

Amendment to our 2019/20 Combined Annual Report and Annual Performance Report:

Following publication of our 2019/20 Combined Annual Report and Annual Performance Report it has come to our attention that there was an inconsistency between the calculation of the interest cover and adjusted interest cover ratios in table 4H and the definition per the Regulatory Accounting Guidelines. Therefore, the interest cover and adjusted interest cover ratios in table 4H have been amended.

The updated table is shown below. The highlighted figures indicate the line items that have been amended:

4H – restated:

| | Units | Current year | AMP to Date |
|--------------------------------------------------------------------------------|-------|--------------|-------------|
| Financial indicators | | | |
| Net debt | £m | 12,088.147 | - |
| Regulated equity | £m | 2,641.156 | - |
| Regulated gearing | % | 82.07% | - |
| Post tax return on regulated equity | % | 2.06% | - |
| RORE (return on regulated equity) | % | 3.30% | 3.80% |
| Dividend yield | % | 1.81% | - |
| Retail profit margin - Household | % | (2.61)% | - |
| Retail profit margin - Non household | % | (0.73)% | - |
| Credit rating | n/a | Baa2 | - |
| Return on RCV | % | 3.53% | - |
| Dividend cover | dec | (0.16) | - |
| Funds from operations (FFO) | £m | 794.758 | - |
| Interest cover (cash) | dec | 3.18 | - |
| Adjusted interest cover (cash) | dec | 1.57 | - |
| FFO/Debt | dec | 0.07 | - |
| Effective tax rate | % | 0.00% | - |
| Free cash flow (RCF) | £m | 746.897 | - |
| RCF/capex | dec | 0.66 | - |
| Revenue and earnings | | | |
| Revenue (actual) | £m | 2,097.051 | - |
| EBITDA (actual) | £m | 1,003.121 | - |
| Movement in RORE | | | |
| Base return | % | 5.60% | 5.61% |
| Totex out/(under) performance | % | (2.49)% | (1.38)% |
| Retail cost out/(under) performance | % | (0.83)% | (0.48)% |
| ODI out/(under) performance | % | (0.38)% | (1.21)% |
| Financing out/(under) performance | % | 1.62% | 1.14% |
| Other factors | % | (0.22)% | 0.12% |
| Regulatory return for the year | % | 3.30% | 3.80% |
| Borrowings | | | |
| Proportion of borrowings which are fixed rate | % | 31.30% | - |
| Proportion of borrowings which are floating rate | % | 11.29% | - |
| Proportion of borrowings which are index linked | % | 57.42% | - |
| Proportion of borrowings due within 1 year or less | % | 12.53% | - |
| Proportion of borrowings due in more than 1 year but no more than 2 years | % | 5.49% | - |
| Proportion of borrowings due in more than 2 years but but no more than 5 years | % | 15.95% | - |
| Proportion of borrowings due in more than 5 years but no more than 20 years | % | 38.26% | - |
| Proportion of borrowings due in more than 20 years | % | 27.77% | - |

4H – as previously reported:

| | Units | Current year | AMP to Date |
|--------------------------------------------------------------------------------|-------|--------------|-------------|
| Financial indicators | | | |
| Net debt | £m | 12,088.147 | - |
| Regulated equity | £m | 2,641.156 | - |
| Regulated gearing | % | 82.07% | - |
| Post tax return on regulated equity | % | 2.06% | - |
| RORE (return on regulated equity) | % | 3.30% | 3.80% |
| Dividend yield | % | 1.81% | - |
| Retail profit margin - Household | % | (2.61)% | - |
| Retail profit margin - Non household | % | (0.73)% | - |
| Credit rating | n/a | Baa2 | - |
| Return on RCV | % | 3.53% | - |
| Dividend cover | dec | (0.16) | - |
| Funds from operations (FFO) | £m | 794.758 | - |
| Interest cover (cash) | dec | 3.44 | - |
| Adjusted interest cover (cash) | dec | 1.63 | - |
| FFO/Debt | dec | 0.07 | - |
| Effective tax rate | % | 0.00% | - |
| Free cash flow (RCF) | £m | 746.897 | - |
| RCF/capex | dec | 0.66 | - |
| Revenue and earnings | | | |
| Revenue (actual) | £m | 2,097.051 | - |
| EBITDA (actual) | £m | 1,003.121 | - |
| Movement in RORE | | | |
| Base return | % | 5.60% | 5.61% |
| Totex out/(under) performance | % | (2.49)% | (1.38)% |
| Retail cost out/(under) performance | % | (0.83)% | (0.48)% |
| ODI out/(under) performance | % | (0.38)% | (1.21)% |
| Financing out/(under) performance | % | 1.62% | 1.14% |
| Other factors | % | (0.22)% | 0.12% |
| Regulatory return for the year | % | 3.30% | 3.80% |
| Borrowings | | | |
| Proportion of borrowings which are fixed rate | % | 31.30% | - |
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| Proportion of borrowings due in more than 20 years | % | 27.77% | - |