

Chapter 18d

Regulatory accounts (Historical Cost Accounting);

Covering:
Analysis of dividends and interest charges for year
ending 31 March 2010

Section 2

Chapter 18d

Regulatory accounts

Historical Cost Accounting

Guidance to company

The reporting requirements relate to the appointed business only.

Company commentary

A commentary should be provided explaining the nature of the interest and dividend flows where schemes have been set up as part of a financial re-organisation.

For all items in the table significant features, movements, changes to forecasts, events and transactions over the last period should be noted and any PPP element set out and explained.

Guidance to Auditors

See separate guidance for auditors.

Table 18d Line definitions

A DIVIDEND ANALYSIS

1	Dividends in respect of a financial re-organisation	£m	3dp
Definition	All dividends payable which are part of a scheme whereby the proceeds of the dividends are used by another group company to pay interest to an external party as a result of a financial reorganisation.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input: negative number		
Responsibility	Regulatory Finance Team		

2	Other ordinary dividends	£m	3dp
Definition	Any ordinary dividends excluding those made in respect of a financial reorganisation.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input : negative number		
Responsibility	Regulatory Finance Team		

3	Total dividends	£m	3dp
Definition	The sum of all dividends, excluding preference share dividends		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Calculated: sum of lines 1 and 2		
Responsibility	Regulatory Finance Team		

B INTEREST ANALYSIS

4	Interest receivable/payable on inter-company balances	£m	3dp
Definition	The net of interest payable/receivable on inter-company borrowings/debtors.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input : negative for interest payable, positive for interest receivable		
Responsibility	Regulatory Finance Team		

5	Interest receivable/payable in respect of a financial re-organisation	£m	3dp
Definition	All interest payable/receivable relating to balances which arise as a result of a financial reorganisation		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input : negative for interest payable, positive for interest receivable		
Responsibility	Regulatory Finance Team		

6	Indexation element of index-linked bonds	£m	3dp
Definition	That part of the profit and loss account charge for interest (relating to index-linked debt) which represents the indexation of the debt by RPI.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input: negative number		
Responsibility	Regulatory Finance Team		

7	Preference share dividends	£m	3dp
Definition	Dividends payable which arise from preference shares		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input: negative number		
Responsibility	Regulatory Finance Team		

8	Other interest receivable	£m	3dp
Definition	Interest receivable on loans advanced and deposits etc., excluding any interest relating to either a financial reorganisation or to intercompany balances.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input: positive number		
Responsibility	Regulatory Finance Team		

9	Other interest payable	£m	3dp
Definition	Interest payable on loans excluding any interest relating to either a financial reorganisation or to intercompany balances.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input : negative number		
Responsibility	Regulatory Finance Team		

10	Other finance charges – post employment costs	£m	3dp
Definition	Any ‘other finance charges’ which relate to post employment cost as defined by FRS17.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input: negative number		
Responsibility	Regulatory Finance Team		

11	Other finance charges	£m	3dp
Definition	Any ‘other finance charges’ which do not relate to post employment cost as defined by FRS17.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Input: negative number		
Responsibility	Regulatory Finance Team		

12	Total net Interest	£m	3dp
Definition	The sum of all interest charges and preference dividends		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Calculated: the sum of lines 4, 5, 6, 7, 8, 9,10, 11.		
Responsibility	Regulatory Finance Team		

CHANGE CONTROL SHEET
CHAPTER 18d

2008/1.0	First issue of chapter for the SBP period
2009/1.0	Second issue of chapter for the SBP period.
2010/1.0	Third issue of chapter for the SBP period. — No Changes