORKING CAPITAL ADJUSTMENT	1.2	1.4	0.8	2.1	2.2
OTHER OPERATING INCOME	0.0	4.5	0.9	(1.1)	4.0
<b>CURRENT COST OPERATING PROFIT</b>	<b>30.6</b>	<b>49.1</b>	<b>65.2</b>	<b>49.9</b>	<b>52.9</b>
OTHER INCOME	0.0	0.0	0.0	0.0	0.2
NET INTEREST	(12.7)	(15.0)	(12.7)	(11.9)	(11.4)
FINANCING ADJUSTMENT	6.3	8.2	6.4	11.8	10.8
<b>CURRENT COST PROFIT BEFORE TAX</b>	<b>24.3</b>	<b>42.3</b>	<b>58.9</b>	<b>49.8</b>	<b>52.4</b>
CURRENT TAXATION	(6.6)	(7.3)	(13.3)	(13.5)	(11.7)
DEFERRED TAXATION	(1.0)	(5.9)	(2.5)	(1.5)	9.7
DIVIDENDS REPORTED	(30.4)	(30.8)	(30.4)	(28.6)	(30.9)
<b>CURRENT COST PROFIT RETAINED</b>	<b>(13.7)</b>	<b>(1.6)</b>	<b>12.7</b>	<b>6.2</b>	<b>19.5</b>

### 3. Operating profit by service (water and sewerage companies only)

<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE WATER AND SEWERAGE COMPANIES</b>					
2007-08 prices					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Water</b>					
TURNOVER	3,222.1	3,317.7	3,678.8	3,751.0	3,849.3
OPERATING COSTS	(1,466.6)	(1,456.1)	(1,559.9)	(1,635.3)	(1,569.2)
CURRENT COST DEPRECIATION	(723.4)	(715.7)	(722.4)	(728.9)	(743.5)
INFRASTRUCTURE RENEWALS CHARGE	(340.2)	(319.4)	(368.4)	(367.3)	(416.4)
WORKING CAPITAL ADJUSTMENT	(0.9)	(1.3)	(3.9)	16.1	7.9
OTHER OPERATING INCOME	11.3	17.4	12.8	24.0	39.1
<b>CURRENT COST OPERATING PROFIT</b>	<b>702.3</b>	<b>842.7</b>	<b>1,037.1</b>	<b>1,059.6</b>	<b>1,167.2</b>
<b>Sewerage</b>					
TURNOVER	4,031.0	4,140.6	4,463.4	4,553.2	4,645.3
OPERATING COSTS	(1,462.1)	(1,510.1)	(1,550.3)	(1,611.6)	(1,592.7)
CURRENT COST DEPRECIATION	(1,081.5)	(1,148.0)	(1,140.1)	(1,178.1)	(1,194.9)
INFRASTRUCTURE RENEWALS CHARGE	(109.4)	(128.3)	(238.7)	(268.0)	(301.4)
WORKING CAPITAL ADJUSTMENT	4.7	3.0	(1.4)	20.2	9.1
OTHER OPERATING INCOME	37.8	13.0	5.0	42.1	30.9
<b>CURRENT COST OPERATING PROFIT</b>	<b>1,420.5</b>	<b>1,370.2</b>	<b>1,537.9</b>	<b>1,557.8</b>	<b>1,596.3</b>
<b>Total</b>					
TURNOVER	7,253.1	7,458.3	8,142.2	8,304.2	8,494.6
OPERATING COSTS	(2,928.6)	(2,966.2)	(3,110.1)	(3,246.9)	(3,161.9)
CURRENT COST DEPRECIATION	(1,805.0)	(1,863.7)	(1,862.5)	(1,907.0)	(1,938.4)
INFRASTRUCTURE RENEWALS CHARGE	(449.6)	(447.7)	(607.1)	(635.3)	(717.8)
WORKING CAPITAL ADJUSTMENT	3.8	1.7	(5.3)	36.3	17.0
OTHER OPERATING INCOME	49.1	30.4	17.8	66.0	70.0
<b>CURRENT COST OPERATING PROFIT</b>	<b>2,122.8</b>	<b>2,212.8</b>	<b>2,574.9</b>	<b>2,617.3</b>	<b>2,763.5</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE ANGLIAN WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>Water</b>					
TURNOVER	345.5	343.2	382.9	397.9	402.2
OPERATING COSTS	(144.6)	(133.8)	(139.2)	(139.9)	(135.3)
CURRENT COST DEPRECIATION	(78.7)	(81.9)	(75.6)	(73.6)	(76.4)
INFRASTRUCTURE RENEWALS CHARGE	(13.3)	(15.6)	(29.6)	(30.3)	(38.9)
WORKING CAPITAL ADJUSTMENT	(1.8)	(7.3)	(9.7)	3.6	1.0
OTHER OPERATING INCOME	0.2	0.3	0.1	0.9	0.5
CURRENT COST OPERATING PROFIT	107.2	104.9	128.9	158.5	153.1
<b>Sewerage</b>					
TURNOVER	521.5	531.9	542.6	549.2	554.7
OPERATING COSTS	(185.2)	(185.4)	(196.3)	(197.5)	(193.2)
CURRENT COST DEPRECIATION	(149.8)	(163.3)	(161.9)	(162.6)	(166.9)
INFRASTRUCTURE RENEWALS CHARGE	(17.6)	(14.3)	(25.5)	(24.4)	(33.1)
WORKING CAPITAL ADJUSTMENT	(1.8)	(7.3)	(9.7)	3.6	1.0
OTHER OPERATING INCOME	0.2	0.3	0.1	0.9	0.5
CURRENT COST OPERATING PROFIT	167.2	162.0	149.4	169.1	162.9
<b>Total</b>					
TURNOVER	866.9	875.1	925.5	947.1	956.9
OPERATING COSTS	(329.8)	(319.2)	(335.5)	(337.4)	(328.5)
CURRENT COST DEPRECIATION	(228.5)	(245.1)	(237.5)	(236.3)	(243.4)
INFRASTRUCTURE RENEWALS CHARGE	(30.9)	(29.9)	(55.1)	(54.7)	(72.0)
WORKING CAPITAL ADJUSTMENT	(3.6)	(14.6)	(19.3)	7.2	2.1
OTHER OPERATING INCOME	0.3	0.7	0.2	1.7	0.9
CURRENT COST OPERATING PROFIT	274.4	266.9	278.3	327.6	316.0

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE</b>					
<b>DWR CYMRU CYFYNGEDIG</b>					
2007-08 prices					
	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>Water</b>					
TURNOVER	252.9	251.7	281.1	279.8	284.6
OPERATING COSTS	(129.8)	(126.5)	(117.5)	(120.2)	(116.8)
CURRENT COST DEPRECIATION	(73.2)	(53.7)	(74.9)	(77.8)	(80.7)
INFRASTRUCTURE RENEWALS CHARGE	(72.6)	(34.4)	(30.7)	(31.5)	(41.7)
WORKING CAPITAL ADJUSTMENT	1.7	1.3	0.8	0.8	0.2
OTHER OPERATING INCOME	(1.3)	1.7	0.8	0.0	0.4
CURRENT COST OPERATING PROFIT	(22.4)	40.0	59.7	51.1	46.0
<b>Sewerage</b>					
TURNOVER	276.4	287.5	307.4	313.0	329.6
OPERATING COSTS	(112.5)	(109.1)	(104.2)	(108.9)	(110.4)
CURRENT COST DEPRECIATION	(45.8)	(62.9)	(57.7)	(61.9)	(63.3)
INFRASTRUCTURE RENEWALS CHARGE	20.9	(19.6)	(23.0)	(23.0)	(29.0)
WORKING CAPITAL ADJUSTMENT	1.7	1.3	0.8	0.8	0.2
OTHER OPERATING INCOME	(1.3)	1.7	0.0	0.0	0.4
CURRENT COST OPERATING PROFIT	139.5	98.9	123.2	120.0	127.5
<b>Total</b>					
TURNOVER	529.3	539.1	588.5	592.8	614.2
OPERATING COSTS	(242.3)	(235.6)	(221.7)	(229.1)	(227.3)
CURRENT COST DEPRECIATION	(119.0)	(116.6)	(132.6)	(139.8)	(144.0)
INFRASTRUCTURE RENEWALS CHARGE	(51.7)	(54.1)	(53.7)	(54.5)	(70.7)
WORKING CAPITAL ADJUSTMENT	3.3	2.6	1.5	1.7	0.4
OTHER OPERATING INCOME	(2.5)	3.4	0.8	0.0	0.8
CURRENT COST OPERATING PROFIT	117.1	138.9	182.9	171.1	173.5

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE NORTHUMBRIAN WATER LTD</b>					
2007-08 prices					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Water</b>					
TURNOVER	282.8	305.8	323.8	329.0	337.9
OPERATING COSTS	(153.0)	(151.5)	(151.8)	(156.2)	(152.7)
CURRENT COST DEPRECIATION	(47.7)	(52.5)	(53.6)	(51.9)	(57.2)
INFRASTRUCTURE RENEWALS CHARGE	(27.7)	(27.7)	(27.1)	(27.1)	(34.0)
WORKING CAPITAL ADJUSTMENT	(1.1)	1.4	1.0	(0.1)	(0.3)
OTHER OPERATING INCOME	0.3	0.7	1.5	2.0	1.2
CURRENT COST OPERATING PROFIT	53.6	76.1	93.8	95.8	95.0
<b>Sewerage</b>					
TURNOVER	215.3	234.8	250.9	254.9	257.4
OPERATING COSTS	(86.5)	(83.7)	(88.5)	(92.5)	(84.6)
CURRENT COST DEPRECIATION	(56.7)	(59.6)	(60.4)	(64.6)	(67.7)
INFRASTRUCTURE RENEWALS CHARGE	(11.3)	(11.2)	(11.6)	(11.6)	(20.4)
WORKING CAPITAL ADJUSTMENT	(0.8)	1.1	0.8	(0.1)	(0.2)
OTHER OPERATING INCOME	0.2	(0.7)	0.3	0.1	0.4
CURRENT COST OPERATING PROFIT	60.2	80.8	91.5	86.2	84.9
<b>Total</b>					
TURNOVER	498.1	540.6	574.7	583.9	595.3
OPERATING COSTS	(239.5)	(235.2)	(240.3)	(248.7)	(237.3)
CURRENT COST DEPRECIATION	(104.4)	(112.1)	(113.9)	(116.4)	(124.9)
INFRASTRUCTURE RENEWALS CHARGE	(39.0)	(38.9)	(38.8)	(38.7)	(54.4)
WORKING CAPITAL ADJUSTMENT	(1.9)	2.5	1.8	(0.2)	(0.5)
OTHER OPERATING INCOME	0.5	(0.0)	1.8	2.1	1.6
CURRENT COST OPERATING PROFIT	113.8	156.9	185.3	182.0	179.8

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE SEVERN TRENT WATER LTD</b>					
2007-08 prices	2003-04 £m	2004-05 £m	2005-06 £m	2006-07 £m	2007-08 £m
<b>Water</b>					
TURNOVER	533.3	537.1	579.0	583.6	586.5
OPERATING COSTS	(221.7)	(241.6)	(240.6)	(249.6)	(263.2)
CURRENT COST DEPRECIATION	(113.3)	(110.0)	(108.8)	(104.9)	(99.8)
INFRASTRUCTURE RENEWALS CHARGE	(37.1)	(37.1)	(66.0)	(72.9)	(95.5)
WORKING CAPITAL ADJUSTMENT	(0.1)	(0.2)	(0.1)	1.1	(0.1)
OTHER OPERATING INCOME	4.8	4.5	1.9	5.0	0.8
CURRENT COST OPERATING PROFIT	165.9	152.7	165.5	162.4	128.7
<b>Sewerage</b>					
TURNOVER	546.9	561.2	639.0	661.6	670.3
OPERATING COSTS	(220.1)	(240.4)	(237.9)	(245.6)	(275.3)
CURRENT COST DEPRECIATION	(141.0)	(146.8)	(150.0)	(165.7)	(156.1)
INFRASTRUCTURE RENEWALS CHARGE	(27.5)	(27.3)	(32.5)	(33.6)	(49.7)
WORKING CAPITAL ADJUSTMENT	2.5	2.4	1.8	2.4	(0.3)
OTHER OPERATING INCOME	16.7	4.5	1.4	30.5	0.8
CURRENT COST OPERATING PROFIT	177.4	153.7	221.8	249.6	189.7
<b>Total</b>					
TURNOVER	1,080.3	1,098.3	1,218.0	1,245.2	1,256.8
OPERATING COSTS	(441.9)	(482.0)	(478.5)	(495.2)	(538.5)
CURRENT COST DEPRECIATION	(254.3)	(256.7)	(258.8)	(270.6)	(255.9)
INFRASTRUCTURE RENEWALS CHARGE	(64.7)	(64.4)	(98.5)	(106.5)	(145.2)
WORKING CAPITAL ADJUSTMENT	2.4	2.2	1.7	3.5	(0.4)
OTHER OPERATING INCOME	21.5	9.1	3.3	35.5	1.6
CURRENT COST OPERATING PROFIT	343.2	306.5	387.3	412.0	318.4

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE SOUTH WEST WATER LTD</b>					
2007-08 prices	2003-04 £m	2004-05 £m	2005-06 £m	2006-07 £m	2007-08 £m
<b>Water</b>					
TURNOVER	133.4	137.8	155.9	168.2	183.0
OPERATING COSTS	(60.0)	(64.9)	(79.1)	(72.3)	(72.6)
CURRENT COST DEPRECIATION INFRASTRUCTURE RENEWALS CHARGE	(24.7)	(28.8)	(30.0)	(30.9)	(33.0)
WORKING CAPITAL ADJUSTMENT	(10.8)	(10.9)	(13.9)	(14.3)	(13.1)
OTHER OPERATING INCOME	0.1	0.0	0.2	1.5	0.5
	0.9	0.7	0.5	1.0	(0.1)
<b>CURRENT COST OPERATING PROFIT</b>	<b>38.9</b>	<b>33.9</b>	<b>33.7</b>	<b>53.3</b>	<b>64.7</b>
<b>Sewerage</b>					
TURNOVER	188.9	192.8	211.4	221.2	230.2
OPERATING COSTS	(59.7)	(66.7)	(73.8)	(70.6)	(71.4)
CURRENT COST DEPRECIATION INFRASTRUCTURE RENEWALS CHARGE	(40.3)	(56.0)	(57.8)	(60.4)	(62.7)
WORKING CAPITAL ADJUSTMENT	(5.5)	(5.7)	(8.6)	(10.2)	(12.5)
OTHER OPERATING INCOME	0.3	0.0	0.2	1.3	0.4
	0.7	0.6	0.4	0.8	(0.1)
<b>CURRENT COST OPERATING PROFIT</b>	<b>84.5</b>	<b>64.8</b>	<b>71.8</b>	<b>82.1</b>	<b>84.0</b>
<b>Total</b>					
TURNOVER	322.3	330.5	367.3	389.4	413.2
OPERATING COSTS	(119.7)	(131.7)	(152.9)	(142.9)	(144.0)
CURRENT COST DEPRECIATION INFRASTRUCTURE RENEWALS CHARGE	(65.0)	(84.8)	(87.8)	(91.3)	(95.7)
WORKING CAPITAL ADJUSTMENT	(16.3)	(16.6)	(22.5)	(24.5)	(25.6)
OTHER OPERATING INCOME	0.4	0.0	0.4	2.8	0.9
	1.7	1.2	0.9	1.8	(0.2)
<b>CURRENT COST OPERATING PROFIT</b>	<b>123.4</b>	<b>98.7</b>	<b>105.5</b>	<b>135.4</b>	<b>148.7</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE SOUTHERN WATER SERVICES LTD</b>					
2007-08 prices					
	2003-04 £m	2004-05 £m	2005-06 £m	2006-07 £m	2007-08 £m
<b>Water</b>					
TURNOVER	135.1	133.8	150.8	156.6	163.6
OPERATING COSTS	(70.2)	(67.8)	(70.6)	(72.2)	(72.7)
CURRENT COST DEPRECIATION	(37.4)	(37.3)	(37.2)	(38.3)	(40.7)
INFRASTRUCTURE RENEWALS CHARGE	(16.3)	(17.7)	(24.9)	(25.0)	(26.1)
WORKING CAPITAL ADJUSTMENT	1.0	0.4	0.2	1.2	0.8
OTHER OPERATING INCOME	1.7	1.3	2.0	2.1	3.1
CURRENT COST OPERATING PROFIT	13.7	12.8	20.4	24.4	27.9
<b>Sewerage</b>					
TURNOVER	377.4	384.4	425.9	433.7	446.2
OPERATING COSTS	(126.2)	(121.2)	(131.0)	(123.6)	(146.1)
CURRENT COST DEPRECIATION	(119.2)	(122.2)	(125.4)	(129.1)	(141.0)
INFRASTRUCTURE RENEWALS CHARGE	(15.8)	(14.9)	(17.7)	(18.2)	(18.7)
WORKING CAPITAL ADJUSTMENT	2.8	1.2	0.6	3.4	2.1
OTHER OPERATING INCOME	2.7	2.0	3.3	8.4	4.9
CURRENT COST OPERATING PROFIT	121.6	129.2	155.7	174.6	147.4
<b>Total</b>					
TURNOVER	512.4	518.2	576.8	590.2	609.9
OPERATING COSTS	(196.4)	(189.1)	(201.6)	(195.9)	(218.8)
CURRENT COST DEPRECIATION	(156.7)	(159.4)	(162.6)	(167.4)	(181.7)
INFRASTRUCTURE RENEWALS CHARGE	(32.2)	(32.6)	(42.6)	(43.2)	(44.8)
WORKING CAPITAL ADJUSTMENT	3.8	1.6	0.7	4.7	2.8
OTHER OPERATING INCOME	4.4	3.3	5.3	10.5	8.0
CURRENT COST OPERATING PROFIT	135.3	142.0	176.0	198.9	175.3

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE THAMES WATER UTILITIES LIMITED</b>					
2007-08 prices					
	2003-04 £m	2004-05 £m	2005-06 £m	2006-07 £m	2007-08 £m
<b>Water</b>					
TURNOVER	553.3	563.1	717.7	726.2	743.9
OPERATING COSTS	(290.9)	(260.8)	(346.2)	(368.5)	(319.9)
CURRENT COST DEPRECIATION	(129.2)	(128.4)	(131.4)	(136.8)	(136.9)
INFRASTRUCTURE RENEWALS CHARGE	(50.1)	(68.6)	(67.6)	(56.1)	(61.3)
WORKING CAPITAL ADJUSTMENT	1.3	1.8	2.4	3.3	4.0
OTHER OPERATING INCOME	2.3	3.0	6.4	6.7	27.2
CURRENT COST OPERATING PROFIT	86.8	110.1	181.3	174.8	257.0
<b>Sewerage</b>					
TURNOVER	709.9	702.9	742.0	717.0	710.5
OPERATING COSTS	(265.5)	(280.9)	(293.8)	(306.8)	(280.8)
CURRENT COST DEPRECIATION	(194.1)	(187.4)	(184.8)	(191.3)	(182.7)
INFRASTRUCTURE RENEWALS CHARGE	(23.4)	(18.8)	(33.7)	(59.4)	(45.6)
WORKING CAPITAL ADJUSTMENT	1.5	2.2	2.5	3.2	3.8
OTHER OPERATING INCOME	15.4	4.7	3.7	1.1	(2.3)
CURRENT COST OPERATING PROFIT	243.8	222.7	235.8	163.9	202.9
<b>Total</b>					
TURNOVER	1,263.3	1,266.0	1,459.8	1,443.2	1,454.4
OPERATING COSTS	(556.4)	(541.7)	(640.1)	(675.3)	(600.7)
CURRENT COST DEPRECIATION	(323.2)	(315.8)	(316.2)	(328.2)	(319.6)
INFRASTRUCTURE RENEWALS CHARGE	(73.5)	(87.5)	(101.3)	(115.5)	(106.9)
WORKING CAPITAL ADJUSTMENT	2.7	4.0	4.9	6.6	7.8
OTHER OPERATING INCOME	17.7	7.6	10.0	7.8	24.9
CURRENT COST OPERATING PROFIT	330.6	332.7	417.1	338.7	459.9

<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE UNITED UTILITIES WATER PLC</b>					
2007-08 prices					
	2003-04 £m	2004-05 £m	2005-06 £m	2006-07 £m	2007-08 £m
<b>Water</b>					
TURNOVER	543.5	587.0	601.4	601.8	626.4
OPERATING COSTS	(226.4)	(239.5)	(226.5)	(238.9)	(244.7)
CURRENT COST DEPRECIATION	(123.5)	(128.4)	(116.8)	(119.0)	(120.4)
INFRASTRUCTURE RENEWALS CHARGE	(68.3)	(63.4)	(57.3)	(57.6)	(59.0)
WORKING CAPITAL ADJUSTMENT	2.2	4.5	1.6	3.1	0.9
OTHER OPERATING INCOME	1.1	1.3	(0.5)	3.2	3.7
CURRENT COST OPERATING PROFIT	128.5	161.5	201.9	192.6	206.9
<b>Sewerage</b>					
TURNOVER	624.6	661.2	716.2	762.5	791.8
OPERATING COSTS	(223.9)	(237.2)	(234.2)	(244.3)	(231.6)
CURRENT COST DEPRECIATION	(177.1)	(196.0)	(181.4)	(178.3)	(185.1)
INFRASTRUCTURE RENEWALS CHARGE	(5.6)	7.3	(58.2)	(60.0)	(58.4)
WORKING CAPITAL ADJUSTMENT	2.5	5.1	1.9	3.9	1.2
OTHER OPERATING INCOME	2.1	0.2	(1.0)	0.4	0.3
CURRENT COST OPERATING PROFIT	222.6	240.6	243.3	284.1	318.2
<b>Total</b>					
TURNOVER	1,168.1	1,248.3	1,317.6	1,364.3	1,418.2
OPERATING COSTS	(450.4)	(476.6)	(460.7)	(483.2)	(476.3)
CURRENT COST DEPRECIATION	(300.6)	(324.4)	(298.2)	(297.3)	(305.6)
INFRASTRUCTURE RENEWALS CHARGE	(73.9)	(56.1)	(115.5)	(117.7)	(117.4)
WORKING CAPITAL ADJUSTMENT	4.7	9.5	3.5	7.0	2.1
OTHER OPERATING INCOME	3.2	1.5	(1.5)	3.5	4.1
CURRENT COST OPERATING PROFIT	351.1	402.1	445.2	476.6	525.0

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<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE WESSEX WATER SERVICES LTD</b>					
2007-08 prices	2003-04 £m	2004-05 £m	2005-06 £m	2006-07 £m	2007-08 £m
<b>Water</b>					
TURNOVER	102.0	108.4	117.7	128.9	138.4
OPERATING COSTS	(37.7)	(39.7)	(43.1)	(45.0)	(42.3)
CURRENT COST DEPRECIATION INFRASTRUCTURE RENEWALS CHARGE	(20.6)	(20.4)	(20.1)	(20.4)	(20.6)
WORKING CAPITAL ADJUSTMENT	(12.7)	(12.5)	(15.8)	(18.2)	(17.6)
OTHER OPERATING INCOME	0.1	0.1	0.2	0.2	0.1
	(0.1)	(0.4)	(0.1)	(1.8)	(0.7)
<b>CURRENT COST OPERATING PROFIT</b>	<b>31.0</b>	<b>35.5</b>	<b>38.9</b>	<b>43.7</b>	<b>57.3</b>
<b>Sewerage</b>					
TURNOVER	218.7	224.2	246.7	247.4	252.3
OPERATING COSTS	(63.4)	(67.7)	(70.1)	(71.0)	(70.5)
CURRENT COST DEPRECIATION INFRASTRUCTURE RENEWALS CHARGE	(51.7)	(51.8)	(56.1)	(57.1)	(57.0)
WORKING CAPITAL ADJUSTMENT	(10.2)	(10.2)	(11.8)	(10.6)	(12.3)
OTHER OPERATING INCOME	0.3	0.2	0.3	0.4	0.2
	(1.5)	(1.2)	(3.5)	(1.7)	(2.2)
<b>CURRENT COST OPERATING PROFIT</b>	<b>92.2</b>	<b>93.5</b>	<b>105.7</b>	<b>107.5</b>	<b>110.5</b>
<b>Total</b>					
TURNOVER	320.6	332.6	364.5	376.4	390.7
OPERATING COSTS	(101.2)	(107.4)	(113.2)	(116.0)	(112.8)
CURRENT COST DEPRECIATION INFRASTRUCTURE RENEWALS CHARGE	(72.2)	(72.2)	(76.2)	(77.5)	(77.6)
WORKING CAPITAL ADJUSTMENT	(22.8)	(22.7)	(27.6)	(28.8)	(29.9)
OTHER OPERATING INCOME	0.5	0.3	0.5	0.6	0.3
	(1.6)	(1.7)	(3.6)	(3.4)	(2.9)
<b>CURRENT COST OPERATING PROFIT</b>	<b>123.2</b>	<b>129.0</b>	<b>144.5</b>	<b>151.2</b>	<b>167.8</b>

<b>CURRENT COST PROFIT AND LOSS ACCOUNT BY SERVICE YORKSHIRE WATER SERVICES LTD</b>					
2007-08 prices	2003-04	2004-05	2005-06	2006-07	2007-08
	£m	£m	£m	£m	£m
<b>Water</b>					
TURNOVER	340.4	349.8	368.4	379.0	382.8
OPERATING COSTS	(132.1)	(129.9)	(145.3)	(172.5)	(149.0)
CURRENT COST DEPRECIATION	(75.2)	(74.4)	(74.2)	(75.3)	(77.7)
INFRASTRUCTURE RENEWALS CHARGE	(31.3)	(31.4)	(35.5)	(34.2)	(29.3)
WORKING CAPITAL ADJUSTMENT	(4.2)	(3.3)	(0.5)	1.2	0.7
OTHER OPERATING INCOME	1.5	4.3	0.2	4.9	3.1
CURRENT COST OPERATING PROFIT	99.1	115.1	113.1	103.1	130.6
<b>Sewerage</b>					
TURNOVER	351.4	359.7	381.2	392.6	402.2
OPERATING COSTS	(119.0)	(117.8)	(120.5)	(150.7)	(128.7)
CURRENT COST DEPRECIATION	(105.9)	(102.1)	(104.6)	(107.0)	(112.5)
INFRASTRUCTURE RENEWALS CHARGE	(13.3)	(13.4)	(15.9)	(16.9)	(21.6)
WORKING CAPITAL ADJUSTMENT	(4.2)	(3.3)	(0.6)	1.3	0.8
OTHER OPERATING INCOME	2.5	1.0	0.2	1.5	28.2
CURRENT COST OPERATING PROFIT	111.5	124.0	139.8	120.7	168.4
<b>Total</b>					
TURNOVER	691.8	709.5	749.6	771.6	785.0
OPERATING COSTS	(251.1)	(247.8)	(265.8)	(323.2)	(277.7)
CURRENT COST DEPRECIATION	(181.0)	(176.5)	(178.8)	(182.3)	(190.1)
INFRASTRUCTURE RENEWALS CHARGE	(44.6)	(44.8)	(51.4)	(51.1)	(50.9)
WORKING CAPITAL ADJUSTMENT	(8.5)	(6.7)	(1.2)	2.5	1.5
OTHER OPERATING INCOME	4.0	5.3	0.4	6.4	31.3
CURRENT COST OPERATING PROFIT	210.6	239.1	252.9	223.8	298.9

## 4. Cash flow statement

<b>TOTAL INDUSTRY CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>4,689.9</b>	<b>4,827.9</b>	<b>5,211.3</b>	<b>5,356.5</b>	<b>5,630.6</b>	<b>274.1</b>
Returns on investment & servicing of finance:						
Net interest	(983.8)	(1,104.9)	(1,162.7)	(918.0)	(1,197.2)	(279.2)
Dividends paid on non-equity shares	(50.2)	(46.1)	(28.2)	(25.9)	(20.3)	5.6
Total	(1,034.2)	(1,151.0)	(1,190.9)	(943.9)	(1,217.5)	(273.6)
UK Corporation tax paid	(70.2)	(74.5)	(209.3)	(383.2)	(416.1)	(32.9)
Investing activities:						
Purchase of fixed assets and subsidiaries	(3,391.6)	(3,141.9)	(2,756.0)	(3,288.9)	(3,738.9)	(450.0)
Infrastructure renewals expenditure	(559.1)	(521.2)	(587.7)	(780.1)	(855.9)	(75.8)
Disposal of fixed assets	84.3	51.3	59.6	101.8	182.7	80.9
Movements on long term loans to group companies	N/A	N/A	N/A	(32.4)	(1,148.1)	N/A
Total	(3,866.4)	(3,611.8)	(3,284.1)	(3,999.7)	(5,560.2)	(1,560.5)
Dividends paid on equity shares	(1,450.0)	(1,203.3)	(1,819.6)	(3,273.7)	(1,448.5)	1,825.2
<b>Net cashflow before financing</b>	<b>(1,730.7)</b>	<b>(1,212.8)</b>	<b>(1,292.6)</b>	<b>(3,244.0)</b>	<b>(3,011.7)</b>	<b>232.4</b>
Financing :						
Net loans	1,521.7	1,485.4	439.2	4,578.3	2,895.0	(1,683.3)
Capital in finance lease rentals	2.9	240.4	57.5	(147.7)	(8.6)	139.1
Issue of shares	411.5	11.8	405.1	(0.1)	5.0	5.1
Net cash flow from financing	1,936.2	1,737.5	901.8	4,430.5	2,891.4	(1,539.1)
Management of liquid resources	(5.0)	(367.2)	96.5	(1,099.1)	436.0	1,535.0
<b>Increase/(decrease) in cash</b>	<b>200.6</b>	<b>157.5</b>	<b>(294.3)</b>	<b>87.3</b>	<b>315.7</b>	<b>228.3</b>

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<b>WATER AND SEWERAGE COMPANIES CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	£m	£m	£m	£m	£m	
<b>Net cash flow from operating activities</b>	<b>4,344.8</b>	<b>4,499.6</b>	<b>4,833.0</b>	<b>4,969.0</b>	<b>5,240.0</b>	<b>271.0</b>
Returns on investment & servicing of finance:						
Net interest	(939.5)	(1,058.5)	(1,107.7)	(879.4)	(1,153.7)	(274.3)
Dividends paid on non-equity shares	(45.3)	(40.8)	(24.6)	(23.7)	(18.3)	5.5
Total	(985.0)	(1,099.3)	(1,132.3)	(903.2)	(1,172.0)	(268.8)
UK Corporation tax paid	(53.4)	(52.2)	(183.4)	(349.1)	(385.3)	(36.1)
Investing activities:						
Purchase of fixed assets and subsidiaries	(3,141.2)	(2,985.9)	(2,598.7)	(3,120.1)	(3,512.7)	(392.7)
Infrastructure renewals expenditure	(495.4)	(461.6)	(522.3)	(670.6)	(767.8)	(97.1)
Disposal of fixed assets	70.7	43.4	49.0	98.9	176.5	77.6
Movements on long term loans to group companies	N/A	N/A	N/A	0.9	(1,180.1)	N/A
Total	(3,566.0)	(3,404.1)	(3,072.0)	(3,690.9)	(5,284.1)	(1,593.2)
Dividends paid on equity shares	(1,345.9)	(1,091.1)	(1,690.7)	(3,134.7)	(1,336.9)	1,797.8
<b>Net cashflow before financing</b>	<b>(1,605.4)</b>	<b>(1,147.3)</b>	<b>(1,245.4)</b>	<b>(3,108.9)</b>	<b>(2,938.2)</b>	<b>170.6</b>
Financing :						
Net loans	1,381.3	1,380.5	292.7	4,494.2	2,855.9	(1,638.3)
Capital in finance lease rentals	15.0	257.9	69.6	(139.3)	(1.7)	137.6
Issue of shares	411.5	0.0	432.1	0.0	0.0	0.0
Net cash flow from financing	1,808.0	1,638.4	794.4	4,354.9	2,854.2	(1,500.8)
Management of liquid resources	(10.6)	(336.5)	147.6	(1,144.4)	410.1	1,554.5
<b>Increase/(decrease) in cash</b>	<b>192.1</b>	<b>154.6</b>	<b>(303.4)</b>	<b>101.7</b>	<b>326.1</b>	<b>224.4</b>

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<b>WATER ONLY COMPANIES CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>345.1</b>	<b>328.3</b>	<b>378.2</b>	<b>387.5</b>	<b>390.6</b>	<b>3.1</b>
Returns on investment & servicing of finance:						
Net interest	(44.3)	(46.4)	(55.1)	(38.5)	(43.4)	(4.9)
Dividends paid on non-equity shares	(4.9)	(5.3)	(3.6)	(2.2)	(2.1)	0.1
Total	(49.1)	(51.7)	(58.6)	(40.7)	(45.5)	(4.8)
UK Corporation tax paid	(16.8)	(22.2)	(25.8)	(34.1)	(30.8)	3.3
Investing activities:						
Purchase of fixed assets and subsidiaries	(250.4)	(155.9)	(157.4)	(168.9)	(226.1)	(57.3)
Infrastructure renewals expenditure	(63.7)	(59.6)	(65.4)	(109.5)	(88.2)	21.3
Disposal of fixed assets	13.7	7.9	10.6	2.8	6.2	3.4
Movements on long term loans to group companies	N/A	N/A	N/A	(33.3)	32.0	N/A
Total	(300.3)	(207.7)	(212.2)	(308.8)	(276.1)	32.7
Dividends paid on equity shares	(104.1)	(112.2)	(128.8)	(139.0)	(111.6)	27.4
<b>Net cashflow before financing</b>	<b>(125.3)</b>	<b>(65.5)</b>	<b>(47.2)</b>	<b>(135.2)</b>	<b>(73.5)</b>	<b>61.7</b>
Financing :						
Net loans	140.4	104.8	146.5	84.1	39.1	(45.0)
Capital in finance lease rentals	(12.1)	(17.5)	(12.0)	(8.4)	(6.9)	1.6
Issue of shares	0.0	11.8	(27.0)	(0.1)	5.0	5.1
Net cash flow from financing	128.2	99.1	107.5	75.5	37.2	(38.3)
Management of liquid resources	5.6	(30.7)	(51.1)	45.3	25.8	(19.5)
<b>Increase/(decrease) in cash</b>	<b>8.5</b>	<b>2.9</b>	<b>9.1</b>	<b>(14.3)</b>	<b>(10.4)</b>	<b>3.9</b>

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<b>WATER ONLY COMPANIES CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	£m	£m	£m	£m	£m	
<b>Net cash flow from operating activities</b>	<b>345.1</b>	<b>328.3</b>	<b>378.2</b>	<b>387.5</b>	<b>390.6</b>	<b>3.1</b>
Returns on investment & servicing of finance:						
Net interest	(44.3)	(46.4)	(55.1)	(38.5)	(43.4)	(4.9)
Dividends paid on non-equity shares	(4.9)	(5.3)	(3.6)	(2.2)	(2.1)	0.1
Total	(49.1)	(51.7)	(58.6)	(40.7)	(45.5)	(4.8)
UK Corporation tax paid	(16.8)	(22.2)	(25.8)	(34.1)	(30.8)	3.3
Investing activities:						
Purchase of fixed assets and subsidiaries	(250.4)	(155.9)	(157.4)	(168.9)	(226.1)	(57.3)
Infrastructure renewals expenditure	(63.7)	(59.6)	(65.4)	(109.5)	(88.2)	21.3
Disposal of fixed assets	13.7	7.9	10.6	2.8	6.2	3.4
Movements on long term loans to group companies	N/A	N/A	N/A	(33.3)	32.0	N/A
Total	(300.3)	(207.7)	(212.2)	(308.8)	(276.1)	32.7
Dividends paid on equity shares	(104.1)	(112.2)	(128.8)	(139.0)	(111.6)	27.4
<b>Net cashflow before financing</b>	<b>(125.3)</b>	<b>(65.5)</b>	<b>(47.2)</b>	<b>(135.2)</b>	<b>(73.5)</b>	<b>61.7</b>
Financing :						
Net loans	140.4	104.8	146.5	84.1	39.1	(45.0)
Capital in finance lease rentals	(12.1)	(17.5)	(12.0)	(8.4)	(6.9)	1.6
Issue of shares	0.0	11.8	(27.0)	(0.1)	5.0	5.1
Net cash flow from financing	128.2	99.1	107.5	75.5	37.2	(38.3)
Management of liquid resources	5.6	(30.7)	(51.1)	45.3	25.8	(19.5)
<b>Increase/(decrease) in cash</b>	<b>8.5</b>	<b>2.9</b>	<b>9.1</b>	<b>(14.3)</b>	<b>(10.4)</b>	<b>3.9</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>ANGLIAN WATER SERVICES LTD</b>						
<b>CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	
<b>Net cash flow from operating activities</b>	<b>522.8</b>	<b>591.9</b>	<b>567.5</b>	<b>577.7</b>	<b>588.6</b>	<b>10.9</b>
Returns on investment & servicing of finance:						
Net interest	(20.7)	(29.8)	17.1	(5.7)	(11.8)	(6.1)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(20.7)	(29.8)	17.1	(5.7)	(11.8)	(6.1)
UK Corporation tax paid	0.3	(0.9)	(7.0)	(34.8)	(24.7)	10.1
Investing activities:						
Purchase of fixed assets and subsidiaries	(248.6)	(251.5)	(212.3)	(325.7)	(337.2)	(11.5)
Infrastructure renewals expenditure	(46.3)	(41.0)	(46.7)	(73.2)	(76.8)	(3.7)
Disposal of fixed assets	1.3	1.3	2.0	5.8	2.5	(3.3)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(293.5)	(291.3)	(257.0)	(393.0)	(411.5)	(18.4)
Dividends paid on equity shares	(392.3)	(255.8)	(325.4)	(458.2)	(286.1)	172.1
<b>Net cashflow before financing</b>	<b>(183.3)</b>	<b>14.2</b>	<b>(4.8)</b>	<b>(314.0)</b>	<b>(145.4)</b>	<b>168.5</b>
Financing :						
Net loans	517.3	(4.1)	115.7	387.5	298.3	(89.2)
Capital in finance lease rentals	(27.9)	(19.2)	(22.1)	(24.8)	(27.2)	(2.4)
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	489.4	(23.3)	93.6	362.6	271.0	(91.6)
Management of liquid resources	(206.7)	(116.5)	(94.1)	(20.5)	(126.4)	(105.9)
<b>Increase/(decrease) in cash</b>	<b>99.4</b>	<b>(125.6)</b>	<b>(5.3)</b>	<b>28.1</b>	<b>(0.8)</b>	<b>(28.9)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>DWR CYMRU CYFYNGEDIG CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	
<b>Net cash flow from operating activities</b>	<b>288.6</b>	<b>299.3</b>	<b>331.9</b>	<b>342.8</b>	<b>360.5</b>	<b>17.7</b>
Returns on investment & servicing of finance:						
Net interest	(137.8)	(150.7)	(144.5)	(71.4)	(198.5)	(127.2)
Dividends paid on non-equity shares	(24.0)	(15.5)	0.0	0.0	0.0	0.0
Total	(161.9)	(166.1)	(144.5)	(71.4)	(198.5)	(127.2)
UK Corporation tax paid	0.0	0.0	(1.2)	0.0	0.0	0.0
Investing activities:						
Purchase of fixed assets and subsidiaries	(248.8)	(245.1)	(179.6)	(200.9)	(197.0)	4.0
Infrastructure renewals expenditure	(55.6)	(46.4)	(52.0)	(59.9)	(73.8)	(13.8)
Disposal of fixed assets	3.2	0.5	0.8	0.0	0.8	0.8
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(301.3)	(291.1)	(230.7)	(260.9)	(269.9)	(9.0)
Dividends paid on equity shares	0.0	0.0	0.0	0.0	0.0	0.0
<b>Net cashflow before financing</b>	<b>(174.4)</b>	<b>(157.9)</b>	<b>(44.5)</b>	<b>10.6</b>	<b>(107.9)</b>	<b>(118.5)</b>
Financing :						
Net loans	108.9	(140.6)	(409.9)	109.1	(4.7)	(113.8)
Capital in finance lease rentals	70.0	303.6	117.4	27.4	75.7	48.3
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	178.9	163.0	(292.6)	136.5	71.0	(65.5)
Management of liquid resources	(5.9)	(3.3)	337.2	(147.5)	36.1	183.6
<b>Increase/(decrease) in cash</b>	<b>(1.4)</b>	<b>1.7</b>	<b>0.0</b>	<b>(0.4)</b>	<b>(0.8)</b>	<b>(0.4)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>NORTHUMBRIAN WATER LTD</b>						
<b>CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>250.6</b>	<b>286.0</b>	<b>319.5</b>	<b>313.8</b>	<b>333.1</b>	<b>19.3</b>
Returns on investment & servicing of finance:						
Net interest	(79.6)	(85.1)	(93.2)	(81.3)	(83.7)	(2.4)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(79.6)	(85.1)	(93.2)	(81.3)	(83.7)	(2.4)
UK Corporation tax paid	(0.9)	0.6	(11.2)	(22.5)	(29.0)	(6.5)
Investing activities:						
Purchase of fixed assets and subsidiaries	(71.6)	(150.7)	(178.9)	(173.5)	(197.4)	(23.9)
Infrastructure renewals expenditure	(29.2)	(33.5)	(34.6)	(42.3)	(34.9)	7.4
Disposal of fixed assets	0.6	1.8	2.2	2.1	1.6	(0.5)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(100.2)	(182.6)	(211.3)	(213.8)	(230.7)	(17.0)
Dividends paid on equity shares	(87.7)	(110.5)	(60.9)	(71.4)	(72.6)	(1.2)
<b>Net cashflow before financing</b>	<b>(17.7)</b>	<b>(91.6)</b>	<b>(57.2)</b>	<b>(75.3)</b>	<b>(83.0)</b>	<b>(7.7)</b>
Financing :						
Net loans	(97.2)	87.1	119.3	282.0	9.1	(272.9)
Capital in finance lease rentals	(3.2)	(3.3)	(3.1)	(2.6)	(3.2)	(0.6)
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	(100.4)	83.8	116.1	279.4	5.9	(273.5)
Management of liquid resources	108.7	0.0	(62.3)	(204.3)	70.8	275.1
<b>Increase/(decrease) in cash</b>	<b>(9.2)</b>	<b>(7.8)</b>	<b>(3.4)</b>	<b>(0.2)</b>	<b>(6.3)</b>	<b>(6.1)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>SEVERN TRENT WATER LIMITED</b>						
<b>CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	
<b>Net cash flow from operating activities</b>	<b>639.6</b>	<b>639.1</b>	<b>686.7</b>	<b>724.6</b>	<b>671.3</b>	<b>-53.3</b>
Returns on investment & servicing of finance:						
Net interest	(133.8)	(126.4)	(156.9)	(143.0)	(139.8)	3.2
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(133.9)	(126.4)	(156.9)	(143.0)	(139.8)	3.2
UK Corporation tax paid	(4.6)	0.6	(63.0)	(71.4)	(49.9)	21.5
Investing activities:						
Purchase of fixed assets and subsidiaries	(400.9)	(381.1)	(329.6)	(361.2)	(435.5)	(74.3)
Infrastructure renewals expenditure	(73.8)	(69.6)	(102.1)	(102.2)	(111.3)	(9.1)
Disposal of fixed assets	26.9	13.4	6.7	42.9	2.9	(40.0)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(447.9)	(437.3)	(425.0)	(420.4)	(543.9)	(123.5)
Dividends paid on equity shares	(180.6)	(163.0)	(165.1)	(678.9)	(260.9)	418.0
<b>Net cashflow before financing</b>	<b>(127.2)</b>	<b>(87.0)</b>	<b>(123.2)</b>	<b>(589.1)</b>	<b>(323.2)</b>	<b>265.9</b>
Financing :						
Net loans	111.0	93.5	(137.6)	451.2	1,021.8	570.6
Capital in finance lease rentals	0.0	0.0	11.9	(35.1)	(23.1)	12.0
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	111.0	93.5	(125.7)	416.1	998.7	582.6
Management of liquid resources	0.0	(2.5)	0.2	0.2	(446.8)	(447.0)
<b>Increase/(decrease) in cash</b>	<b>(16.3)</b>	<b>4.0</b>	<b>(248.7)</b>	<b>(172.9)</b>	<b>228.7</b>	<b>401.6</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>SOUTH WEST WATER LTD CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>199.0</b>	<b>215.1</b>	<b>199.6</b>	<b>241.4</b>	<b>259.9</b>	<b>18.5</b>
Returns on investment & servicing of finance:						
Net interest	(41.3)	(51.5)	(104.4)	(45.7)	(62.1)	(16.4)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(41.3)	(51.5)	(104.4)	(45.7)	(62.1)	(16.4)
UK Corporation tax paid	2.3	(3.3)	3.3	(1.7)	(6.9)	(5.2)
Investing activities:						
Purchase of fixed assets and subsidiaries	(146.9)	(130.9)	(160.6)	(180.3)	(138.5)	41.9
Infrastructure renewals expenditure	(18.9)	(16.5)	(19.6)	(27.1)	(28.0)	(0.9)
Disposal of fixed assets	2.4	1.8	2.6	3.2	0.2	(3.0)
Movements on long term loans to group companies	N/A	N/A	N/A	0.9	(0.1)	N/A
Total	(163.5)	(145.6)	(177.6)	(203.3)	(166.4)	36.9
Dividends paid on equity shares	(86.4)	(88.1)	(213.8)	(78.1)	(68.7)	9.4
<b>Net cashflow before financing</b>	<b>(89.9)</b>	<b>(73.4)</b>	<b>(292.8)</b>	<b>(87.4)</b>	<b>(44.2)</b>	<b>43.2</b>
Financing :						
Net loans	182.9	61.7	89.5	180.2	165.5	(14.7)
Capital in finance lease rentals	(3.9)	(3.3)	(12.4)	(21.0)	(12.6)	8.4
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	178.9	58.5	77.1	159.2	152.9	(6.3)
Management of liquid resources	(72.5)	21.1	233.5	(62.5)	(30.0)	32.5
<b>Increase/(decrease) in cash</b>	<b>16.5</b>	<b>6.1</b>	<b>17.8</b>	<b>9.3</b>	<b>78.7</b>	<b>69.4</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>SOUTHERN WATER SERVICES LTD CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>280.5</b>	<b>330.2</b>	<b>353.6</b>	<b>349.8</b>	<b>362.5</b>	<b>12.7</b>
Returns on investment & servicing of finance:						
Net interest	(104.2)	(96.7)	(91.1)	(66.7)	(101.7)	(34.9)
Dividends paid on non-equity shares	(10.9)	(15.2)	(14.8)	(14.3)	(13.7)	0.6
Total	(115.1)	(111.9)	(105.9)	(81.0)	(115.4)	(34.4)
UK Corporation tax paid	(33.8)	(18.8)	(17.1)	(16.6)	(16.9)	(0.3)
Investing activities:						
Purchase of fixed assets and subsidiaries	(208.8)	(178.7)	(235.2)	(452.0)	(366.9)	85.1
Infrastructure renewals expenditure	(32.2)	(20.1)	(44.2)	(63.6)	(47.9)	15.7
Disposal of fixed assets	2.5	5.0	5.9	8.5	31.8	23.3
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(238.4)	(193.7)	(273.4)	(507.1)	(383.0)	124.1
Dividends paid on equity shares	(56.4)	(43.8)	(45.2)	(61.6)	(64.8)	(3.2)
<b>Net cashflow before financing</b>	<b>(163.2)</b>	<b>(38.2)</b>	<b>(88.0)</b>	<b>(316.5)</b>	<b>(217.6)</b>	<b>98.9</b>
Financing :						
Net loans	60.2	198.0	76.5	205.0	298.3	93.3
Capital in finance lease rentals	0.0	0.0	0.0	0.0	0.0	0.0
Issue of shares	297.2	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	357.4	198.0	76.5	205.0	298.3	93.3
Management of liquid resources	(33.3)	0.0	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>160.9</b>	<b>159.8</b>	<b>(11.5)</b>	<b>(111.4)</b>	<b>80.8</b>	<b>192.2</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>THAMES WATER UTILITIES LTD CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	
<b>Net cash flow from operating activities</b>	<b>737.3</b>	<b>761.5</b>	<b>817.5</b>	<b>783.8</b>	<b>924.1</b>	<b>140.3</b>
Returns on investment & servicing of finance:						
Net interest	(139.9)	(148.3)	(141.8)	(147.7)	(188.8)	(41.1)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(139.9)	(148.3)	(141.8)	(147.7)	(188.8)	(41.1)
UK Corporation tax paid	(15.5)	(23.2)	(55.2)	(65.2)	(72.6)	(7.4)
Investing activities:						
Purchase of fixed assets and subsidiaries	(538.9)	(472.2)	(492.8)	(545.2)	(743.0)	(197.8)
Infrastructure renewals expenditure	(68.8)	(80.9)	(58.7)	(122.6)	(176.2)	(53.6)
Disposal of fixed assets	17.7	10.2	10.0	20.6	75.6	55.0
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	(1,180.0)	N/A
Total	(589.9)	(542.8)	(541.4)	(647.2)	(2,023.6)	(1,376.4)
Dividends paid on equity shares	(149.8)	(46.2)	(291.9)	(547.5)	(93.7)	453.8
<b>Net cashflow before financing</b>	<b>(157.9)</b>	<b>1.0</b>	<b>(212.9)</b>	<b>(623.7)</b>	<b>(1,454.6)</b>	<b>(830.9)</b>
Financing :						
Net loans	153.4	2.7	236.5	831.7	1,345.2	513.5
Capital in finance lease rentals	(6.3)	(7.2)	(8.8)	(10.2)	(11.1)	(0.9)
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	147.1	(4.5)	227.7	821.5	1,334.1	512.6
Management of liquid resources	0.0	0.0	0.0	(117.2)	96.9	214.1
<b>Increase/(decrease) in cash</b>	<b>(10.8)</b>	<b>(3.5)</b>	<b>14.8</b>	<b>80.6</b>	<b>(23.6)</b>	<b>(104.2)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>UNITED UTILITIES WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>767.1</b>	<b>674.1</b>	<b>848.3</b>	<b>942.8</b>	<b>958.1</b>	<b>15.3</b>
Returns on investment & servicing of finance:						
Net interest	(142.4)	(219.5)	(233.5)	(175.5)	(179.1)	(3.6)
Dividends paid on non-equity shares	(10.4)	(10.1)	(9.8)	(9.5)	(4.6)	4.9
Total	(152.8)	(229.5)	(243.3)	(185.0)	(183.6)	1.4
UK Corporation tax paid	10.5	15.0	0.0	(56.2)	(83.1)	(26.9)
Investing activities:						
Purchase of fixed assets and subsidiaries	(841.4)	(722.1)	(443.7)	(455.1)	(608.0)	(152.9)
Infrastructure renewals expenditure	(92.6)	(73.5)	(84.5)	(109.2)	(126.3)	(17.1)
Disposal of fixed assets	8.3	2.6	11.0	4.4	14.5	10.2
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(925.6)	(793.1)	(517.1)	(559.9)	(719.8)	(159.8)
Dividends paid on equity shares	(221.3)	(225.2)	(244.8)	(277.0)	(296.6)	(19.6)
<b>Net cashflow before financing</b>	<b>(522.3)</b>	<b>(558.8)</b>	<b>(156.9)</b>	<b>(135.4)</b>	<b>(325.0)</b>	<b>(189.6)</b>
Financing :						
Net loans	288.7	813.6	(14.6)	770.4	(540.9)	(1,311.3)
Capital in finance lease rentals	(117.0)	0.0	(0.8)	(5.3)	(6.2)	(0.9)
Issue of shares	114.3	0.0	432.1	0.0	0.0	0.0
Net cash flow from financing	286.1	813.6	416.7	765.0	(547.1)	(1,312.1)
Management of liquid resources	199.2	(235.2)	(266.8)	(592.6)	809.5	1,402.1
<b>Increase/(decrease) in cash</b>	<b>(37.0)</b>	<b>19.7</b>	<b>(7.0)</b>	<b>37.1</b>	<b>(62.5)</b>	<b>(99.6)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>WESSEX WATER SERVICES LTD CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>223.3</b>	<b>225.9</b>	<b>239.3</b>	<b>244.9</b>	<b>264.9</b>	<b>20.0</b>
Returns on investment & servicing of finance:						
Net interest	(60.1)	(72.6)	(66.9)	(67.9)	(69.3)	(1.4)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(60.1)	(72.6)	(66.9)	(67.9)	(69.3)	(1.4)
UK Corporation tax paid	0.0	(1.2)	(11.2)	(29.6)	(28.6)	1.0
Investing activities:						
Purchase of fixed assets and subsidiaries	(167.1)	(155.9)	(108.2)	(106.3)	(164.6)	(58.2)
Infrastructure renewals expenditure	(21.5)	(22.3)	(21.9)	(27.0)	(44.2)	(17.3)
Disposal of fixed assets	1.6	1.8	1.8	4.9	1.4	(3.5)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(187.1)	(176.3)	(128.2)	(128.4)	(207.4)	(79.0)
Dividends paid on equity shares	(55.7)	(47.2)	(53.9)	(100.8)	(82.3)	18.5
<b>Net cashflow before financing</b>	<b>(79.4)</b>	<b>(71.5)</b>	<b>(21.0)</b>	<b>(81.8)</b>	<b>(122.7)</b>	<b>(40.9)</b>
Financing :						
Net loans	(35.2)	168.7	(39.0)	321.2	160.3	(160.9)
Capital in finance lease rentals	110.6	(5.1)	(2.4)	(2.8)	(3.2)	(0.4)
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	75.4	163.6	(41.4)	318.4	157.1	(161.3)
Management of liquid resources	0.0	0.0	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>(4.0)</b>	<b>92.1</b>	<b>(62.3)</b>	<b>236.6</b>	<b>34.4</b>	<b>(202.2)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>YORKSHIRE WATER SERVICES LTD CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>435.7</b>	<b>476.5</b>	<b>469.0</b>	<b>447.4</b>	<b>517.1</b>	<b>69.8</b>
Returns on investment & servicing of finance:						
Net interest	(79.7)	(77.9)	(92.5)	(74.6)	(119.0)	(44.4)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(79.7)	(77.9)	(92.5)	(74.6)	(119.0)	(44.4)
UK Corporation tax paid	(11.7)	(20.9)	(20.7)	(51.1)	(73.7)	(22.5)
Investing activities:						
Purchase of fixed assets and subsidiaries	(268.3)	(297.7)	(257.8)	(319.9)	(324.8)	(4.9)
Infrastructure renewals expenditure	(56.6)	(57.8)	(58.3)	(43.5)	(48.3)	(4.8)
Disposal of fixed assets	6.2	5.1	5.8	6.5	45.1	38.6
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(318.7)	(350.4)	(310.2)	(356.9)	(328.0)	28.9
Dividends paid on equity shares	(115.8)	(111.3)	(289.8)	(861.2)	(111.2)	750.0
<b>Net cashflow before financing</b>	<b>(90.1)</b>	<b>(84.1)</b>	<b>(244.2)</b>	<b>(896.4)</b>	<b>(114.7)</b>	<b>781.7</b>
Financing :						
Net loans	91.3	99.9	256.3	956.0	103.0	(853.0)
Capital in finance lease rentals	(7.3)	(7.6)	(10.0)	(64.8)	9.2	74.0
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	84.0	92.2	246.3	891.2	112.3	(779.0)
Management of liquid resources	0.0	0.0	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>(6.1)</b>	<b>8.1</b>	<b>2.1</b>	<b>(5.2)</b>	<b>(2.4)</b>	<b>2.7</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>BOURNEMOUTH AND WEST HAMPSHIRE WATER PLC</b>						
<b>CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	
<b>Net cash flow from operating activities</b>	<b>17.4</b>	<b>17.8</b>	<b>19.5</b>	<b>18.4</b>	<b>22.1</b>	<b>3.7</b>
Returns on investment & servicing of finance:						
Net interest	(1.2)	(1.3)	(18.2)	(1.7)	(2.0)	(0.3)
Dividends paid on non-equity shares	(2.5)	(2.4)	(1.3)	0.0	0.0	0.0
Total	(3.7)	(3.7)	(19.5)	(1.7)	(2.0)	(0.3)
UK Corporation tax paid	(1.6)	(2.2)	(2.8)	(1.7)	(2.3)	(0.7)
Investing activities:						
Purchase of fixed assets and subsidiaries	(9.7)	(7.3)	(8.5)	(8.2)	(9.6)	(1.5)
Infrastructure renewals expenditure	(1.2)	(1.2)	(2.1)	(1.9)	(1.7)	0.2
Disposal of fixed assets	0.1	0.4	0.0	0.0	0.0	0.0
Movements on long term loans to group companies	N/A	N/A	N/A	(33.3)	32.0	N/A
Total	(10.7)	(8.1)	(10.6)	(43.4)	20.7	64.1
Dividends paid on equity shares	(1.7)	(1.8)	(4.4)	(5.9)	(5.7)	0.1
<b>Net cashflow before financing</b>	<b>(0.4)</b>	<b>2.1</b>	<b>(17.6)</b>	<b>(34.1)</b>	<b>32.8</b>	<b>66.9</b>
Financing :						
Net loans	2.3	0.0	50.2	29.2	(28.0)	(57.2)
Capital in finance lease rentals	(0.6)	(0.6)	(0.7)	(0.6)	(0.6)	0.0
Issue of shares	0.0	0.0	(27.0)	0.0	0.0	0.0
Net cash flow from financing	1.7	(0.6)	22.6	28.6	(28.6)	(57.2)
Management of liquid resources	0.0	0.0	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>1.3</b>	<b>1.5</b>	<b>4.9</b>	<b>(5.6)</b>	<b>4.2</b>	<b>9.8</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>BRISTOL WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	£m	£m	£m	£m	£m	
<b>Net cash flow from operating activities</b>	<b>37.5</b>	<b>37.6</b>	<b>36.2</b>	<b>44.1</b>	<b>47.7</b>	<b>3.7</b>
Returns on investment & servicing of finance:						
Net interest	(6.9)	(5.9)	(5.3)	(4.2)	(4.6)	(0.4)
Dividends paid on non-equity shares	(1.3)	(1.8)	(1.2)	(1.1)	(1.1)	0.0
Total	(8.1)	(7.7)	(6.5)	(5.4)	(5.7)	(0.3)
UK Corporation tax paid	(3.3)	(2.0)	(1.7)	(1.0)	(2.0)	(1.0)
Investing activities:						
Purchase of fixed assets and subsidiaries	(74.2)	(9.5)	(33.6)	(26.0)	(34.7)	(8.7)
Infrastructure renewals expenditure	(7.6)	(8.6)	(9.4)	(13.2)	(10.7)	2.5
Disposal of fixed assets	0.5	0.0	0.2	0.0	0.2	0.2
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(81.3)	(18.1)	(42.9)	(39.2)	(45.2)	(6.0)
Dividends paid on equity shares	(18.1)	(8.1)	(10.9)	(6.3)	(11.6)	(5.3)
<b>Net cashflow before financing</b>	<b>(73.4)</b>	<b>1.7</b>	<b>(25.7)</b>	<b>(7.8)</b>	<b>(16.8)</b>	<b>(9.0)</b>
Financing :						
Net loans	84.0	(5.9)	58.5	0.0	10.0	10.0
Capital in finance lease rentals	(1.7)	(1.9)	(2.1)	(2.3)	(2.5)	(0.2)
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	82.3	(7.7)	56.4	(2.3)	7.5	9.8
Management of liquid resources	(10.7)	6.0	(31.3)	11.9	6.8	(5.2)
<b>Increase/(decrease) in cash</b>	<b>(1.8)</b>	<b>0.0</b>	<b>(0.6)</b>	<b>1.8</b>	<b>(2.5)</b>	<b>(4.3)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>CAMBRIDGE WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>7.9</b>	<b>6.2</b>	<b>11.5</b>	<b>7.8</b>	<b>6.0</b>	<b>-1.9</b>
Returns on investment & servicing of finance:						
Net interest	(1.2)	(0.9)	(1.4)	(1.4)	(1.2)	0.2
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(1.2)	(0.9)	(1.4)	(1.4)	(1.2)	0.2
UK Corporation tax paid	(0.6)	0.0	(1.5)	(0.6)	(0.0)	0.5
Investing activities:						
Purchase of fixed assets and subsidiaries	(2.0)	(5.1)	(2.3)	(2.1)	(2.4)	(0.2)
Infrastructure renewals expenditure	(1.5)	(1.5)	(1.6)	(1.8)	(1.4)	0.3
Disposal of fixed assets	10.6	0.6	0.0	0.0	0.0	(0.0)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	7.1	(6.0)	(3.9)	(3.9)	(3.8)	0.1
Dividends paid on equity shares	(5.3)	(23.7)	(2.7)	(2.4)	(2.4)	0.0
<b>Net cashflow before financing</b>	<b>7.9</b>	<b>(24.4)</b>	<b>2.0</b>	<b>(0.4)</b>	<b>(1.5)</b>	<b>(1.0)</b>
Financing :						
Net loans	(2.3)	26.3	(0.5)	2.1	1.5	(0.6)
Capital in finance lease rentals	(1.0)	(1.9)	(1.0)	(0.9)	(0.2)	0.7
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	(3.3)	24.4	(1.6)	1.1	1.3	0.1
Management of liquid resources	0.0	0.0	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>4.7</b>	<b>(0.0)</b>	<b>0.5</b>	<b>0.7</b>	<b>(0.2)</b>	<b>(0.9)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>DEE VALLEY WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	£m	£m	£m	£m	£m	
<b>Net cash flow from operating activities</b>	<b>10.7</b>	<b>9.0</b>	<b>8.3</b>	<b>11.1</b>	<b>8.5</b>	<b>-2.6</b>
Returns on investment & servicing of finance:						
Net interest	(1.2)	(1.2)	(1.3)	(1.4)	(1.5)	(0.1)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(1.2)	(1.2)	(1.3)	(1.4)	(1.5)	(0.1)
UK Corporation tax paid	(0.3)	(0.4)	(0.3)	(0.8)	0.2	1.0
Investing activities:						
Purchase of fixed assets and subsidiaries	(7.3)	(5.3)	(3.6)	(9.3)	(6.6)	2.7
Infrastructure renewals expenditure	(2.6)	(2.1)	(2.0)	(1.2)	(1.4)	(0.2)
Disposal of fixed assets	0.0	0.1	0.0	0.0	0.0	(0.0)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(9.8)	(7.3)	(5.6)	(10.5)	(8.0)	2.5
Dividends paid on equity shares	(1.4)	(1.4)	(1.4)	(1.3)	(1.3)	0.0
<b>Net cashflow before financing</b>	<b>(2.1)</b>	<b>(1.4)</b>	<b>(0.2)</b>	<b>(2.9)</b>	<b>(2.0)</b>	<b>0.8</b>
Financing :						
Net loans	0.0	0.0	0.0	2.6	3.5	0.9
Capital in finance lease rentals	0.0	0.0	0.0	0.0	0.0	0.0
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	0.0	0.0	0.0	2.6	3.5	0.9
Management of liquid resources	1.9	1.3	0.2	0.4	(1.9)	(2.3)
<b>Increase/(decrease) in cash</b>	<b>(0.2)</b>	<b>(0.1)</b>	<b>(0.0)</b>	<b>0.1</b>	<b>(0.4)</b>	<b>(0.6)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>FOLKESTONE AND DOVER WATER SERVICES LTD</b>						
<b>CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>8.4</b>	<b>9.5</b>	<b>9.1</b>	<b>9.1</b>	<b>10.4</b>	<b>1.3</b>
Returns on investment & servicing of finance:						
Net interest	(1.1)	(1.3)	(1.1)	(0.9)	(1.6)	(0.7)
Dividends paid on non-equity shares	(0.0)	(0.0)	(0.0)	(0.0)	0.0	0.0
Total	(1.1)	(1.3)	(1.1)	(0.9)	(1.6)	(0.7)
UK Corporation tax paid	(0.8)	(0.9)	(1.1)	(1.2)	(1.2)	(0.1)
Investing activities:						
Purchase of fixed assets and subsidiaries	(6.2)	(5.5)	(8.8)	(5.7)	(3.9)	1.8
Infrastructure renewals expenditure	(0.4)	(0.5)	(0.8)	(0.8)	(0.8)	(0.0)
Disposal of fixed assets	0.0	0.0	0.0	0.2	0.0	(0.2)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(6.6)	(6.0)	(9.6)	(6.3)	(4.7)	1.6
Dividends paid on equity shares	(2.1)	(2.6)	(4.1)	(3.2)	(3.5)	(0.2)
<b>Net cashflow before financing</b>	<b>(2.2)</b>	<b>(1.3)</b>	<b>(6.8)</b>	<b>(2.5)</b>	<b>(0.6)</b>	<b>1.9</b>
Financing :						
Net loans	2.2	1.6	5.8	3.2	0.0	(3.2)
Capital in finance lease rentals	0.0	0.0	0.0	0.0	0.0	0.0
Issue of shares	0.0	0.0	0.0	(0.1)	0.0	0.1
Net cash flow from financing	2.2	1.6	5.8	3.1	0.0	(3.1)
Management of liquid resources	0.0	0.0	0.0	0.0	0.2	0.2
<b>Increase/(decrease) in cash</b>	<b>(0.0)</b>	<b>0.3</b>	<b>(1.0)</b>	<b>0.6</b>	<b>(0.5)</b>	<b>(1.0)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>MID KENT WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>25.3</b>	<b>24.5</b>	<b>26.3</b>	<b>27.8</b>	<b>27.2</b>	<b>-0.6</b>
Returns on investment & servicing of finance:						
Net interest	(5.2)	(2.8)	(6.7)	(6.4)	(7.2)	(0.8)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(5.2)	(2.8)	(6.7)	(6.4)	(7.2)	(0.8)
UK Corporation tax paid	(0.5)	(4.5)	0.0	0.0	0.3	0.3
Investing activities:						
Purchase of fixed assets and subsidiaries	(21.4)	(20.1)	(18.0)	(21.9)	(24.1)	(2.2)
Infrastructure renewals expenditure	(4.4)	(4.8)	(5.6)	(6.0)	(4.6)	1.4
Disposal of fixed assets	1.9	0.2	0.2	0.6	0.8	0.1
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(23.9)	(24.7)	(23.5)	(27.2)	(28.0)	(0.7)
Dividends paid on equity shares	(7.8)	(5.0)	(6.0)	(5.5)	(8.9)	(3.4)
<b>Net cashflow before financing</b>	<b>(12.1)</b>	<b>(12.5)</b>	<b>(9.9)</b>	<b>(11.4)</b>	<b>(16.5)</b>	<b>(5.1)</b>
Financing :						
Net loans	6.0	7.1	13.5	7.1	4.5	(2.6)
Capital in finance lease rentals	0.0	0.0	0.0	0.0	0.0	0.0
Issue of shares	0.0	7.5	0.0	0.0	0.0	0.0
Net cash flow from financing	6.0	14.7	13.5	7.1	4.5	(2.6)
Management of liquid resources	5.6	(2.2)	(3.6)	4.8	10.7	5.8
<b>Increase/(decrease) in cash</b>	<b>(0.5)</b>	<b>0.0</b>	<b>0.1</b>	<b>0.5</b>	<b>(1.3)</b>	<b>(1.9)</b>

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>PORTSMOUTH WATER LTD</b>						
<b>CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>18.0</b>	<b>17.4</b>	<b>17.5</b>	<b>19.0</b>	<b>15.8</b>	<b>-3.2</b>
Returns on investment & servicing of finance:						
Net interest	0.0	0.5	0.7	0.3	0.5	0.2
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	0.0	0.5	0.7	0.3	0.5	0.2
UK Corporation tax paid	(2.6)	(2.8)	(2.3)	(2.3)	(1.9)	0.4
Investing activities:						
Purchase of fixed assets and subsidiaries	(6.0)	(6.6)	(3.3)	(8.0)	(7.4)	0.6
Infrastructure renewals expenditure	(4.0)	(3.8)	(3.4)	(4.3)	(4.8)	(0.5)
Disposal of fixed assets	0.0	0.0	0.0	1.2	0.0	(1.2)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(10.0)	(10.4)	(6.6)	(11.1)	(12.1)	(1.1)
Dividends paid on equity shares	(4.0)	(5.1)	(4.4)	(4.7)	(4.8)	(0.1)
<b>Net cashflow before financing</b>	<b>1.4</b>	<b>(0.3)</b>	<b>4.8</b>	<b>1.2</b>	<b>(2.5)</b>	<b>(3.7)</b>
Financing :						
Net loans	(0.6)	0.0	(4.9)	1.6	2.5	0.9
Capital in finance lease rentals	0.0	0.0	0.0	0.0	0.0	0.0
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	(0.6)	0.0	(4.9)	1.6	2.5	0.9
Management of liquid resources	(0.1)	(0.0)	0.1	(0.1)	(0.1)	(0.0)
<b>Increase/(decrease) in cash</b>	<b>0.8</b>	<b>(0.4)</b>	<b>0.1</b>	<b>2.8</b>	<b>(0.0)</b>	<b>(2.8)</b>

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<b>SOUTH EAST WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>58.2</b>	<b>59.8</b>	<b>63.1</b>	<b>65.3</b>	<b>65.8</b>	<b>0.5</b>
Returns on investment & servicing of finance:						
Net interest	(8.4)	(19.3)	(2.1)	(3.0)	(4.7)	(1.7)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(8.4)	(19.3)	(2.1)	(3.0)	(4.7)	(1.7)
UK Corporation tax paid	(2.6)	0.0	(5.4)	(8.2)	(5.8)	2.3
Investing activities:						
Purchase of fixed assets and subsidiaries	(33.0)	(30.4)	(33.3)	(31.1)	(38.1)	(7.1)
Infrastructure renewals expenditure	(11.3)	(13.8)	(13.6)	(12.3)	(11.2)	1.1
Disposal of fixed assets	0.0	0.0	7.8	0.6	0.1	(0.5)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(44.2)	(44.2)	(39.1)	(42.8)	(49.3)	(6.5)
Dividends paid on equity shares	(18.9)	(14.4)	(49.0)	(42.8)	(22.1)	20.8
<b>Net cashflow before financing</b>	<b>(15.9)</b>	<b>(18.1)</b>	<b>(32.6)</b>	<b>(31.5)</b>	<b>(16.1)</b>	<b>15.4</b>
Financing :						
Net loans	25.5	44.6	11.2	38.6	10.5	(28.1)
Capital in finance lease rentals	(1.7)	(5.8)	(1.4)	(1.5)	(1.6)	(0.1)
Issue of shares	0.0	4.2	0.0	0.0	5.0	5.0
Net cash flow from financing	23.8	43.0	9.8	37.1	13.9	(23.2)
Management of liquid resources	0.0	(22.3)	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>7.9</b>	<b>2.6</b>	<b>(22.8)</b>	<b>5.6</b>	<b>(2.2)</b>	<b>(7.8)</b>

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<b>SOUTH STAFFORDSHIRE WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>31.6</b>	<b>28.3</b>	<b>37.6</b>	<b>37.7</b>	<b>36.2</b>	<b>-1.6</b>
Returns on investment & servicing of finance:						
Net interest	(4.6)	(4.5)	(3.5)	(3.4)	(4.0)	(0.6)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(4.6)	(4.5)	(3.5)	(3.4)	(4.0)	(0.6)
UK Corporation tax paid	(0.9)	(1.8)	(0.2)	(0.3)	(0.9)	(0.6)
Investing activities:						
Purchase of fixed assets and subsidiaries	(24.9)	(12.8)	(9.6)	(18.6)	(16.6)	2.0
Infrastructure renewals expenditure	(4.3)	(1.9)	(6.6)	(10.1)	(10.1)	0.1
Disposal of fixed assets	0.1	0.4	1.6	0.1	0.1	(0.0)
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(29.1)	(14.3)	(14.6)	(28.6)	(26.6)	2.0
Dividends paid on equity shares	(4.8)	(11.2)	(6.5)	(19.2)	(11.9)	7.3
<b>Net cashflow before financing</b>	<b>(7.8)</b>	<b>(3.6)</b>	<b>12.9</b>	<b>(13.8)</b>	<b>(7.2)</b>	<b>6.5</b>
Financing :						
Net loans	0.0	3.5	15.8	0.0	0.0	0.0
Capital in finance lease rentals	(1.1)	(1.1)	(0.9)	(0.9)	(0.8)	0.1
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	(1.1)	2.5	14.9	(0.9)	(0.8)	0.1
Management of liquid resources	0.0	0.0	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>(8.9)</b>	<b>(1.1)</b>	<b>27.7</b>	<b>(14.7)</b>	<b>(8.0)</b>	<b>6.6</b>

<b>SUTTON AND EAST SURREY WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>25.1</b>	<b>25.9</b>	<b>22.0</b>	<b>25.9</b>	<b>28.3</b>	<b>2.4</b>
Returns on investment & servicing of finance:						
Net interest	(1.7)	(1.7)	(2.0)	(2.4)	(2.8)	(0.4)
Dividends paid on non-equity shares	(1.1)	(1.1)	(1.0)	(1.0)	(1.0)	0.0
Total	(2.8)	(2.8)	(3.1)	(3.4)	(3.7)	(0.4)
UK Corporation tax paid	2.1	1.1	0.4	0.3	(2.4)	(2.7)
Investing activities:						
Purchase of fixed assets and subsidiaries	(19.4)	(19.8)	(6.9)	(15.5)	(12.5)	3.0
Infrastructure renewals expenditure	(5.0)	(5.4)	(4.4)	(7.8)	(8.3)	(0.5)
Disposal of fixed assets	0.3	0.1	0.1	0.1	0.1	0.0
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(24.0)	(25.0)	(11.2)	(23.3)	(20.7)	2.5
Dividends paid on equity shares	(5.7)	(5.5)	(5.4)	(15.2)	(5.4)	9.8
<b>Net cashflow before financing</b>	<b>(5.4)</b>	<b>(6.4)</b>	<b>2.7</b>	<b>(15.7)</b>	<b>(4.0)</b>	<b>11.7</b>
Financing :						
Net loans	0.5	0.0	0.0	0.0	0.0	0.0
Capital in finance lease rentals	(0.2)	(0.2)	0.0	(0.2)	0.0	0.2
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	0.3	(0.2)	0.0	(0.2)	0.0	0.2
Management of liquid resources	8.9	4.0	(0.8)	11.4	4.3	(7.1)
<b>Increase/(decrease) in cash</b>	<b>3.7</b>	<b>(2.5)</b>	<b>1.8</b>	<b>(4.5)</b>	<b>0.3</b>	<b>4.8</b>

<b>TENDRING HUNDRED WATER SERVICES LTD</b>						
<b>CASH FLOW STATEMENT</b>						
Year to 31st March						
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2006-07 to 2007-08 Change £m</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Net cash flow from operating activities</b>	<b>9.9</b>	<b>10.7</b>	<b>8.6</b>	<b>8.7</b>	<b>7.8</b>	<b>-0.8</b>
Returns on investment & servicing of finance:						
Net interest	(0.5)	(0.6)	(0.5)	(0.6)	(0.2)	0.4
Dividends paid on non-equity shares	(0.1)	(0.1)	(0.0)	(0.0)	0.0	0.0
Total	(0.6)	(0.6)	(0.6)	(0.7)	(0.2)	0.5
UK Corporation tax paid	(1.2)	(1.8)	(2.1)	(2.6)	(1.9)	0.7
Investing activities:						
Purchase of fixed assets and subsidiaries	(1.7)	(2.0)	(0.9)	(1.0)	(4.4)	(3.4)
Infrastructure renewals expenditure	(1.3)	(0.9)	(1.6)	(1.8)	(1.1)	0.7
Disposal of fixed assets	0.1	0.3	0.0	0.0	0.7	0.7
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(2.9)	(2.6)	(2.5)	(2.8)	(4.8)	(2.0)
Dividends paid on equity shares	(4.4)	(3.6)	(3.8)	(3.9)	(3.2)	0.8
<b>Net cashflow before financing</b>	<b>0.8</b>	<b>2.1</b>	<b>(0.3)</b>	<b>(1.3)</b>	<b>(2.2)</b>	<b>(0.9)</b>
Financing :						
Net loans	(1.1)	(1.7)	0.0	0.4	2.4	1.9
Capital in finance lease rentals	0.0	0.0	0.0	0.0	0.0	0.0
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	(1.1)	(1.7)	0.0	0.4	2.4	1.9
Management of liquid resources	0.0	0.0	0.0	0.0	0.0	0.0
<b>Increase/(decrease) in cash</b>	<b>(0.3)</b>	<b>0.5</b>	<b>(0.3)</b>	<b>(0.9)</b>	<b>0.2</b>	<b>1.0</b>

<b>THREE VALLEYS WATER PLC CASH FLOW STATEMENT</b>						
Year to 31st March						<b>2006-07 to 2007-08 Change £m</b>
2007-08 prices	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	
	£m	£m	£m	£m	£m	£m
<b>Net cash flow from operating activities</b>	<b>95.2</b>	<b>81.5</b>	<b>118.5</b>	<b>112.6</b>	<b>114.8</b>	<b>2.2</b>
Returns on investment & servicing of finance:						
Net interest	(12.2)	(7.4)	(13.5)	(13.4)	(14.2)	(0.8)
Dividends paid on non-equity shares	0.0	0.0	0.0	0.0	0.0	0.0
Total	(12.2)	(7.4)	(13.5)	(13.4)	(14.2)	(0.8)
UK Corporation tax paid	(4.4)	(7.0)	(8.8)	(15.9)	(12.9)	3.0
Investing activities:						
Purchase of fixed assets and subsidiaries	(44.8)	(31.5)	(28.5)	(21.5)	(65.8)	(44.3)
Infrastructure renewals expenditure	(20.1)	(15.1)	(14.2)	(48.3)	(32.1)	16.2
Disposal of fixed assets	0.0	5.7	0.6	(0.0)	4.2	4.2
Movements on long term loans to group companies	N/A	N/A	N/A	0.0	0.0	N/A
Total	(64.9)	(40.8)	(42.2)	(69.8)	(93.7)	(23.9)
Dividends paid on equity shares	(29.7)	(29.8)	(30.4)	(28.6)	(30.9)	(2.3)
<b>Net cashflow before financing</b>	<b>(16.0)</b>	<b>(3.5)</b>	<b>23.6</b>	<b>(15.1)</b>	<b>(36.8)</b>	<b>(21.7)</b>
Financing :						
Net loans	23.9	29.2	(3.2)	(0.6)	32.2	32.9
Capital in finance lease rentals	(5.8)	(5.9)	(5.9)	(2.0)	(1.1)	0.8
Issue of shares	0.0	0.0	0.0	0.0	0.0	0.0
Net cash flow from financing	18.1	23.3	(9.1)	(2.6)	31.1	33.7
Management of liquid resources	0.0	(17.6)	(15.8)	16.9	5.9	(10.9)
<b>Increase/(decrease) in cash</b>	<b>2.1</b>	<b>2.2</b>	<b>(1.3)</b>	<b>(0.8)</b>	<b>0.2</b>	<b>1.0</b>

## 5. Financial indicators

<b>ANGLIAN WATER SERVICES LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	2.1	2.0	2.4	2.5	3.1
Adjusted cash interest cover I (capital maintenance charges basis)	1.0	1.0	1.3	1.2	1.7
Adjusted cash interest cover II (capital maintenance expenditure basis)	1.4	1.5	1.7	1.5	2.2
FFO: debt (%)	6.9%	6.4%	9.9%	8.1%	10.7%
RCF: debt (%)	(2.8)%	2.1%	7.9%	1.9%	5.9%

<b>DWR CYMRU CYFYNGEDIG</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	1.9	1.8	2.4	4.8	1.8
Adjusted cash interest cover I (capital maintenance charges basis)	0.9	0.9	1.2	2.3	0.8
Adjusted cash interest cover II (capital maintenance expenditure basis)	1.2	1.3	1.7	2.8	1.0
FFO: debt (%)	6.1%	6.1%	9.1%	11.4%	6.8%
RCF: debt (%)	6.1%	6.1%	7.7%	10.6%	6.4%

<b>NORTHUMBRIAN WATER LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	3.1	3.4	3.4	3.4	3.2
Adjusted cash interest cover I (capital maintenance charges basis)	1.4	1.7	1.7	1.7	1.3
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.0	2.2	2.3	1.9	1.7
FFO: debt (%)	11.2%	12.9%	13.8%	13.0%	12.6%
RCF: debt (%)	5.2%	5.6%	9.4%	8.3%	8.6%

<b>SEVERN TRENT WATER LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	4.7	5.0	4.2	4.7	4.2
Adjusted cash interest cover I (capital maintenance charges basis)	2.3	2.5	1.9	2.1	1.5
Adjusted cash interest cover II (capital maintenance expenditure basis)	3.0	3.2	2.3	2.5	2.0
FFO: debt (%)	19.2%	19.4%	19.0%	16.5%	13.6%
RCF: debt (%)	12.2%	13.2%	11.2%	-5.2%	6.3%

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<b>SOUTH WEST WATER LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	4.0	3.2	1.6	5.4	3.7
Adjusted cash interest cover I (capital maintenance charges basis)	2.5	1.6	0.7	3.0	2.0
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.9	2.4	1.1	3.6	2.6
FFO: debt (%)	14.1%	12.8%	5.8%	15.4%	13.9%
RCF: debt (%)	6.3%	6.3%	(8.3)%	8.2%	8.7%

<b>SOUTHERN WATER SERVICES LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	1.9	1.8	2.0	2.4	2.0
Adjusted cash interest cover I (capital maintenance charges basis)	0.6	0.7	0.9	1.0	0.8
Adjusted cash interest cover II (capital maintenance expenditure basis)	1.0	1.3	0.9	0.5	0.8
FFO: debt (%)	5.9%	6.0%	7.7%	7.4%	6.4%
RCF: debt (%)	1.8%	4.7%	6.4%	6.0%	4.9%

<b>THAMES WATER UTILITIES LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	4.9	4.6	5.1	3.9	4.1
Adjusted cash interest cover I (capital maintenance charges basis)	2.0	1.9	2.1	1.3	1.9
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.7	2.8	3.2	1.6	1.8
FFO: debt (%)	20.0%	20.4%	20.7%	14.7%	13.1%
RCF: debt (%)	15.7%	20.4%	11.6%	0.7%	12.0%

<b>UNITED UTILITIES WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	4.9	3.4	3.2	3.7	3.8
Adjusted cash interest cover I (capital maintenance charges basis)	2.5	1.8	1.6	2.0	2.1
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.3	2.3	2.2	2.4	2.3
FFO: debt (%)	18.9%	16.0%	16.7%	19.2%	17.9%
RCF: debt (%)	12.7%	6.6%	10.2%	12.1%	10.1%

<b>WESSEX WATER SERVICES LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	3.6	3.1	3.4	3.1	3.1
Adjusted cash interest cover I (capital maintenance charges basis)	2.0	1.8	1.9	1.6	1.9
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.5	2.2	2.5	1.9	1.5
FFO: debt (%)	13.1%	12.1%	13.4%	12.0%	13.7%
RCF: debt (%)	8.8%	8.3%	8.6%	3.6%	6.2%

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<b>YORKSHIRE WATER SERVICES LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	4.8	5.2	4.9	5.1	3.6
Adjusted cash interest cover I (capital maintenance charges basis)	2.3	2.6	2.5	2.2	1.6
Adjusted cash interest cover II (capital maintenance expenditure basis)	3.2	3.4	2.8	2.7	2.1
FFO: debt (%)	24.6%	24.9%	22.3%	13.3%	12.5%
RCF: debt (%)	16.0%	18.1%	3.9%	-21.5%	8.3%

<b>BOURNEMOUTH AND WEST HAMPSHIRE WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	10.5	10.3	1.0	4.4	6.7
Adjusted cash interest cover I (capital maintenance charges basis)	4.0	4.2	0.4	2.0	3.6
Adjusted cash interest cover II (capital maintenance expenditure basis)	6.8	5.7	0.6	2.4	4.7
FFO: debt (%)	52.2%	61.8%	0.4%	13.3%	26.4%
RCF: debt (%)	49.5%	54.9%	(10.2)%	8.9%	17.4%

<b>BRISTOL WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	4.6	3.7	4.0	4.0	4.4
Adjusted cash interest cover I (capital maintenance charges basis)	1.8	1.5	1.8	1.5	1.8
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.0	2.2	2.8	2.3	2.4
FFO: debt (%)	17.9%	17.1%	19.8%	17.9%	19.9%
RCF: debt (%)	5.7%	14.1%	9.0%	16.1%	14.8%

<b>CAMBRIDGE WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	6.3	8.3	4.7	5.4	5.9
Adjusted cash interest cover I (capital maintenance charges basis)	3.3	5.5	2.2	2.9	3.3
Adjusted cash interest cover II (capital maintenance expenditure basis)	3.9	2.2	2.7	3.7	4.1
FFO: debt (%)	96.4%	23.5%	21.6%	27.2%	29.1%
RCF: debt (%)	11.7%	(59.8)%	21.2%	12.7%	8.3%

<b>DEE VALLEY WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	6.6	6.3	6.1	5.7	5.4
Adjusted cash interest cover I (capital maintenance charges basis)	3.4	3.4	2.0	1.8	2.3
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.3	2.3	2.8	0.0	0.6
FFO: debt (%)	31.6%	28.2%	27.3%	24.1%	21.8%
RCF: debt (%)	28.3%	20.4%	18.7%	24.4%	18.3%

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<b>FOLKESTONE AND DOVER WATER SERVICES LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	5.9	5.7	7.0	7.2	5.0
Adjusted cash interest cover I (capital maintenance charges basis)	2.9	3.3	3.9	3.3	2.7
Adjusted cash interest cover II (capital maintenance expenditure basis)	4.4	4.0	5.0	5.3	3.2
FFO: debt (%)	27.3%	29.8%	25.6%	21.5%	24.4%
RCF: debt (%)	22.0%	22.8%	10.1%	13.6%	15.0%

<b>MID KENT WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	3.7	3.3	3.7	3.9	4.1
Adjusted cash interest cover I (capital maintenance charges basis)	2.1	1.7	1.9	2.0	2.2
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.6	1.8	1.9	1.9	2.4
FFO: debt (%)	13.0%	10.9%	11.6%	10.8%	11.5%
RCF: debt (%)	7.3%	7.3%	7.6%	8.4%	5.2%

<b>PORTSMOUTH WATER LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	5.7	5.6	5.8	6.0	5.7
Adjusted cash interest cover I (capital maintenance charges basis)	3.3	3.3	3.2	3.4	3.2
Adjusted cash interest cover II (capital maintenance expenditure basis)	3.9	3.4	4.4	4.2	3.8
FFO: debt (%)	19.0%	19.4%	20.1%	19.4%	19.2%
RCF: debt (%)	14.3%	12.6%	15.1%	16.1%	10.0%

<b>SOUTH EAST WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	6.0	2.6	2.9	3.0	2.9
Adjusted cash interest cover I (capital maintenance charges basis)	3.2	1.0	1.7	1.2	1.4
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.9	1.4	1.9	1.7	1.5
FFO: debt (%)	23.8%	8.8%	10.3%	7.2%	7.8%
RCF: debt (%)	15.9%	6.4%	1.4%	2.4%	6.8%

<b>SOUTH STAFFORDSHIRE WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	6.2	5.9	8.7	7.8	7.7
Adjusted cash interest cover I (capital maintenance charges basis)	2.3	1.8	3.5	3.5	3.3
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.4	3.7	4.8	2.2	3.5
FFO: debt (%)	19.6%	17.8%	18.7%	23.1%	20.5%
RCF: debt (%)	17.6%	8.6%	17.3%	10.5%	12.1%

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<b>SUTTON AND EAST SURREY WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	7.4	7.7	5.5	5.7	5.2
Adjusted cash interest cover I (capital maintenance charges basis)	4.4	4.7	2.5	2.5	2.1
Adjusted cash interest cover II (capital maintenance expenditure basis)	3.4	2.8	3.7	1.4	1.3
FFO: debt (%)	32.4%	29.8%	23.8%	19.2%	18.6%
RCF: debt (%)	27.9%	25.1%	15.2%	7.0%	16.6%

<b>TENDRING HUNDRED WATER SERVICES LTD</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	14.1	12.9	13.1	11.0	22.5
Adjusted cash interest cover I (capital maintenance charges basis)	8.7	7.4	7.3	6.1	7.4
Adjusted cash interest cover II (capital maintenance expenditure basis)	9.4	8.7	9.6	7.6	-1.9
FFO: debt (%)	65.4%	78.9%	83.1%	72.2%	44.9%
RCF: debt (%)	33.2%	54.8%	25.1%	15.2%	22.8%

<b>THREE VALLEYS WATER PLC</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	6.7	10.4	7.8	5.4	6.9
Adjusted cash interest cover I (capital maintenance charges basis)	2.2	4.4	3.7	1.1	2.2
Adjusted cash interest cover II (capital maintenance expenditure basis)	4.1	6.9	6.0	0.4	2.3
FFO: debt (%)	31.0%	32.8%	46.0%	29.4%	34.6%
RCF: debt (%)	21.3%	15.3%	29.1%	24.6%	22.8%

<b>WATER AND SEWERAGE COMPANIES</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	3.4	3.1	3.1	3.8	3.4
Adjusted cash interest cover I (capital maintenance charges basis)	1.6	1.5	1.5	1.9	1.7
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.0	2.1	2.0	2.1	1.9
FFO: debt (%)	13.5%	13.1%	14.0%	14.0%	13.0%
RCF: debt (%)	7.7%	8.6%	7.8%	2.2%	8.0%

<b>WATER ONLY COMPANIES</b>					
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	5.9	5.0	4.1	4.9	5.2
Adjusted cash interest cover I (capital maintenance charges basis)	2.7	2.3	2.0	2.0	2.3
Adjusted cash interest cover II (capital maintenance expenditure basis)	3.3	2.8	2.8	2.0	2.5
FFO: debt (%)	24.4%	19.3%	19.8%	17.3%	19.1%
RCF: debt (%)	16.5%	10.8%	10.7%	10.8%	12.2%

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	<b>TOTAL INDUSTRY</b>				
	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>
Cash interest cover (PR04) basis	3.5	3.2	3.2	3.7	3.3
Adjusted cash interest cover I (capital maintenance charges basis)	1.7	1.5	1.5	1.7	1.6
Adjusted cash interest cover II (capital maintenance expenditure basis)	2.1	2.1	2.0	1.9	1.8
FFO: debt (%)	14.0%	13.4%	14.3%	13.2%	12.5%
RCF: debt (%)	8.1%	8.7%	8.0%	2.6%	8.2%

## 6. Net MEA values and regulatory capital values

TOTAL INDUSTRY								
REGULATORY CAPITAL VALUE			NET MEA VALUE					
2007-08 prices			2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER AGE	TOTAL	WATER	SEWER AGE	TOTAL
	£m	£m	£bn	£bn	£bn	£bn	£bn	£bn
2007-08	46691	45262	89.43	159.9	249.37	88.87	159.32	248.19
2006-07	45353	43780	89.51	160.2	249.76	89.06	159.60	248.65
2005-06	43676	42289	89.51	160.25	249.76	89.06	159.60	248.65
2004-05	40938	40246	88.30	158.71	247.01	87.95	156.70	244.65
2003-04	40390	39040	87.60	154.69	242.29	87.42	154.59	242.01
2002-03	39000	37615	87.23	154.49	241.73	86.84	154.12	240.96
2001-02	37491	36524	86.44	153.75	240.18	86.08	153.55	239.63
2000-01	36782	35834	85.72	153.35	239.07	85.54	153.04	238.58
1999-00	35583	33124	85.35	152.74	238.09	86.43	158.33	244.76
1998-99	33775	31244	87.50	163.93	251.43	87.02	163.19	250.21
1997-98	31587	29017	86.55	162.45	249.00	86.17	161.60	247.77
1996-97	29117	26540	85.80	160.74	246.54	85.29	160.75	246.04
1995-96	26454	24012	84.78	160.76	245.54	82.07	156.40	238.47
1994-95	23828	21084	79.35	152.04	231.40	77.61	150.39	228.00
1993-94	20832	18815	75.87	148.73	224.61	76.06	146.71	222.77
1992-93	18568	16737	76.24	144.69	220.93	75.46	144.06	219.52
1991-92	16481	14604	74.68	143.43	218.11	73.77	143.05	216.82
1990-91	14101	12324	72.86	142.67	215.53	72.20	142.03	214.23
1989-90	11707	N/A						

WATER AND SEWERAGE COMPANIES								
REGULATORY CAPITAL VALUE			NET MEA VALUE					
2007-08 prices			2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER AGE	TOTAL	WATER	SEWER AGE	TOTAL
	£m	£m	£bn	£bn	£bn	£bn	£bn	£bn
2007-08	44009	42635	75.90	160.73	236.63	75.22	159.94	235.16
2006-07	42693	41209	75.23	159.94	235.16	74.73	159.32	234.06
2005-06	41109	39801	75.41	160.25	235.66	74.98	159.60	234.57
2004-05	38473	37835	74.24	158.71	232.95	74.41	156.70	231.11
2003-04	37982	36732	74.58	154.69	229.27	74.44	154.59	229.03
2002-03	36714	35397	74.31	154.49	228.80	73.95	154.12	228.07
2001-02	35267	34360	73.60	153.75	227.35	73.30	153.55	226.84
2000-01	34607	33743	72.99	153.35	226.34	72.83	153.04	225.87
1999-00	33524	31186	72.67	152.74	225.40	73.60	158.33	231.94
1998-99	31774	29363	74.54	163.93	238.47	74.15	163.19	237.33
1997-98	29650	27207	73.75	162.45	236.20	73.43	161.60	235.03
1996-97	27263	24838	73.11	160.74	233.85	72.63	160.75	233.38
1995-96	24744	22447	72.16	160.76	232.92	69.47	156.40	225.87
1994-95	22261	19623	66.77	152.04	218.82	65.11	150.39	215.50
1993-94	19340	17424	63.44	148.73	212.17	63.69	146.71	210.40
1992-93	17149	15424	63.93	144.69	208.62	63.22	144.06	207.28
1991-92	15150	13395	62.51	143.43	205.94	61.80	143.05	204.85
1990-91	12900	11245	61.10	142.67	203.76	60.50	142.03	202.53
1989-90	10648	N/A						

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WATER ONLY COMPANIES				
REGULATORY CAPITAL VALUE			NET MEA VALUE	
2007-08 prices			2007-08 prices	
YEAR	YEAR END	YEAR AVERAGE	YEAR END	YEAR AVERAGE
	£m	£m	£bn	£bn
2007-08	2682	2627	14.34	14.22
2006-07	2660	2570	14.21	14.13
2005-06	2567	2488	14.10	14.08
2004-05	2465	2412	14.06	13.54
2003-04	2408	2308	13.02	12.97
2002-03	2286	2218	12.93	12.88
2001-02	2224	2163	12.83	12.78
2000-01	2175	2092	12.73	12.71
1999-00	2059	1938	12.69	12.83
1998-99	2001	1880	12.96	12.88
1997-98	1937	1810	12.80	12.74
1996-97	1854	1702	12.69	12.65
1995-96	1710	1565	12.62	12.60
1994-95	1567	1461	12.58	12.50
1993-94	1492	1390	12.43	12.37
1992-93	1419	1314	12.31	12.24
1991-92	1332	1210	12.16	11.97
1990-91	1201	1079	11.77	11.70
1989-90	1059	N/A		

ANGLIAN WATER SERVICES LTD								
REGULATORY CAPITAL VALUE			NET MEA VALUE					
2007-08 prices			2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER	TOTAL	WATER	SEWER	TOTAL
	£m	£m	£bn	£bn	£bn	£bn	£bn	£bn
2007-08	5094	4952	6.89	16.09	22.99	6.83	16.05	22.88
2006-07	4976	4855	6.83	16.07	22.89	6.78	16.04	22.82
2005-06	4896	4810	6.76	16.01	22.77	6.75	16.01	22.76
2004-05	4867	4825	6.73	16.02	22.75	6.63	15.76	22.40
2003-04	4884	4739	6.53	15.51	22.04	6.53	15.49	22.02
2002-03	4754	4625	6.53	15.47	22.01	6.53	15.46	22.00
2001-02	4652	4498	6.53	15.46	21.98	6.53	15.44	21.97
2000-01	4496	4343	6.52	15.43	21.95	6.51	15.41	21.92
1999-00	4068	3834	6.50	15.38	21.88	6.52	14.61	21.13
1998-99	3959	3682	6.54	13.85	20.39	6.50	13.80	20.30
1997-98	3750	3463	6.46	13.75	20.21	6.41	13.69	20.10
1996-97	3501	3211	6.36	13.64	20.00	6.29	13.59	19.88
1995-96	3224	2968	6.22	13.55	19.76	6.17	13.51	19.68
1994-95	2992	2723	6.13	13.47	19.60	6.07	13.40	19.47
1993-94	2712	2462	6.02	13.32	19.34	5.94	12.84	18.79
1992-93	2444	2243	5.87	12.37	18.23	5.75	12.29	18.04
1991-92	2252	2064	5.63	12.22	17.85	5.56	12.09	17.65
1990-91	2071	1904	5.48	11.97	17.45	5.44	11.86	17.30
1989-90	1916	N/A						

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<b>DWR CYMRU CYFYNGEDIG</b>								
<b>REGULATORY CAPITAL VALUE</b> 2007-08 prices			<b>NET MEA VALUE</b> 2007-08 prices					
<b>YEAR</b>	<b>YEAR END</b>	<b>YEAR AVERAGE</b>	<b>YEAR END</b>			<b>YEAR AVERAGE</b>		
			<b>WATER</b>	<b>SEWER AGE</b>	<b>TOTAL</b>	<b>WATER</b>	<b>SEWER AGE</b>	<b>TOTAL</b>
			<b>£m</b>	<b>£m</b>	<b>£bn</b>	<b>£bn</b>	<b>£bn</b>	<b>£bn</b>
2007-08	3529	3424	7.12	9.79	16.90	7.10	9.73	16.83
2006-07	3435	3316	7.10	9.72	16.82	7.08	9.67	16.75
2005-06	3309	3184	7.08	9.67	16.75	7.07	9.64	16.71
2004-05	3082	3000	7.06	9.61	16.68	7.06	9.56	16.63
2003-04	2981	2835	7.06	9.51	16.58	7.05	9.47	16.52
2002-03	2785	2640	7.04	9.42	16.45	7.02	9.37	16.39
2001-02	2583	2508	7.00	9.32	16.32	6.99	9.29	16.28
2000-01	2516	2375	6.98	9.26	16.24	6.97	9.21	16.18
1999-00	2256	2058	6.96	9.17	16.12	7.56	9.38	16.94
1998-99	2054	1894	8.16	9.59	17.76	8.16	9.50	17.66
1997-98	1912	1774	8.15	9.41	17.56	8.13	9.33	17.46
1996-97	1804	1641	8.10	9.25	17.35	8.08	9.18	17.26
1995-96	1633	1437	8.05	9.12	17.16	8.01	9.07	17.08
1994-95	1376	1243	7.98	9.03	17.00	6.56	8.00	14.56
1993-94	1228	1088	5.15	6.97	12.12	5.11	6.95	12.06
1992-93	1050	913	5.07	6.92	12.00	5.03	6.88	11.91
1991-92	861	744	4.98	6.83	11.81	4.91	6.79	11.70
1990-91	698	585	4.84	6.74	11.58	4.80	6.70	11.50
1989-90	527	N/A						

<b>NORTHUMBRIAN WATER LTD</b>								
<b>REGULATORY CAPITAL VALUE</b> 2007-08 prices			<b>NET MEA VALUE</b> 2007-08 prices					
<b>YEAR</b>	<b>YEAR END</b>	<b>YEAR AVERAGE</b>	<b>YEAR END</b>			<b>YEAR AVERAGE</b>		
			<b>WATER</b>	<b>SEWER AGE</b>	<b>TOTAL</b>	<b>WATER</b>	<b>SEWER AGE</b>	<b>TOTAL</b>
			<b>£m</b>	<b>£m</b>	<b>£bn</b>	<b>£bn</b>	<b>£bn</b>	<b>£bn</b>
2007-08	2976	2901	6.76	6.70	13.46	6.65	6.69	13.33
2006-07	2924	2841	6.64	6.65	13.29	6.62	6.64	13.26
2005-06	2854	2755	6.54	6.67	13.21	6.57	6.65	13.22
2004-05	2650	2629	6.60	6.63	13.22	6.53	6.59	13.11
2003-04	2664	2569	6.46	6.55	13.00	6.57	6.89	13.46
2002-03	2560	2483	6.69	7.23	13.91	6.64	7.22	13.86
2001-02	2490	2451	6.60	7.22	13.81	6.45	7.21	13.66
2000-01	2494	2375	6.31	7.20	13.50	6.27	7.11	13.38
1999-00	2077	1911	6.22	7.03	13.26	6.23	6.97	13.19
1998-99	1924	1765	6.23	6.90	13.13	6.21	6.84	13.04
1997-98	1771	1613	6.19	6.77	12.96	6.29	6.69	12.97
1996-97	1605	1451	6.38	6.60	12.98	6.35	6.56	12.91
1995-96	1433	1274	6.32	6.52	12.84	6.08	5.15	11.23
1994-95	1234	1132	5.84	3.79	9.63	5.82	3.77	9.59
1993-94	1135	1029	5.79	3.75	9.54	5.77	3.73	9.50
1992-93	1019	910	5.74	3.71	9.45	5.71	3.68	9.39
1991-92	887	783	5.68	3.64	9.32	5.60	3.62	9.22
1990-91	752	662	5.52	3.60	9.12	5.50	3.57	9.07
1989-90	634	N/A						

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SEVERN TRENT WATER LTD								
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER AGE	TOTAL	WATER	SEWER AGE	TOTAL
			£bn	£bn	£bn	£bn	£bn	£bn
2007-08	6022	5849	9.37	20.57	29.94	9.31	20.45	29.76
2006-07	5872	5701	9.30	20.43	29.73	9.27	20.32	29.59
2005-06	5721	5593	9.26	20.32	29.58	9.25	20.27	29.52
2004-05	5508	5392	9.24	20.21	29.45	9.24	20.13	29.37
2003-04	5387	5198	9.24	20.04	29.29	9.23	19.97	29.20
2002-03	5184	5019	9.22	19.89	29.12	9.19	19.83	29.03
2001-02	5023	4949	9.17	19.77	28.94	9.15	19.73	28.88
2000-01	5040	4917	9.13	19.68	28.82	9.12	19.66	28.77
1999-00	5052	4714	9.11	19.63	28.73	9.08	22.76	31.85
1998-99	4818	4427	9.06	25.90	34.96	8.96	25.77	34.73
1997-98	4453	4063	8.86	25.65	34.50	8.76	25.54	34.30
1996-97	4056	3736	8.67	25.43	34.10	8.57	25.35	33.92
1995-96	3768	3459	8.48	25.26	33.74	8.39	25.24	33.63
1994-95	3475	3192	8.30	25.22	33.52	8.22	25.15	33.38
1993-94	3210	2914	8.14	25.09	33.24	8.00	23.83	32.73
1992-93	2891	2576	9.66	22.57	32.22	9.53	22.47	32.00
1991-92	2504	2167	9.40	22.38	31.78	9.25	22.67	31.92
1990-91	2034	1693	9.11	22.96	32.07	8.92	22.86	31.78
1989-90	1511	N/A						

SOUTH WEST WATER LTD								
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER AGE	TOTAL	WATER	SEWER AGE	TOTAL
			£bn	£bn	£bn	£bn	£bn	£bn
2007-08	2408	2340	3.48	4.66	8.14	3.41	4.66	8.07
2006-07	2350	2274	3.42	4.67	8.09	3.34	4.65	7.99
2005-06	2275	2190	3.35	4.66	8.01	3.31	4.65	7.96
2004-05	2078	2024	3.27	4.63	7.90	3.24	4.63	7.87
2003-04	2012	1929	3.22	4.63	7.84	3.20	4.61	7.81
2002-03	1910	1823	3.18	4.59	7.77	3.16	4.55	7.71
2001-02	1796	1725	3.14	4.50	7.65	3.12	4.47	7.59
2000-01	1711	1715	3.10	4.43	7.53	3.09	4.39	7.48
1999-00	1837	1708	3.07	4.35	7.42	3.28	4.30	7.58
1998-99	1740	1641	3.49	4.24	7.74	3.49	4.22	7.71
1997-98	1696	1578	3.48	4.20	7.68	3.45	4.16	7.61
1996-97	1608	1466	3.42	4.12	7.54	3.38	4.08	7.46
1995-96	1461	1332	3.34	4.05	7.38	2.96	3.93	6.88
1994-95	1328	1124	2.58	3.80	6.38	2.56	3.73	6.30
1993-94	1025	853	2.55	3.66	6.21	2.51	3.57	6.08
1992-93	762	613	2.47	3.48	5.95	2.43	3.39	5.82
1991-92	520	410	2.39	3.29	5.68	2.35	3.23	5.57
1990-91	338	269	2.30	3.16	5.46	2.24	3.14	5.38
1989-90	225	N/A						

Financial performance and expenditure of the water companies 2007-08  
Supporting information

SOUTHERN WATER SERVICES LTD								
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER	TOTAL	WATER	SEWER	TOTAL
			£bn	£bn	£bn	£bn	£bn	£bn
2007-08	3248	3084	3.82	12.02	15.84	3.80	11.82	15.62
2006-07	3024	2834	3.82	12.02	15.84	3.80	11.75	15.55
2005-06	2740	2631	3.78	11.62	15.39	3.78	11.55	15.33
2004-05	2662	2645	3.77	11.49	15.26	3.77	11.49	15.26
2003-04	2683	2590	3.77	11.49	15.26	3.77	11.48	15.24
2002-03	2584	2506	3.76	11.47	15.23	3.76	11.44	15.20
2001-02	2511	2503	3.75	11.41	15.16	3.75	11.36	15.11
2000-01	2578	2493	3.75	11.32	15.06	3.74	11.23	14.97
1999-00	2640	2390	3.74	11.14	14.88	3.57	12.36	15.93
1998-99	2364	2108	3.41	13.57	16.98	3.40	13.46	16.86
1997-98	2050	1862	3.39	13.34	16.74	3.38	13.26	16.64
1996-97	1848	1675	3.37	13.17	16.54	3.35	13.15	16.49
1995-96	1659	1452	3.32	13.12	16.44	3.31	13.12	16.44
1994-95	1380	1233	3.30	13.13	16.43	3.37	12.79	16.16
1993-94	1202	1097	3.44	12.46	15.90	3.43	12.43	15.87
1992-93	1096	1011	3.43	12.41	15.84	3.43	12.40	15.83
1991-92	1021	914	3.42	12.40	15.82	3.42	12.36	15.78
1990-91	893	801	3.42	12.32	15.73	3.41	12.29	15.70
1989-90	784	N/A						

THAMES WATER UTILITIES LTD								
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER	TOTAL	WATER	SEWER	TOTAL
			£bn	£bn	£bn	£bn	£bn	£bn
2007-08	6990	6755	11.29	37.35	48.65	11.16	37.24	48.39
2006-07	6746	6468	11.18	37.23	48.41	11.05	37.15	48.20
2005-06	6408	6152	11.02	37.12	48.14	10.97	37.10	48.07
2004-05	5759	5708	10.92	37.08	48.00	10.82	37.04	47.86
2003-04	5776	5610	10.71	37.00	47.72	10.63	36.94	47.57
2002-03	5633	5487	10.55	36.88	47.42	10.43	36.82	47.25
2001-02	5525	5410	10.30	36.77	47.07	10.25	36.78	47.03
2000-01	5477	5351	10.20	36.79	46.99	10.15	36.79	46.94
1999-00	5410	4995	10.10	36.79	46.89	9.88	38.28	48.16
1998-99	5050	4645	9.65	39.76	49.42	9.53	39.71	49.24
1997-98	4677	4268	9.41	39.66	49.06	9.38	39.47	48.85
1996-97	4261	3860	9.35	39.29	48.63	9.28	39.62	48.90
1995-96	3822	3442	9.21	39.96	49.17	9.85	42.70	52.55
1994-95	3385	3114	10.49	45.44	55.93	10.40	45.43	55.83
1993-94	3135	2890	10.31	45.41	55.73	10.22	45.36	55.58
1992-93	2918	2679	10.13	45.30	55.43	10.01	45.24	55.25
1991-92	2693	2408	9.89	45.17	55.07	9.79	45.07	54.87
1990-91	2350	2044	9.69	44.97	54.67	9.59	44.86	54.45
1989-90	1930	N/A						

Financial performance and expenditure of the water companies 2007-08  
Supporting information

UNITED UTILITIES WATER PLC								
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER AGE	TOTAL	WATER	SEWER AGE	TOTAL
			£bn	£bn	£bn	£bn	£bn	£bn
2007-08	7383	7159	15.00	30.88	45.88	14.87	30.72	45.59
2006-07	7176	6928	14.85	30.64	45.49	14.77	30.57	45.34
2005-06	6913	6716	14.74	30.56	45.29	14.71	30.53	45.24
2004-05	6354	6196	14.68	30.50	45.19	14.97	29.34	44.31
2003-04	6166	6022	15.26	28.17	43.43	15.14	27.99	43.14
2002-03	6080	5815	15.03	27.82	42.84	14.93	27.74	42.67
2001-02	5745	5549	14.84	27.66	42.50	14.81	27.63	42.44
2000-01	5540	5579	14.77	27.60	42.37	14.77	27.59	42.35
1999-00	5778	5507	14.76	27.57	42.34	15.37	28.32	43.70
1998-99	5748	5436	15.98	29.07	45.06	15.96	28.98	44.93
1997-98	5571	5156	15.93	28.88	44.81	15.81	28.75	44.56
1996-97	5166	4688	15.70	28.62	44.32	15.69	28.62	44.31
1995-96	4645	4245	15.67	28.62	44.29	13.57	24.39	37.96
1994-95	4244	3264	11.47	20.16	31.63	11.42	20.08	31.50
1993-94	3097	2720	11.38	20.00	31.38	11.21	19.98	31.19
1992-93	2599	2316	11.05	19.96	31.00	10.91	19.84	30.75
1991-92	2251	1968	10.76	19.73	30.49	10.65	19.59	30.24
1990-91	1870	1631	10.54	19.45	29.99	10.46	19.35	29.81
1989-90	1545	N/A						

WESSEX WATER SERVICES LTD								
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER AGE	TOTAL	WATER	SEWER AGE	TOTAL
			£bn	£bn	£bn	£bn	£bn	£bn
2007-08	2114	2054	2.79	8.34	11.13	2.77	8.34	11.11
2006-07	2062	1995	2.74	8.28	11.03	2.76	8.35	11.11
2005-06	1995	1925	2.74	8.35	11.09	2.76	8.38	11.14
2004-05	1810	1794	2.77	8.42	11.19	2.77	8.42	11.20
2003-04	1815	1748	2.78	8.43	11.21	2.78	8.44	11.22
2002-03	1738	1665	2.79	8.44	11.23	2.79	8.45	11.24
2001-02	1647	1569	2.79	8.46	11.24	2.80	8.50	11.29
2000-01	1544	1484	2.81	8.53	11.34	2.83	8.58	11.41
1999-00	1406	1304	2.84	8.62	11.47	2.96	8.61	11.57
1998-99	1325	1215	3.07	8.60	11.67	3.06	8.56	11.62
1997-98	1219	1113	3.05	8.53	11.58	3.03	8.49	11.52
1996-97	1111	1021	3.01	8.45	11.46	3.00	8.44	11.44
1995-96	1027	951	2.99	8.43	11.42	2.90	7.23	10.13
1994-95	965	878	2.80	6.03	8.83	2.79	6.02	8.82
1993-94	873	794	2.79	6.01	8.80	2.77	5.99	8.76
1992-93	789	719	2.76	5.96	8.72	2.74	5.92	8.66
1991-92	717	634	2.72	5.88	8.60	2.69	5.84	8.54
1990-91	611	526	2.67	5.80	8.47	2.65	5.78	8.43
1989-90	491	N/A						

Financial performance and expenditure of the water companies 2007-08  
Supporting information

YORKSHIRE WATER SERVICES LTD								
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices					
YEAR	YEAR END	YEAR AVERAGE	YEAR END			YEAR AVERAGE		
			WATER	SEWER	TOTAL	WATER	SEWER	TOTAL
			£bn	£bn	£bn	£bn	£bn	£bn
2007-08	4245	4118	9.39	14.32	23.71	9.33	14.24	23.58
2006-07	4129	3997	9.35	14.24	23.58	9.27	14.17	23.44
2005-06	3999	3846	9.28	14.17	23.45	9.23	14.14	23.37
2004-05	3704	3621	9.19	14.11	23.30	9.36	13.74	23.10
2003-04	3614	3492	9.54	13.36	22.90	9.53	13.32	22.85
2002-03	3486	3335	9.52	13.28	22.81	9.50	13.23	22.74
2001-02	3295	3200	9.48	13.19	22.67	9.45	13.15	22.60
2000-01	3212	3110	9.41	13.12	22.53	9.39	13.08	22.47
1999-00	2998	2765	9.37	13.05	22.42	9.15	12.74	21.89
1998-99	2792	2551	8.93	12.44	21.37	8.89	12.35	21.24
1997-98	2550	2318	8.84	12.26	21.10	8.80	12.21	21.01
1996-97	2303	2089	8.75	12.17	20.92	8.66	12.15	20.81
1995-96	2072	1887	8.57	12.13	20.70	8.23	12.05	20.28
1994-95	1881	1721	7.89	11.98	19.87	7.88	12.01	19.90
1993-94	1724	1577	7.87	12.05	19.93	7.82	12.03	19.85
1992-93	1580	1444	7.76	12.02	19.77	7.69	11.95	19.64
1991-92	1443	1302	7.63	11.88	19.51	7.58	11.79	19.37
1990-91	1284	1130	7.53	11.70	19.23	7.49	11.63	19.11
1989-90	1084	N/A						

BOURNEMOUTH AND WEST HAMPSHIRE WATER PLC				
REGULATORY CAPITAL VALUE 2007-08 prices			NET MEA VALUE 2007-08 prices	
YEAR	YEAR END	YEAR AVERAGE	YEAR END	YEAR AVERAGE
	£m	£m	£bn	£bn
	2007-08	132	130	0.65
2006-07	132	131	0.65	0.64
2005-06	134	133	0.64	0.64
2004-05	126	124	0.64	0.64
2003-04	124	117	0.64	0.64
2002-03	113	113	0.64	0.63
2001-02	117	112	0.63	0.63
2000-01	112	108	0.62	0.62
1999-00	110	103	0.62	0.57
1998-99	106	100	0.53	0.52
1997-98	103	97	0.52	0.52
1996-97	99	87	0.51	0.51
1995-96	83	76	0.51	0.50
1994-95	76	73	0.50	0.50
1993-94	76	73	0.50	0.52
1992-93	76	72	0.54	0.54
1991-92	74	66	0.53	0.53
1990-91	65	54	0.53	0.53
1989-90	48	N/A		

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>BRISTOL WATER PLC</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	274	268	1.81	1.79
2006-07	270	258	1.79	1.78
2005-06	255	249	1.77	1.77
2004-05	262	248	1.77	1.77
2003-04	239	224	1.77	1.77
2002-03	216	207	1.76	1.76
2001-02	205	198	1.76	1.75
2000-01	197	193	1.75	1.74
1999-00	170	160	1.74	1.78
1998-99	164	155	1.81	1.81
1997-98	160	149	1.80	1.80
1996-97	153	143	1.79	1.79
1995-96	147	139	1.79	1.79
1994-95	144	132	1.79	1.79
1993-94	133	122	1.79	1.73
1992-93	123	113	1.66	1.65
1991-92	115	106	1.64	1.64
1990-91	107	97	1.63	1.62
1989-90	97	N/A		

<b>CAMBRIDGE WATER PLC</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	55	54	0.37	0.37
2006-07	55	54	0.37	0.37
2005-06	54	53	0.37	0.37
2004-05	54	52	0.37	0.37
2003-04	51	49	0.36	0.36
2002-03	49	49	0.36	0.36
2001-02	49	48	0.36	0.36
2000-01	49	49	0.36	0.36
1999-00	50	48	0.36	0.36
1998-99	50	47	0.36	0.32
1997-98	49	46	0.29	0.29
1996-97	48	45	0.29	0.29
1995-96	46	44	0.29	0.29
1994-95	45	45	0.29	0.29
1993-94	48	44	0.29	0.30
1992-93	44	38	0.31	0.31
1991-92	36	32	0.31	0.30
1990-91	30	26	0.30	0.30
1989-90	25	N/A		

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>DEE VALLEY WATER PLC</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	60	61	0.41	0.41
2006-07	63	60	0.41	0.40
2005-06	60	56	0.40	0.40
2004-05	53	53	0.40	0.37
2003-04	54	52	0.33	0.33
2002-03	52	51	0.33	0.33
2001-02	51	50	0.32	0.32
2000-01	51	50	0.32	0.32
1999-00	55	52	0.32	0.34
1998-99	53	50	0.37	0.36
1997-98	51	48	0.36	0.36
1996-97	49	46	0.36	0.36
1995-96	47	44	0.36	0.38
1994-95	45	42	0.40	0.41
1993-94	43	40	0.41	0.41
1992-93	41	39	0.41	0.41
1991-92	40	37	0.41	0.41
1990-91	37	32	0.40	0.40
1989-90	31	N/A		

<b>FOLKESTONE AND DOVER WATER SERVICES LTD</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	67	67	0.28	0.28
2006-07	69	65	0.28	0.28
2005-06	64	61	0.28	0.27
2004-05	61	60	0.27	0.25
2003-04	60	57	0.23	0.23
2002-03	55	51	0.23	0.23
2001-02	49	46	0.22	0.22
2000-01	44	42	0.22	0.22
1999-00	44	41	0.22	0.22
1998-99	42	40	0.23	0.23
1997-98	42	39	0.23	0.23
1996-97	40	37	0.23	0.23
1995-96	37	33	0.23	0.19
1994-95	33	29	0.16	0.16
1993-94	28	23	0.16	0.16
1992-93	22	21	0.16	0.16
1991-92	21	20	0.16	0.16
1990-91	20	17	0.16	0.16
1989-90	15	N/A		

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>MID KENT WATER PLC</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	255	247	0.82	0.80
2006-07	248	236	0.80	0.78
2005-06	231	219	0.78	0.78
2004-05	215	206	0.77	0.79
2003-04	201	195	0.80	0.80
2002-03	196	188	0.79	0.79
2001-02	186	178	0.78	0.77
2000-01	175	165	0.76	0.75
1999-00	158	148	0.75	0.76
1998-99	152	142	0.78	0.78
1997-98	145	135	0.77	0.76
1996-97	137	127	0.76	0.76
1995-96	129	117	0.75	0.75
1994-95	117	110	0.74	0.83
1993-94	114	106	0.92	0.91
1992-93	108	101	0.90	0.90
1991-92	103	93	0.89	0.87
1990-91	91	79	0.86	0.85
1989-90	74	N/A		

<b>PORTSMOUTH WATER LTD</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	111	108	0.72	0.72
2006-07	109	105	0.72	0.71
2005-06	104	103	0.71	0.71
2004-05	101	103	0.71	0.71
2003-04	106	105	0.71	0.71
2002-03	107	106	0.71	0.70
2001-02	108	104	0.70	0.70
2000-01	103	97	0.70	0.70
1999-00	87	83	0.70	0.64
1998-99	88	80	0.58	0.58
1997-98	81	74	0.58	0.58
1996-97	75	68	0.57	0.57
1995-96	68	63	0.57	0.69
1994-95	64	61	0.80	0.80
1993-94	63	59	0.80	0.80
1992-93	62	58	0.79	0.79
1991-92	60	56	0.79	0.79
1990-91	57	52	0.79	0.78
1989-90	53	N/A		

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>SOUTH EAST WATER PLC</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END</b>	<b>YEAR AVERAGE</b>	<b>YEAR END</b>	<b>YEAR AVERAGE</b>
	<b>£m</b>	<b>£m</b>	<b>£bn</b>	<b>£bn</b>
2007-08	558	553	2.85	2.83
2006-07	565	550	2.82	2.81
2005-06	553	534	2.81	2.80
2004-05	518	515	2.80	2.62
2003-04	523	509	2.45	2.44
2002-03	513	497	2.43	2.42
2001-02	497	484	2.41	2.40
2000-01	487	463	2.39	2.40
1999-00	456	422	2.40	2.39
1998-99	428	394	2.39	2.38
1997-98	398	366	2.37	2.36
1996-97	369	337	2.35	2.34
1995-96	337	304	2.34	2.32
1994-95	299	280	2.31	2.16
1993-94	287	266	2.02	2.01
1992-93	270	250	1.99	1.98
1991-92	253	224	1.97	1.97
1990-91	216	189	1.96	1.95
1989-90	179	N/A		

<b>SOUTH STAFFORDSHIRE WATER PLC</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END</b>	<b>YEAR AVERAGE</b>	<b>YEAR END</b>	<b>YEAR AVERAGE</b>
	<b>£m</b>	<b>£m</b>	<b>£bn</b>	<b>£bn</b>
2007-08	205	201	1.57	1.56
2006-07	203	197	1.56	1.55
2005-06	199	193	1.55	1.54
2004-05	187	184	1.54	1.51
2003-04	186	176	1.47	1.46
2002-03	173	163	1.46	1.45
2001-02	159	152	1.45	1.44
2000-01	151	147	1.44	1.43
1999-00	151	141	1.43	1.41
1998-99	144	137	1.39	1.39
1997-98	142	133	1.38	1.38
1996-97	136	125	1.37	1.36
1995-96	127	117	1.36	1.34
1994-95	118	109	1.33	1.32
1993-94	110	104	1.32	1.32
1992-93	107	99	1.32	1.31
1991-92	101	93	1.30	1.17
1990-91	94	88	1.05	1.05
1989-90	90	N/A		

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>SUTTON AND EAST SURREY WATER PLC *</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	159	156	0.76	0.75
2006-07	159	154	0.75	0.75
2005-06	155	150	0.74	0.74
2004-05	150	142	0.74	0.74
2003-04	138	132	0.73	0.72
2002-03	130	123	0.72	0.72
2001-02	120	118	0.71	0.71
2000-01	120	116	0.71	0.70
1999-00	113	108	0.70	0.73
1998-99	113	109	0.76	0.76
1997-98	115	110	0.75	0.76
1996-97	116	110	0.76	0.76
1995-96	115	105	0.76	0.94
1994-95	104	98	1.12	1.12
1993-94	100	97	1.12	1.12
1992-93	102	98	1.12	1.12
1991-92	103	98	1.13	1.13
1990-91	102	93	1.13	1.12
1989-90	93	N/A		

<b>TENDRING HUNDRED WATER SERVICES LTD</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	57	56	0.23	0.23
2006-07	56	55	0.22	0.22
2005-06	57	57	0.22	0.23
2004-05	62	61	0.23	0.23
2003-04	62	60	0.23	0.23
2002-03	60	60	0.23	0.23
2001-02	61	59	0.23	0.23
2000-01	60	58	0.23	0.23
1999-00	58	54	0.23	0.24
1998-99	56	53	0.25	0.25
1997-98	54	50	0.25	0.25
1996-97	52	47	0.25	0.25
1995-96	48	44	0.25	0.22
1994-95	45	42	0.20	0.20
1993-94	43	41	0.20	0.20
1992-93	42	38	0.20	0.19
1991-92	38	33	0.19	0.19
1990-91	31	27	0.18	0.18
1989-90	27	N/A		

Financial performance and expenditure of the water companies 2007-08  
Supporting information

<b>THREE VALLEYS WATER PLC</b>				
<b>REGULATORY CAPITAL VALUE</b>			<b>NET MEA VALUE</b>	
2007-08 prices			2007-08 prices	
<b>YEAR</b>	<b>YEAR END £m</b>	<b>YEAR AVERAGE £m</b>	<b>YEAR END £bn</b>	<b>YEAR AVERAGE £bn</b>
2007-08	747	727	3.88	3.85
2006-07	732	705	3.84	3.83
2005-06	701	681	3.82	3.82
2004-05	678	664	3.82	3.55
2003-04	663	631	3.28	3.28
2002-03	620	611	3.28	3.27
2001-02	622	614	3.25	3.24
2000-01	626	604	3.23	3.23
1999-00	608	579	3.22	3.37
1998-99	604	573	3.51	3.50
1997-98	597	562	3.48	3.46
1996-97	581	529	3.44	3.43
1995-96	527	479	3.41	3.18
1994-95	476	441	2.94	2.93
1993-94	447	416	2.91	2.91
1992-93	423	388	2.90	2.87
1991-92	389	353	2.85	2.82
1990-91	351	325	2.79	2.82
1989-90	329	N/A		2.77

## 7. Reconciliation of current cost and historic cost profit before tax 2007-08

		£m
<b>Historic cost profit before tax</b>		<b>2,246</b>
Adjustments to operating profit		
Depreciation	(683)	
Working capital adjustment	21	
Assets disposal and other operating items	(45)	
		(707)
Financing adjustment		670
<b>Current cost profit before tax</b>		<b>2,209</b>

**Note:**

The financing adjustment represents the amount by which debt in the companies at the start of the year has been eroded (in real terms) by inflation.

## 8. Property development and land disposal

Companies provide us with information about land holding disposals so that we can make sure they are complying with condition K of their licences. The purpose of this condition is two-fold:

- to make sure that the land to be disposed of is surplus to the carrying out of regulated activities; and
- that the best price is obtained for it.

We treat this information that the companies submit to us as confidential. Figures are therefore stated in aggregate by Consumer Council for Water (CCWater) area.

Companies are required to notify us of disposals over £500,000 to associates and of sales to external third parties in excess of £1 million.

### Net proceeds from disposals of land in 2007-08 – by CCWater area

	Value £m
CCWater Midlands	1.9
CCWater Eastern	2.5
CCWater Northumbrian	2.0
CCWater North West	4.6
CCWater South West	0.0
CCWater Southern	9.3
CCWater Thames	70.5
CCWater Wales	0.8
CCWater Wessex	1.5
CCWater Yorkshire	11.1
<b>Total</b>	<b>104.3</b>