

# **Eversholt Rail (380) Limited**

**Unaudited, condensed interim financial statements  
for the 6 months ended 30 June 2012**

**Registered No: 1139640**

**Condensed interim financial statements**

for the 6 months ended 30 June 2012

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Unaudited

**Condensed income statement**

for the 6 months ended 30 June 2012

	<i>Notes</i>	<b>6 months ended 30 June 2012 £</b>	<b>6 months ended 30 June 2011 £</b>
<b>Revenue</b>			
Operating lease income		8,577,635	3,595,514
Other income		<u>53,802</u>	<u>62,769</u>
<b>Total revenue</b>		<b>8,631,437</b>	<b>3,658,283</b>
Cost of sales	<b>4</b>	<u>(2,817,223)</u>	<u>(1,417,707)</u>
<b>Gross profit</b>		<b>5,814,214</b>	<b>2,240,576</b>
Finance expense	<b>5</b>	(4,450,484)	(2,514,333)
Administrative expense		<u>(170,964)</u>	<u>(165,118)</u>
Profit/(loss) before tax		1,192,766	(438,875)
Taxation	<b>6</b>	<u>828,547</u>	<u>119,593</u>
<b>Profit/(loss) for the period</b>		<b><u>2,021,313</u></b>	<b><u>(319,282)</u></b>

There were no discontinued or discontinuing operations during the period.

**Statement of comprehensive income**

for the 6 months ended 30 June 2012

There has been no comprehensive income or expense other than the profit for the period as shown above. (6 months ended 30 June 2011: nil).

**Condensed statement of financial position**

as at 30 June 2012

	Notes	30 June 2012 £	31 December 2011 £
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	7	188,754,062	191,571,285
<b>Current assets</b>			
Trade and other receivables		216,667	54,167
Loans receivable		8,018,719	-
Current tax		1,410,395	11,695,666
		<u>9,645,781</u>	<u>11,749,833</u>
<b>Total assets</b>		<u>198,399,843</u>	<u>203,321,118</u>
<b>Liabilities and equity</b>			
<b>Current liabilities</b>			
Trade and other payables		298,694	2,067,825
Borrowings	8	121,136,314	127,088,069
Deferred revenue		476,705	280,255
		<u>121,911,713</u>	<u>129,436,149</u>
<b>Non-current liabilities</b>			
Borrowings	8	60,076,087	60,076,087
Deferred tax	9	13,288,496	12,706,648
		<u>73,364,583</u>	<u>72,782,735</u>
<b>Total liabilities</b>		<u>195,276,296</u>	<u>202,218,884</u>
<b>Equity</b>			
Share capital		2	2
Retained earnings		3,123,545	1,102,232
Total equity		<u>3,123,547</u>	<u>1,102,234</u>
<b>Total equity and liabilities</b>		<u>198,399,843</u>	<u>203,321,118</u>

The financial statements were approved by the Board of Directors and authorised for issue on 22 August 2012. They were signed on its behalf by:



**S F Purves**  
Director

Company registration number: 1139640

**Condensed statement of cash flows**

for the 6 months ended 30 June 2012

	<i>Note</i>	6 months ended 30 June 2012 £	6 months ended 30 June 2011 £
<b>Cash flow generated by/(utilised in) operating activities</b>	<b>10</b>		
Taxation paid		2,274,809	(6,209,635)
Group relief		-	(6,344,605)
		11,695,666	-
<b>Net cash generated by/(utilised in) operating activities</b>		<u>13,970,475</u>	<u>(12,554,240)</u>
<b>Investing activities</b>			
Acquisition of property, plant and equipment		-	(64,332,350)
<b>Net cash utilised in investing activities</b>		<u>-</u>	<u>(64,332,350)</u>
<b>Financing activities</b>			
Loans raised		-	76,886,590
Loans repaid		(13,970,475)	-
<b>Net cash(utilised in)/generated by financing activities</b>		<u>(13,970,475)</u>	<u>76,886,590</u>
Net decrease in cash and cash equivalents		-	-
Cash and cash equivalents at beginning of the period		-	-
Cash and cash equivalents at end of the period		<u>-</u>	<u>-</u>

**Condensed statement of changes in equity**

for the 6 months ended 30 June 2012

	Share capital £	Accumulated deficit £	Total shareholders' equity £
At 1 January 2011	2	(38,225)	(38,223)
Loss for the period	-	(319,282)	(319,282)
Balance at 30 June 2011	<u>2</u>	<u>(357,507)</u>	<u>(357,505)</u>

	Share capital £	Retained earnings £	Total shareholders' equity £
Balance at 1 January 2012	2	1,102,232	1,102,234
Profit for the period	-	2,021,313	2,021,313
Balance at 30 June 2012	<u>2</u>	<u>3,123,545</u>	<u>3,123,547</u>

Unaudited

## Notes to the condensed interim financial statements

for the 6 months ended 30 June 2012

### 1 General information

Eversholt Rail (380) Limited is a company incorporated and domiciled in England and Wales.

The registered office of the Company is 210 Pentonville Road, London, N1 9JY.

### 2 Basis of preparation

These financial statements are presented in pound sterling because that is the currency of the primary economic environment in which the Company operates.

#### 2.1 Compliance with International Financial Reporting Standards

The financial statements of Eversholt Rail (380) Limited have been prepared on the historical cost basis. The condensed interim financial report has been prepared in accordance with *IAS 34 Interim Financial Reporting* as adapted by the European Union. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in financial position and performance of the Company since the last annual financial statements as at and for year ended 31 December 2011. This condensed interim financial report does not include all the information required for full annual financial statements prepared in accordance with International Financial Reporting Standards.

#### 2.2 Going concern

The Directors have, at the time of approving the financial statements, a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

### 3 Summary of significant accounting policies

The accounting policies applied by the Company in this condensed interim financial report are the same as these applied by the Company in its financial statements for the year ended 31 December 2011.

### 4. Cost of sales

	6 months ended 30 June 2012 £	6 months ended 30 June 2011 £
Depreciation	<u>(2,817,223)</u>	<u>(1,417,707)</u>

### 5. Finance expense

	6 months ended 30 June 2012 £	6 months ended 30 June 2011 £
Interest payable to Eversholt Funding plc	(4,101,790)	(1,182,283)
Finance charges payable to Eversholt Funding plc	(295,914)	(843,272)
Interest payable to Eversholt Rail (UK) Limited	(30,281)	(488,503)
Other finance costs	(22,499)	(275)
	<u>(4,450,484)</u>	<u>(2,514,333)</u>

**Notes to the condensed interim financial statements**

for the 6 months ended 30 June 2012

**6. Taxation**

	6 months ended 30 June 2012 £	6 months ended 30 June 2011 £
<b>Current tax</b>		
UK corporation tax on current period profit	1,410,395	-
<b>Deferred tax</b>		
Origination and reversal of temporary differences – current period	(581,848)	119,593
Total income tax credit	<u>828,547</u>	<u>119,593</u>

**7. Property, plant and equipment**

	Assets in the course of construction £	Rolling stock and other railway assets £	Total £
<b>Cost</b>			
Balance at 1 January 2011	72,894,489	49,153,400	122,047,889
Additions	74,131,951	-	74,131,951
Transfers	(147,026,440)	147,026,440	-
Balance at 31 December 2011	-	196,179,840	196,179,840
Additions	-	-	-
<b>Balance at 30 June 2012</b>	<u>-</u>	<u>196,179,840</u>	<u>196,179,840</u>
<b>Depreciation</b>			
Balance at 1 January 2011	-	126,796	126,796
Charge for the year	-	4,481,759	4,481,759
Balance at 31 December 2011	-	4,608,555	4,608,555
Charge for the period	-	2,817,223	2,817,223
<b>Balance at 30 June 2012</b>	<u>-</u>	<u>7,425,778</u>	<u>7,425,778</u>
<b>Carrying value at 30 June 2012</b>	<u>-</u>	<u>188,754,062</u>	<u>188,754,062</u>
Carrying value at 31 December 2011	-	191,571,285	191,571,285

**8. Borrowings**

	No later than one year	Later than one year	Total
<b>30 June 2012</b>			
Eversholt Funding plc	<u>121,136,314</u>	<u>60,076,087</u>	<u>181,212,401</u>
<b>31 December 2011</b>			
Eversholt Rail (UK) Limited	5,951,755	-	5,951,755
Eversholt Funding plc	<u>121,136,314</u>	<u>60,076,087</u>	<u>181,212,401</u>
	<u>127,088,069</u>	<u>60,076,087</u>	<u>187,164,156</u>



**Notes to the condensed interim financial statements**

for the 6 months ended 30 June 2012

**9. Deferred tax**

	<b>30 June 2012</b>	<b>31 December 2011</b>
	£	£
Leasing transactions temporary differences:		
Balance at beginning of the period/year	12,706,648	55,625
Income statement charge/(credit)	<u>581,848</u>	<u>12,651,023</u>
Balance at end of the period/year	<u>13,288,496</u>	<u>12,706,648</u>

Leasing transactions temporary differences relate principally to accelerated capital allowances and depreciation.

The Finance Act 2011 amended the effective rate from 1 April 2011 to 26% and amended the main rate of corporation tax to 25% effective from 1 April 2012. The Finance Act 2012 announced the main rate of corporation tax of 24% effective from 1 April 2012; 23% effective from 1 April 2013 and 22% effective from 1 April 2014.

At the date of this report, the rate of 23% had been substantively enacted and is therefore the rate used to calculate the deferred tax balances at the end of the period.

**10. Notes to the cash flow statement**

	<b>6 months ended 30 June 2012</b>	<b>60 months ended 30 June 2011</b>
	£	£
Profit/(Loss) before tax	1,192,766	(438,875)
Adjustments for:		
- Depreciation charge	<u>2,817,223</u>	<u>1,417,707</u>
<b>Operating cash flows before changes in working capital</b>	<u>4,009,989</u>	<u>978,832</u>
- Increase/(decrease) in deferred revenue	196,450	-
- (Increase)/decrease in trade and other receivables	(162,500)	(78,792)
- Increase/(decrease) in trade and other payables	<u>(1,769,130)</u>	<u>(7,109,675)</u>
<b>Net cash generated by/(utilised in) operating activities</b>	<u>2,274,809</u>	<u>(6,209,635)</u>

**11. Capital commitments**

At the reporting date, the Company had not entered into any contractual commitments for the acquisition of property, plant and equipment.

**Notes to the condensed interim financial statements**

for the 6 months ended 30 June 2012

**12. Related-party transactions**

The Company has entered into the following transactions with related parties:

Loan accounts more fully described in Note 8. Interest incurred on these loans is disclosed in Note 5.

Loans receivable represents funds receivable from Eversholt Rail (UK) Limited.

£162,500 of management fees payable to Eversholt Rail (UK) Ltd were incurred (6 months ended 30 June 2012: £162,500).

**13. Contingent liabilities**

There were no contingent liabilities for the Company at 30 June 2012.

**14. Subsequent events**

There are no subsequent events requiring disclosure in these financial statements.