

Eversholt Rail (380) Limited

Unaudited, condensed interim financial statements
for the 6 months ended 30 June 2013

Registered No: 1139640

Condensed interim financial statements

for the 6 months ended 30 June 2013

Contents

Condensed income statement	2
Condensed statement of comprehensive income	2
Condensed statement of financial position	3
Condensed statement of cash flows	4
Condensed statement of changes in equity	5
Notes to the condensed interim financial statements	6

Unaudited

Eversholt Rail (380) Limited

Condensed income statement

for the 6 months ended 30 June 2013

	Notes	6 months ended	
		30 June 2013 £	30 June 2012 £
Revenue			
Operating lease income		8,577,634	8,577,635
Maintenance fee income		57,292	53,802
Total income		8,634,926	8,631,437
Cost of sales	4	(2,817,223)	(2,817,223)
Gross profit		5,817,703	5,814,214
Finance income	5	146,561	-
Finance expense	6	(5,012,168)	(4,450,484)
Administrative expense		(166,607)	(170,964)
Profit before tax		785,489	1,192,766
Taxation (charge)/credit		(172,108)	828,547
Profit for the period		613,381	2,021,313

There were no discontinued or discontinuing operations during the period.

The notes on pages 6 to 9 form an integral part of these financial statements.

Condensed statement of comprehensive income

for the 6 months ended 30 June 2013

	Note	6 months ended	
		30 June 2013 £	30 June 2012 £
Profit for the period		613,381	2,021,313
Dividend paid	15	(500,000)	-
Total comprehensive income for the period		113,381	2,021,313

Eversholt Rail (380) Limited

Condensed statement of financial position

as at 30 June 2013

	Notes	30 June 2013 £	31 December 2012 £
Assets			
Non-current assets			
Property, plant and equipment	7	<u>183,119,612</u>	185,936,835
Current assets			
Trade and other receivables	8	216,667	54,167
Loans receivable	9	12,441,120	12,660,675
Current tax		2,426,733	1,422,150
		<u>15,084,520</u>	14,136,992
Total assets		<u>198,204,132</u>	<u>200,073,827</u>
Liabilities and equity			
Current liabilities			
Trade and other payables	10	2,069,005	2,061,847
		<u>2,069,005</u>	<u>2,061,847</u>
Non-current liabilities			
Borrowings	11	174,767,877	178,208,598
Deferred tax	12	16,063,568	14,886,877
Deferred revenue	13	947,457	673,661
		<u>191,778,902</u>	193,769,136
Total liabilities		<u>193,847,907</u>	<u>195,830,983</u>
Equity			
Share capital		2	2
Retained earnings		4,356,223	4,242,842
Total equity		<u>4,356,225</u>	<u>4,242,844</u>
Total equity and liabilities		<u>198,204,132</u>	<u>200,073,827</u>

The notes on pages 6 to 9 form an integral part of these financial statements.

The financial statements were approved by the Board of Directors and authorised for issue on 22 August 2013. They were signed on its behalf by:



M B Kenny
Director

Company registration number: 1139640

Condensed statement of cash flows
for the 6 months ended 30 June 2013

	6 months ended 30 June 2013 £	6 months ended 30 June 2012 £
Profit before tax	785,489	1,192,766
Adjustments for:		
- Depreciation charge	2,817,223	2,817,223
Operating cash flows before changes in working capital	3,602,712	4,009,989
- Increase in deferred revenue	273,796	196,450
- Increase in trade and other receivables	(162,500)	(162,500)
- Increase/(decrease) in trade and other payables	7,158	(1,769,130)
Cash flow generated by operating activities	3,721,166	2,274,809
Taxation received	-	11,695,666
Net cash generated by operating activities	3,721,166	13,970,475
Investing activities		
Acquisition of property, plant and equipment	-	-
Net cash generated by/(utilised in) investing activities	-	-
Financing activities		
Movement in workings capital loan account	219,555	-
Dividends paid	(500,000)	-
Loans repaid	(3,440,721)	(13,970,475)
Net cash utilised in financing activities	(3,721,166)	(13,970,475)
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	-	-

Condensed statement of changes in equity

for the 6 months ended 30 June 2013

	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	2	3,123,545	3,123,547
Profit for the period	-	1,119,297	1,119,297
Balance at 31 December 2012	2	4,242,842	4,242,844

	Share capital £	Retained earnings £	Total shareholders' equity £
Balance at 1 January 2013	2	4,242,842	4,242,844
Profit for the period	-	613,381	613,381
Dividend paid	-	(500,000)	(500,000)
Balance at 30 June 2013	2	4,356,223	4,356,225

Unaudited

Notes to the condensed interim financial statements

for the 6 months ended 30 June 2013

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 the year ended 31 December 2012. 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 2012.

4 Cost of sales

	6 months ended 30 June 2013 £	6 months ended 30 June 2012 £
Depreciation	<u>(2,817,223)</u>	<u>(2,817,223)</u>

5 Finance Income

	6 months ended 30 June 2013 £	6 months ended 30 June 2012 £
Interest received from Eversholt Rail (UK) Limited on working capital loan	<u>146,561</u>	<u>-</u>

Notes to the condensed interim financial statements (continued)

for the 6 months ended 30 June 2013

6 Finance expense

	6 months ended 30 June 2013	6 months ended 30 June 2012
	£	£
Interest payable to Eversholt Funding plc	(4,659,955)	(4,101,790)
Finance charges payable to Eversholt Funding plc	(350,195)	(295,914)
Interest payable to Eversholt Rail (UK) Limited	-	(30,281)
Other finance costs	(2,018)	(22,499)
	<u>(5,012,168)</u>	<u>(4,450,484)</u>

7 Property, plant and equipment

	Rolling stock and other railway assets £
Cost	
Balance at 1 January 31 December 2012	196,179,840
Additions	-
Balance at 30 June 2013	<u>196,179,840</u>
Depreciation	
Balance at 1 January 2012	4,608,555
Charge for the year	5,634,450
Balance at 31 December 2012	10,243,005
Charge for the period	2,817,223
Balance at 30 June 2013	<u>13,060,228</u>
Carrying value at 30 June 2013	<u>183,119,612</u>
Carrying value at 31 December 2012	<u>185,936,835</u>

8 Trade and other receivables

	30 June 2013	31 December 2012
	£	£
Receivables no later than one year:		
Prepayments	<u>216,667</u>	<u>54,167</u>

9 Loans receivable

	30 June 2013	31 December 2012
	£	£
Eversholt Rail (UK) Limited	<u>12,441,120</u>	<u>12,660,675</u>

The loan to Eversholt Rail (UK) Limited is unsecured and repayable on demand. Interest is charged at one month's GBP Libor plus 1.75% (year ended 31 December 2012: one month's GBP Libor plus 1.75%).

Notes to the condensed interim financial statements (continued)

for the 6 months ended 30 June 2013

10 Trade and other payables

	30 June 2013	31 December 2012
	£	£
Advance rental payment received	1,769,912	1,765,381
Trade payables	294,986	294,230
Accruals	4,107	2,236
	<u>2,069,005</u>	<u>2,061,847</u>

11 Borrowings

	No later than one year £	Later than one year £	Total £
30 June 2013			
Eversholt Funding plc	-	174,767,877	174,767,877
31 December 2012			
Eversholt Funding plc	-	178,208,598	178,208,598

The loan from Eversholt Funding plc is repayable in line with the repayment terms on Eversholt Funding plc's own external debt. According to these terms, nothing is payable on demand (year ended 31 December 2012: nil).

12 Deferred tax

	30 June 2013	31 December 2012
	£	£
Leasing transactions temporary differences:		
Balance at beginning of the year	14,886,877	12,706,648
Income statement charge	1,176,691	2,180,229
Balance at end of the period/year	<u>16,063,568</u>	<u>14,886,877</u>

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

The Spring Statement on 20 March 2013 announced that the UK Corporation Tax rate would reduce to 20% by 2015. This followed an earlier announcement in December 2012 that the rate would fall to 21% by 1 April 2014. These planned reductions will reduce the company's future current tax charge accordingly. However, as neither the 21% rate or the 20% rate has been enacted as at 30 June 2013, only the effect of the current 23% rate has been included in these accounts.

13 Deferred revenue

	30 June 2013	31 December 2012
	£	£
Non-current	<u>947,457</u>	<u>673,661</u>

Rentals received in relation to future maintenance costs are deferred and released when these costs are incurred.

The deferred revenue arises in respect of the Company obligations in respect of maintenance contracts in certain leases.

Notes to the condensed interim financial statements (continued)

for the 6 months ended 30 June 2013

14 Capital commitments

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

15 Related party transactions

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

The Company has loans with related parties, more fully described in notes 9 and 11. Interest on the loans is more fully described in notes 5 and 6.

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

The Company paid management fees to Eversholt Rail (UK) Ltd of £325,000 (6 months ended 30 June 2012: £325,000).

For the period ended 30 June 2013 a dividend of £500,000 was paid to Eversholt Rail Holdings Limited (6 months ended 30 June 2012: nil).

16 Contingent liabilities

There were no contingent liabilities for the Company at 30 June 2013.

17 Subsequent events

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