

Balance Sheet

31 December 2009

	Note	2009		2008	
		£'000	£'000	£'000	£'000
Fixed assets	2		61,170	Restated 60,303	
Current assets					
Stock and work in progress			957	1,110	
Debtors	3		4,942	4,579	
Bank and cash			2,791	4,248	
			<u>8,690</u>	9,937	
Creditors – Amounts falling due within one year					
Creditors and accruals	4		(2,667)	(4,079)	
Bank loans	6		(3,650)	-	
Income tax			(96)	(501)	
			<u>(6,413)</u>	(4,580)	
Net current assets			<u>2,277</u>		5,357
Total assets less current liabilities			<u>63,447</u>		65,660
Creditors – Amounts falling due after more than one year					
Bank loans	6		(11,250)	(14,900)	
Non-equity preference shares	9b		(5,382)	(5,382)	
			<u>(16,632)</u>		(20,282)
Provisions for liabilities and charges					
Deferred taxation	7		(5,028)	(4,560)	
Net assets excluding pension liability			<u>41,787</u>		40,818
Pension liability	8		(854)	(1,056)	
Net assets			<u><u>£40,933</u></u>		<u><u>£39,762</u></u>
Equity capital and reserves					
Called up equity share capital	9a		483	483	
Capital redemption reserve			124	124	
			<u>607</u>	607	
Share premium account			678	678	
Reserves	10		39,648	38,477	
Shareholders' funds	11		<u><u>£40,933</u></u>		<u><u>£39,762</u></u>

The financial statements on pages 21 to 38 were approved by the Board of Directors on 16 April 2010 and were signed on its behalf by:

Kevin Keen
Chairman

Profit and Loss Account

For the year ended 31 December 2009

	Note	2009		2008	
		£'000	£'000	£'000	£'000
Turnover					
Water supply charges	12	13,766		13,463	
Rechargeable works income		640		613	
Other income		322		302	
			14,728		14,378
Cost of sales					
Pumping expenses		(748)		(671)	
Operation of reservoirs and works		(2,489)		(2,238)	
Distribution and analysis of water		(1,728)		(1,721)	
Desalination station expenses		(234)		(140)	
Miscellaneous		(375)		(316)	
			(5,574)		(5,086)
Administration					
Administration expenses	13	(2,271)		(2,265)	
Insurances		(307)		(343)	
			(2,578)		(2,608)
Depreciation					
Completed works	2	(1,577)		(2,212)	
Provision for impairment	2	(422)		-	
			(1,999)		(2,212)
Expenditure					
			(10,151)		(9,906)
Operating profit					
			4,577		4,472
Profit on disposal of fixed assets					
			638		493
Interest					
- payable	14	(646)		(835)	
- receivable		37		178	
Non-equity dividends					
	15	(381)		(381)	
Other finance (expense) / income					
	8	(140)		107	
			(1,130)		(931)
Profit before taxation					
			4,085		4,034
Jersey income tax					
	5	(786)		(4)	
Profit for the financial year					
			£3,299		£4,030
Earnings per ordinary share of £1					
	17		£6.83		£8.34

There is no material difference between the reported profit for 2009 and 2008 and the profit prepared under the historical cost basis.

The results for the current and prior year all relate to continuing operations.

Statement of Total Recognised Gains and Losses

For the year ended 31 December 2009

	Note	2009 £'000	2008 £'000
Profit for the year		3,299	4,030
Loss arising on pension liabilities	8	(471)	(1,581)
Reversal of other deferred tax timing differences	7	(213)	-
Total recognised gains and losses for the year		<u>£2,615</u>	<u>£2,449</u>
Prior period adjustment (note 1)			
- Recognition of deferred tax asset on Pension Plan Creditor		213	
Total gains and losses recognised since last annual report		<u>£2,828</u>	

Cash Flow Statement

For the year ended 31 December 2009

	Note	2009		2008	
		£'000	£'000	£'000	£'000
Net cash inflow from operating activities	18		4,142		6,842
Returns on investments and servicing of finance					
Interest received		114		102	
Interest paid		(640)		(848)	
Non-equity dividends paid		(381)		(381)	
Net cash outflow on returns on investments and servicing of finance			(907)		(1,127)
Taxation					
Jersey income tax paid			(501)		(165)
Capital expenditure					
Purchase of fixed assets		(3,455)		(2,834)	
Disposal of fixed assets		708		529	
			(2,747)		(2,305)
Equity dividends paid			(1,444)		(1,256)
Net cash (outflow) / inflow before use of liquid resources and financing			(1,457)		1,989
Management of liquid resources					
Net cash withdrawn from / (placed on) fixed deposit			2,000		(2,000)
Increase / (decrease) in cash			£543		£ (11)
Reconciliation of net cash flow to movement in net debt					
	Note		2009		2008
			£'000		£'000
Increase / (decrease) in cash			543		(11)
Net cash (withdrawn from) / placed on fixed deposit			(2,000)		2,000
Movement in net debt	19		(1,457)		1,989
Net debt brought forward	19		(16,034)		(18,023)
Net debt carried forward	19		£(17,491)		£(16,034)