

NOTE 13. INTANGIBLES

	Jan 1, 2012	Additions	Foreign Exchange	Transfers	Dec 31, 2012
Assets					
Computer software	4,220	28	758	2,538	7,544
Electricity supply and gas purchase contracts	108,048	—	—	—	108,048
Water rights	73,018	—	—	—	73,018
Licence	21,012	—	504	—	21,516
Goodwill	135,512	—	4,200	—	139,712
Accumulated amortization					
Computer software	(550)	(2,060)	(659)	—	(3,269)
Electricity supply and gas purchase contracts	(43,395)	(7,572)	—	—	(50,967)
Water rights	(9,561)	(2,122)	—	—	(11,683)
	288,304	(11,726)	4,803	2,538	283,919
Provisions					
Electricity supply and gas purchase contracts	12,257	—	—	—	12,257
Utilization	(7,363)	(1,634)	—	—	(8,997)
	4,894	(1,634)	—	—	3,260

	Jan 1, 2011	Business Acquisition	Additions	Foreign Exchange	Transfers	Dec 31, 2011
Assets						
Computer software	56	3,973	60	(116)	247	4,220
Electricity supply and gas purchase contracts	108,048	—	—	—	—	108,048
Water rights	73,018	—	—	—	—	73,018
Licence	—	21,591	—	(579)	—	21,012
Goodwill	—	139,255	—	(3,743)	—	135,512
Accumulated amortization						
Computer software	(77)	—	(486)	13	—	(550)
Electricity supply and gas purchase contracts	(35,954)	—	(7,441)	—	—	(43,395)
Water rights	(7,445)	—	(2,116)	—	—	(9,561)
	137,646	164,819	(9,983)	(4,425)	247	288,304
Provisions						
Electricity supply and gas purchase contracts	12,257	—	—	—	—	12,257
Utilization	(5,733)	—	(1,630)	—	—	(7,363)
	6,524	—	(1,630)	—	—	4,894

On the acquisition of Bristol Water, Capstone recognized an indefinite life intangible asset for the value of the licence to operate the water network granted by the regulator ("Ofwat"). The licence is related to the exclusive right to operate and invest in the water network within the licenced geographic area. Ofwat grants a perpetual licence with a 25-year notice.

Goodwill is attributed to the utilities – water reporting segment which forms a CGU. The calculation of goodwill for Bristol Water is described in Note 3.

NOTE 14. RETIREMENT BENEFIT PLANS

Defined Contribution Plan

Bristol Water and Cardinal operate defined contribution retirement plans for certain employees. The total cost recorded in the statement of income for the year ended December 31, 2012 was \$1,319 (December 31, 2011 – \$431).

Defined Benefit Plan

Defined benefit pension arrangements for Bristol Water's employees are provided through Bristol Water's membership in the WCPS, which provides defined benefits based on final pensionable pay. Bristol Water's membership in the WCPS is through a separate section (the "Section") of the plan. The assets of the Section are held separately from those of Bristol Water and are invested by discretionary fund managers appointed by the trustees of the plan. The Section has been closed to new entrants and all new eligible employees are offered membership in the defined contribution pension plan.