

Historic cost profit and loss account for the 12 months ended 31 March 2015

| Description                                   | WaSC      |          |              |              |          |            |           |                  |          |           | WoC      |             |         |            |            |            |                          |                        |                  |          |
|---|-----------|----------|--------------|--------------|----------|------------|-----------|------------------|----------|-----------|----------|-------------|---------|------------|------------|------------|--------------------------|------------------------|------------------|----------|
|   | Anglian   | Welsh    | Northumbrian | Severn Trent | Southern | South West | Thames    | United Utilities | Wessex   | Yorkshire | Affinity | Bournemouth | Bristol | Dee Valley | Portsmouth | South East | South Staffs / Cambridge | Sutton and East Surrey | Northern Ireland | Scottish |
| <b>Appointed</b>                              |           |          |              |              |          |            |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| Turnover                                      | 1,226.846 | 750.900  | 761.500      | 1,560.900    | 821.900  | 517.800    | 1,998.600 | 1,725.600        | 532.900  | 1,004.800 | 293.524  | 44.848      | 131.000 | 24.469     | 38.201     | 209.966    | 122.373                  | 60.802                 | 364.407          |          |
| Operating costs                               | -471.174  | -289.100 | -298.500     | -638.200     | -243.400 | -179.500   | -823.600  | -570.400         | -167.300 | -388.400  | -132.480 | -22.234     | -62.000 | -14.545    | -22.179    | -83.912    | -63.645                  | -29.727                | -204.925         |          |
| Infrastructure renewals charge                | -92.600   | -15.500  | -49.800      | -133.900     | -71.600  | -36.900    | -158.600  | -151.100         | -48.100  | -89.200   | -36.092  | -3.008      | -21.400 | -1.138     | -5.261     | -24.049    | -8.891                   | -6.193                 | 0.000            |          |
| Historical cost depreciation                  | -186.161  | -204.900 | -126.200     | -262.600     | -181.100 | -82.300    | -343.700  | -307.900         | -82.600  | -183.500  | -39.311  | -5.522      | -15.100 | -2.986     | -3.844     | -28.108    | -16.844                  | -8.649                 | -47.523          |          |
| Operating income                              | 0.708     | 0.100    | 0.900        | 8.100        | 0.900    | 1.200      | 16.400    | -5.500           | -0.600   | 2.200     | 2.053    | 0.000       | 0.300   | 0.000      | 0.003      | 0.024      | 0.228                    | 0.032                  | 0.000            |          |
| Operating profit                              | 477.619   | 241.500  | 287.900      | 534.300      | 326.700  | 220.300    | 689.100   | 690.700          | 234.300  | 345.900   | 87.694   | 14.084      | 32.800  | 5.800      | 6.920      | 73.921     | 33.221                   | 16.265                 | 111.959          |          |
| Exceptional item                              |           |          |              |              |          | 11.800     |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| Other income                                  | 0.000     |          | 0.100        | 1.200        | 2.600    | 0.400      | 2.100     | 1.000            | 0.400    | 2.000     | 0.000    | 0.115       | 0.300   | 0.052      | 0.000      | 0.658      | 0.000                    | 0.892                  | 0.000            |          |
| Net Interest                                  | -101.561  | -151.200 | -123.300     | -366.100     | -125.700 | -53.200    | -365.300  | -350.400         | -79.000  | -214.400  | -35.664  | -4.970      | -11.600 | -2.557     | -2.809     | -47.997    | -11.497                  | -9.873                 | -51.957          |          |
| Profit on ordinary activities before taxation | 376.058   | 90.300   | 164.700      | 169.400      | 203.600  | 179.300    | 325.900   | 341.300          | 155.700  | 133.500   | 52.030   | 9.229       | 21.500  | 3.295      | 4.111      | 26.582     | 21.724                   | 7.284                  | 60.002           |          |
| Taxation                                      |           |          |              |              |          |            |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| - current                                     | -9.508    | 0.400    | 31.500       | -34.800      | -11.700  | -29.600    | -58.100   | -45.500          | -12.800  | 8.800     | -7.550   | -1.805      | -2.200  | -0.280     | -0.053     | -1.368     | -5.438                   | -0.632                 | -0.017           |          |
| - deferred                                    | -67.700   | -16.800  | -65.200      | 4.100        | -24.000  | -29.400    | 61.000    | -152.700         | -19.600  | -21.900   | -16.046  | -2.252      | -5.300  | -0.361     | -0.731     | -15.180    | -2.215                   | -1.767                 | -24.037          |          |
| Profit on ordinary activities after taxation  | 298.850   | 73.900   | 131.000      | 138.700      | 167.900  | 120.300    | 328.800   | 143.100          | 123.300  | 120.400   | 28.434   | 5.172       | 14.000  | 2.654      | 3.327      | 10.034     | 14.071                   | 4.885                  | 35.948           |          |
| Extraordinary items                           | 0.000     | 0.000    | 0.000        | 0.000        | 0.000    | 0.000      | 0.000     | 0.000            | 0.000    | 0.000     | 0.000    | 0.000       | 0.000   | 0.000      | 0.000      | 0.000      | 0.000                    | 0.000                  | 0.000            |          |
| Profit for the year                           | 298.850   | 0.000    | 131.000      | 138.700      | 167.900  | 120.300    | 328.800   | 143.100          | 123.300  | 120.400   | 28.434   | 5.172       | 14.000  | 2.654      | 3.327      | 10.034     | 14.071                   | 4.885                  | 35.948           |          |
| Dividends                                     | -366.522  | 0.000    | -297.200     | -196.800     | -40.900  | -255.800   | -162.600  | -175.000         | -113.600 | -93.600   | -26.380  | -3.200      | -13.300 | -1.416     | -1.762     | -24.649    | -11.839                  | -1.000                 | -21.562          |          |
| Retained profit for year                      | -67.672   | 73.900   | -166.200     | -58.100      | 127.000  | -135.500   | 166.200   | -31.900          | 9.700    | 26.800    | 2.054    | 1.972       | 0.700   | 1.238      | 1.565      | -14.615    | 2.232                    | 3.885                  | 14.386           |          |
| <b>Non-appointed</b>                          |           |          |              |              |          |            |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| Turnover                                      | 17.406    | 0.000    | 26.200       | 11.800       | 6.700    | 6.900      | 28.200    | 9.900            | 7.400    | 9.300     | 0.000    | 1.549       | 1.400   | 0.054      | 0.070      | 1.230      | 4.557                    | 1.508                  | 5.691            |          |
| Operating costs                               | -8.813    | 0.000    | -15.500      | -4.900       | -2.100   | -5.100     | -10.300   | -4.200           | -7.400   | -6.800    | -2.543   | -1.165      | -1.100  | -0.027     | -0.070     | -3.035     | -2.785                   | -0.372                 | -3.619           |          |
| Infrastructure renewals charge                | 0.000     | 0.000    | -0.100       | 0.000        | 0.000    | 0.000      | 0.000     | 0.000            | 0.000    | 0.000     | 0.000    | 0.000       | 0.000   | 0.000      | 0.000      | 0.000      | 0.000                    | 0.000                  | 0.000            |          |
| Historical cost depreciation                  | -1.010    | 0.000    | -0.700       | 0.000        | 0.000    | -0.800     | -5.700    | -0.300           | 0.000    | 0.000     | 0.000    | -0.098      | 0.000   | 0.000      | 0.000      | 0.000      | -0.025                   | -0.008                 | -0.016           |          |
| Operating income                              | 0.000     | 0.000    | 0.000        | 0.000        | 0.400    | 0.000      | 0.000     | 0.000            | 0.000    | 0.000     | 0.000    | 0.000       | 0.000   | 0.000      | 0.000      | 0.000      | 0.000                    | 0.000                  | 0.000            |          |
| Operating profit                              | 7.583     | 0.000    | 9.900        | 6.900        | 5.000    | 1.000      | 12.200    | 5.400            | 0.000    | 2.500     | -2.543   | 0.286       | 0.300   | 0.027      | 0.000      | -1.805     | 1.747                    | 1.128                  | 2.056            |          |
| Other income                                  | 0.000     | 0.000    | 2.900        | 1.800        | 0.000    | 0.400      | 2.100     | 2.000            | 0.000    | 0.000     | 8.143    | 0.000       | 0.000   | 2.086      | 0.068      | 5.028      | 0.753                    | 0.000                  | 0.000            |          |
| Net Interest                                  | 0.000     | 0.300    | 9.700        | 0.000        | 0.000    | 0.000      | -0.200    | 0.000            | 0.000    | 0.000     | -0.005   | -0.024      | 0.000   | 0.000      | 0.000      | -0.065     | 0.010                    | 0.036                  | 0.000            |          |
| Profit on ordinary activities before taxation | 7.583     | 0.300    | 22.500       | 8.700        | 5.000    | 1.400      | 9.900     | 7.400            | 0.000    | 2.500     | 5.595    | 0.262       | 0.300   | 2.113      | 0.068      | 3.158      | 2.510                    | 1.164                  | 2.056            |          |
| Taxation                                      |           |          |              |              |          |            |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| - current                                     | -1.592    | 0.000    | -3.400       | -1.800       | -1.000   | -0.200     | -3.500    | -1.700           | 0.000    | -0.500    | -1.175   | -0.060      | -0.100  | -0.444     | -0.014     | -0.663     | -0.527                   | -0.246                 | -0.075           |          |
| - deferred                                    | 0.000     | 0.000    | -0.300       | 0.000        | 0.000    | -0.200     | 0.900     | 0.000            | 0.000    | 0.000     | 0.000    | 0.000       | 0.000   | 0.000      | 0.000      | 0.000      | 0.000                    | 0.000                  | 0.000            |          |
| Profit on ordinary activities after taxation  | 5.991     | 0.300    | 18.800       | 6.900        | 4.000    | 1.000      | 7.300     | 5.700            | 0.000    | 2.000     | 4.420    | 0.202       | 0.200   | 1.669      | 0.054      | 2.495      | 1.983                    | 0.918                  | 1.981            |          |
| Extraordinary items                           | 0.000     | 0.000    | 0.000        | 0.000        | 0.000    | 0.000      | 0.000     | 0.000            | 0.000    | 0.000     | 0.000    | 0.000       | 0.000   | 0.000      | 0.000      | 0.000      | 0.000                    | 0.000                  | 0.000            |          |
| Profit for the year                           | 5.991     | 0.000    | 18.800       | 6.900        | 4.000    | 1.000      | 7.300     | 5.700            | 0.000    | 2.000     | 4.420    | 0.202       | 0.200   | 1.669      | 0.054      | 2.495      | 1.983                    | 0.918                  | 1.981            |          |
| Dividends                                     | -5.991    | 0.000    | -14.300      | -6.900       | -4.000   | 0.000      | -7.300    | -5.600           | 0.000    | 0.000     | -4.420   | 0.000       | -0.200  | -1.479     | -0.054     | -2.495     | -1.983                   | -0.500                 | -1.981           |          |
| Retained profit for year                      | 0.000     | 0.000    | 4.500        | 0.000        | 0.000    | 1.000      | 0.000     | 0.100            | 0.000    | 2.000     | 0.000    | 0.202       | 0.000   | 0.190      | 0.000      | 0.000      | 0.000                    | 0.418                  | 0.000            |          |
| <b>Total</b>                                  |           |          |              |              |          |            |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| Turnover                                      | 1,244.252 | 750.900  | 787.700      | 1,572.700    | 828.600  | 524.700    | 2,026.800 | 1,735.500        | 540.300  | 1,014.100 | 293.524  | 46.397      | 132.400 | 24.523     | 38.271     | 211.196    | 126.930                  | 62.310                 | 370.098          |          |
| Operating costs                               | -479.987  | -289.100 | -314.000     | -643.100     | -245.500 | -184.600   | -833.900  | -574.600         | -174.700 | -395.200  | -135.023 | -23.399     | -63.100 | -14.572    | -22.249    | -86.947    | -66.430                  | -30.099                | -208.544         |          |
| Infrastructure renewals charge                | -92.600   | -15.500  | -49.900      | -133.900     | -71.600  | -36.900    | -158.600  | -151.100         | -48.100  | -89.200   | -36.092  | -3.008      | -21.400 | -1.138     | -5.261     | -24.049    | -8.891                   | -6.193                 | 0.000            |          |
| Historical cost depreciation                  | -187.171  | -204.900 | -126.900     | -262.600     | -181.100 | -83.100    | -349.400  | -308.200         | -82.600  | -183.500  | -39.311  | -5.620      | -15.100 | -2.986     | -3.844     | -28.108    | -16.870                  | -8.657                 | -47.539          |          |
| Operating income                              | 0.708     | 0.100    | 0.900        | 8.100        | 1.300    | 1.200      | 16.400    | -5.500           | -0.600   | 2.200     | 2.053    | 0.000       | 0.300   | 0.000      | 0.003      | 0.024      | 0.228                    | 0.032                  | 0.000            |          |
| Operating profit                              | 485.202   | 241.500  | 297.800      | 541.200      | 331.700  | 221.300    | 701.300   | 696.100          | 234.300  | 348.400   | 85.151   | 14.370      | 33.100  | 5.827      | 6.920      | 72.116     | 34.968                   | 17.393                 | 114.015          |          |
| Exceptional item                              |           |          |              |              |          | 11.800     |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| Other income                                  | 0.000     | 0.000    | 3.000        | 3.000        | 2.600    | 0.800      | 0.000     | 3.000            | 0.400    | 2.000     | 8.143    | 0.115       | 0.300   | 2.138      | 0.068      | 5.686      | 0.753                    | 0.892                  | 0.000            |          |
| Net Interest                                  | -101.561  | -150.900 | -113.600     | -366.100     | -125.700 | -53.200    | -365.500  | -350.400         | -79.000  | -214.400  | -35.669  | -4.994      | -11.600 | -2.557     | -2.809     | -48.062    | -11.487                  | -9.837                 | -51.957          |          |
| Profit on ordinary activities before taxation | 383.641   | 90.600   | 187.200      | 178.100      | 208.600  | 180.700    | 335.800   | 348.700          | 155.700  | 136.000   | 57.625   | 9.491       | 21.800  | 5.408      | 4.179      | 29.740     | 24.234                   | 8.448                  | 62.058           |          |
| Taxation                                      |           |          |              |              |          |            |           |                  |          |           |          |             |         |            |            |            |                          |                        |                  |          |
| - current                                     | -11.100   | 0.400    | 28.100       | -36.600      | -12.700  | -29.800    | -61.600   | -47.200          | -12.800  | 8.300     | -8.725   | -1.865      | -2.300  | -0.724     | -0.067     | -2.031     | -5.965                   | -0.878                 | -0.092           |          |
| - deferred                                    | -67.700   | -16.800  | -65.500      | 4.100        | -24.000  | -29.600    | 61.900    | -152.700         | -19.600  | -21.900   | -16.046  | -2.252      | -5.300  | -0.361     | -0.731     | -15.180    | -2.215                   | -1.767                 | -24.037          |          |
| Profit on ordinary activities after taxation  | 304.841   | 74.200   | 149.800      | 145.600      | 171.900  | 121.300    | 336.100   | 148.800          | 123.300  | 122.400   | 32.854   | 5.374       | 14.200  | 4.323      | 3.381      | 12.529     | 16.054                   | 5.803                  | 37.929           |          |
| Extraordinary items                           | 0.000     | 0.000    | 0.000        | 0.000        | 0.000    | 0.000      | 0.000     | 0.000            | 0.000    | 0.000     | 0.000    | 0.000       | 0.000   | 0.000      | 0.000      | 0.000      | 0.000                    | 0.000                  | 0.000            |          |
| Profit for the year                           | 304.841   | 74.200   | 149.800      | 145.600      | 171.900  | 121.300    | 336.100   | 148.800          | 123.300  | 122.400   | 32.854   | 5.374       | 14.200  | 4.323      | 3.381      | 12.529     | 16.054                   | 5.803                  | 37.929           |          |
| Dividends                                     | -372.513  | 0.000    | -311.500     | -203.700     | -44.900  | -255.800   | -169.900  | -180.600         | -113.600 | -93.600   | -30.800  | -3.200      | -13.500 | -2.895     | -1.816     | -27.144    | -13.822                  | -1.500                 | -23.543          |          |
| Retained profit for year                      | -67.672   | 74.200   | -161.700     | -58.100      | 127.000  | -134.500   | 166.200   | -31.800          | 9.700    | 28.800    | 2.054    | 2.174       | 0.700   | 1.428      | 1.565      | -14.615    | 2.232                    | 4.303                  | 14.386           |          |