

## Notes to the financial statements

for the year ended 31 March 2015

**16 Property, plant and equipment**

<b>Consolidated</b>	Notes	Land and buildings £'000	Exchange equipment £'000	External plant £'000	Vehicles, other apparatus and equipment £'000	Total £'000
<b>Cost</b>						
At 1 April 2013		15,952	200,504	153,336	35,338	405,130
Additions		101	6,077	4,371	9,817	20,366
Own work capitalised	8	—	349	913	—	1,262
Disposals		(1,159)	(2)	(2)	(1,695)	(2,858)
At 31 March 2014		14,894	206,928	158,618	43,460	423,900
Additions		—	4,343	5,565	6,968	16,876
Own work capitalised	8	—	936	433	—	1,369
Disposals		(163)	(622)	(147)	(5,654)	(6,586)
Transfers		(108)	(6,468)	6,959	(2,932)	(2,549)
<b>At 31 March 2015</b>		<b>14,623</b>	<b>205,117</b>	<b>171,428</b>	<b>41,842</b>	<b>433,010</b>
<b>Accumulated depreciation</b>						
At 1 April 2013		10,777	152,739	98,575	23,769	285,860
Charge for the year		391	4,480	7,767	4,244	16,882
Disposals		(1,002)	—	—	(1,679)	(2,681)
At 31 March 2014		10,166	157,219	106,342	26,334	300,061
Charge for the year		359	3,375	3,069	5,230	12,033
Disposals		(162)	(567)	(43)	(5,385)	(6,157)
Transfers		(109)	(6,888)	6,350	642	(5)
<b>At 31 March 2015</b>		<b>10,254</b>	<b>153,139</b>	<b>115,718</b>	<b>26,821</b>	<b>305,932</b>
<b>Net book value</b>						
<b>At 31 March 2015</b>		<b>4,369</b>	<b>51,978</b>	<b>55,710</b>	<b>15,021</b>	<b>127,078</b>
At 31 March 2014		4,728	49,709	52,276	17,126	123,839
At 1 April 2013		5,175	47,765	54,761	11,569	119,270

In line with its accounting policy and in light of market activity relating to network assets, the Group has assessed the appropriateness of the residual value of its network assets (held above within external plant). This has resulted in higher residual values and a £4.9 million reduction in the depreciation charge for these assets in the year.

Asset classes have been reviewed as part of the implementation of a new accounting system, resulting in transfers between categories.