

## **Report on the Regulatory Tables for the year ended 31 March 2015**

### **Accounting requirements**

Scottish Water prepares its statutory financial statements under the International Financial Reporting Standards (IFRS). For the 2014/15 financial year, the regulatory tables (M & N) have included IFRS based information, where relevant, in addition to some 'original' Regulatory historical cost accounting information. Details and explanations of the IFRS adjustments are provided in the M table commentary and appendices.

The accounting policies used are the same as those adopted in Scottish Water's statutory financial statements for the year ended 31 March 2015.

### **Results**

The HCA surplus for the year after taxation amounted to £95.5 million for the regulated activities of Scottish Water. On the IFRS basis, the surplus for the year after taxation was £64.3 million. Details of the financial results are detailed in the regulatory M and N tables.

### **Declaration**

The regulated business has sufficient financial resources to enable it to carry out, for at least the next twelve months, its regulated activities and sufficient management resources to enable it to carry out its functions.

There have been no changes in Scottish Water's activities which will have any material impact on its ability to finance its regulated activities.

Transactions and activities entered into with associated companies were made on a basis compliant with Regulatory Accounting Rule 5.

The fundamental accounting records, on which the regulatory tables are based, comply with the Water Industry (Scotland) Act 2002.



**Alan Scott**  
**Finance Director**  
**02 June 2015**