**WATER UTILITIES CORPORATION**

**ABRIDGED ANNUAL FINANCIAL STATEMENTS (UNAUDITED)**

**FOR THE YEAR ENDED 31 MARCH 2024**

**WATER UTILITIES CORPORATION**
**STATEMENT OF COMPREHENSIVE INCOME**
**for the year ended 31 March 2024**

| | Notes | 2024 | 2023 |
|---|---|---|---|
| | | P'000 | P'000 |
| **Revenue** | **1** | **2,194,249** | **2,161,764** |
| Cost of Sales | 4 | (1,901,756) | (1,733,810) |
| **Gross Profit** | | **292,493** | **427,954** |
| Other income | 2 | 25,175 | 24,960 |
| Administration and other expenses | 4 | (897,929) | (663,112) |
| Impairment loss on trade receivables | 11 | 174,825 | (193,286) |
| Revenue grant | 16 | 48,209 | 9,462 |
| **Operating Profit/(Loss)** | | **(357,227)** | **(394,022)** |
| Finance income | 5 | 159,583 | 110,672 |
| Finance costs | 5 | (24,994) | (25,128) |
| **Profit/(Loss) for the year before income tax** | | **(222,638)** | **(308,478)** |
| Income tax | 6 | (36,248) | (32,578) |
| **Profit/(Loss) for the year** | | **(258,886)** | **(341,056)** |
| **Other comprehensive income** | | - | - |
| **Total comprehensive loss for the year** | | **(258,886)** | **(341,056)** |

**WATER UTILITIES CORPORATION**
**STATEMENT OF FINANCIAL POSITION**
**as at 31 March 2024**

| | Notes | 31 March 2024 P'000 | 31 March 2023 P'000 |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | 7 | 22,753,527 | 15,875,099 |
| Right of use assets | 8 | 48,059 | 34,148 |
| Intangible assets | 9 | 12,747 | 16,562 |
| Deferred tax assets | 20 | - | - |
| | | 22,814,333 | 15,925,809 |
| **Current assets** | | | |
| Inventories | 10 | 66,501 | 63,694 |
| Trade and other receivables | 11 | 1,408,350 | 1,511,493 |
| Tax refundable | 20 | - | - |
| Investments carried at amortised cost | 13 | 2,035,617 | 1,633,935 |
| Cash and cash equivalents | 12 | 183,706 | 773,598 |
| | | 3,694,174 | 3,982,720 |
| **Total assets** | | **26,508,507** | **19,908,529** |
| **EQUITY AND LIABILITIES** | | | |
| **Capital and reserves** | | | |
| Irredeemable capital | 14 | 752,738 | 752,738 |
| Government contribution - Water sector reforms | 15 | 4,104,627 | 4,104,627 |
| Interest reserve - EIB | 17 | 18,193 | 18,151 |
| (Accumulated loss)/retained earnings | | (378,028) | (135,416) |
| | | 4,497,530 | 4,740,100 |
| **Non-current liabilities** | | | |
| Government grants* | 16 | 18,723,646 | 12,675,659 |
| Borrowings | 17 | 205,000 | 205,000 |
| Consumer deposits | 18 | 77,120 | 68,254 |
| Lease liabilities | 8 | 38,901 | 28,388 |
| Deferred tax liabilities* | 20 | 174,475 | 138,227 |
| Trade and other payables | 19 | 403,063 | 337,806 |
| | | 19,622,205 | 13,453,334 |
| **Current liabilities** | | | |
| Borrowings | 17 | 5,474 | 5,474 |
| Lease liabilities | 8 | 16,061 | 12,220 |
| Tax payable | 20 | - | 9,732 |
| Trade and other payables* | 19 | 2,367,240 | 1,687,669 |
| | | 2,388,775 | 1,715,095 |
| **Total liabilities** | | 22,010,980 | 15,168,429 |
| **Total equity and liabilities** | | **26,508,510** | **19,908,529** |

**WATER UTILITIES CORPORATION**
**STATEMENT OF CASH FLOWS**
**for the year ended 31 March 2024**

| | Notes | 2024 | 2023 |
|---|---|---|---|
| | | P'000 | P'000 |
| **Net cash flow from operating activities*** | 21 | **739,771** | **800,057** |
| **Cash generated from/(used in) investing activities** | | | |
| Development expenditure incurred* | 7, | (7,310,379) | (4,618,426) |
| Proceeds on sale of property, plant and equipment | 2, 7 | 7,275 | - |
| Purchase of software | 9 | (31) | - |
| Purchase of property, plant and equipment | 7 | (79,986) | (70,532) |
| Interest received | 5 | 140,732 | 110,808 |
| Purchases of investments at amortised cost | 13 | (1,894,773) | (1,530,729) |
| Proceeds from sale of investments at amortised cost | 13 | 1,493,091 | 1,089,587 |
| **Net cash used in investing activities** | | **(7,644,071)** | **(5,019,292)** |
| **Cash generated from/(used in) financing activities** | | | |
| Interest paid | 5 | (24,994) | (25,128) |
| Repayment of borrowings | 17 | - | (6,264) |
| Cash grants received from Government | 16 | 6,351,301 | 4,755,934 |
| Utilised funds returned | 16 | - | (1,303) |
| Principal payment of lease liabilities | 8 | (11,896) | (13,662) |
| **Net cash from financing activities** | | **6,314,411** | **4,709,577** |
| Net increase/(decrease) in cash and cash equivalents | | (589,889) | 490,342 |
| Cash and cash equivalents at beginning of the year | | 773,598 | 283,256 |
| **Cash and cash equivalents at end of the year** | | **183,709** | **773,598** |
| Reconciled to: | | | |
| Cash and cash equivalents recognised as current assets | 12 | **183,706** | **773,598** |