Northern Gas Networks Limited
Profit and loss account
For the six months ended 30 June 2011

	2011 £'000	2010 £'000
Turnover	170,384	169,140
Cost of sales	(5,209)	(3,513)
Gross profit	165,175	165,627
Other operating expenses	(123,129)	(123,893)
Operating profit	42,046	41,734
Finance charges (net)	(30,176)	(30,718)
Profit on ordinary activities before taxation	11,870	11,016
Tax on profit on ordinary activities	(1,654)	(6,360)
Profit for the financial period	10,216	4,656

Northern Gas Networks Limited

Statement of total recognised gains and losses

For the six months ended 30 June 2011

	2011 £'000	2010 £'000
Profit for the financial period	10,216	4,656
Actuarial gain relating to the pension scheme	8,093	1,141
Deferred tax attributable to actuarial gain	(2,503)	(319)
Total recognised gains and losses relating to the period	15,806	5,478

Northern Gas Networks Limited
Balance sheet
30 June 2011

	2011 £'000	2010 £'000
Fixed assets		
Intangible assets - goodwill	139,446	143,557
Tangible assets	1,393,498	1,395,141
Investments	2,204	154
	1,535,148	1,538,852
Current assets		
Debtors – due within one year	33,063	31,441
Cash at bank and in hand	6,836	30,782
	39,899	62,223
Creditors: Amounts falling due within one year	(130,860)	(105,855)
Net current liabilities	(90,961)	(43,632)
Total assets less current liabilities	1,444,187	1,495,220
Creditors: Amounts falling due after more than one year	(1,115,788)	(1,110,417)
Provisions for liabilities excluding pension liability	(124,526)	(130,444)
Net assets excluding pension liability	203,873	254,359
Pension liability	(11,380)	(14,291)
Net assets including pension liability	192,493	240,068
Capital and reserves		
Called-up share capital	-	-
Profit and loss account	192,493	240,068
Shareholders' funds	192,493	240,068

Approved by the Board of Directors on 5 September 2011 and signed on its behalf by:

Mark Horsley

M J Horsley Director

Northern Gas Networks Limited
Cash flow statement
For the six months ended 30 June 2011

	2011 £'000	2010 £'000
Net cash inflow from operating activities	82,352	78,004
Returns on investments and servicing of finance	(29,635)	(23,275)
Taxation – UK corporation tax paid	(768)	(949)
Capital expenditure and financial investment	(15,454)	(16,440)
Equity dividends paid	(18,000)	(14,250)
Cash inflow before financing	18,495	23,090
Financing	(9,025)	6,227
Increase in cash in the period	9,470	29,317