

2015/16 Annual Performance Report RORE amendment – September 2016

Following the publication of our Annual Performance Report (“APR”) for 2015/16 in June 2016, and the publication of all other companies’ APRs shortly after, Ofwat identified that different companies had adopted different approaches to calculate their RORE (“Return on Regulated Equity”). Ofwat has published further guidance on how this metric should be calculated to align companies’ interpretations. We have recalculated our RORE using this revised guidance and have adjusted our published RORE to 4.10%, accordingly.