

**SCOTTISH WATER BUSINESS STREAM
INFORMATION REQUIREMENTS**

**Section N : Transfer Pricing
Table N.2: Transfer Pricing Summary (P&L)**

Report Year 2006-07

1 2 3 4 5 6 7 8 9 10 11

Block A: Market Testing

Line Ref	Core Activity	Associate Activity	Value of Contract £	Period of Contract	Description	Type of Market Testing	Spend in Year £	Turnover of Assoc £	Core spend (Col 8) : Turnover(Col 9) %

Block B: Cost Allocation. Recharges to Associate from Core

Line Ref	Core Activity	Associate Activity	Total Value £	Turnover of Associate £	Core spend (Col 4) : Turnover (Col 5) %
1	SW Wholesale	Scottish Water Business Stream			
		-Wholesale Charges	126,831,331	140,910,051	
		-Interest paid to SW on Loans	1,341,149	140,910,051	
		-Metering SLA costs	584,335	140,910,051	
		-IT SLA costs	488,014	140,910,051	
		-Property SLA costs	286,487	140,910,051	
		-Support Services SLA costs	87,095	140,910,051	
		-Customer contact SLA costs	69,582	140,910,051	
		-Miscellaneous costs	61,262	140,910,051	
		-Insurance SLA costs	16,333	140,910,051	
		-Fleet SLA costs	9,303	140,910,051	
			129,774,891	140,910,051	92%

Block C: Cost Allocation. Recharges to Core from Associate

Associate Activity	Core Activity	Total Value £	Turnover of Associate £	Core spend (Col 9) : Turnover (Col 10) %
Scottish Water Business Stream	SW Wholesale			
	-Sundry billing SLA costs	42,231	140,910,051	
	-Interest received on advance payment of wholesale charg	410,740	140,910,051	
		452,971.00	140,910,051.00	0.32%