

# Investor Update on Ofwat's Investigations

## **7 November 2018**

### **Investor Update on Ofwat's Investigations**

Having received various requests from investors for an update on Ofwat's ongoing investigations in relation to the operation of some of our wastewater treatment works and reporting processes we can confirm that the company has largely completed its review of the relevant wastewater data referred to in our annual accounts and has had the data independently verified. The company is engaging in detailed discussions with Ofwat of its findings and the consequences in relation to serviceability and Outcome Delivery Incentive penalties in respect of AMP 5 and 6. As disclosed in the annual report it is likely that we will be required to make future revenue adjustments and/or pay penalties and fines in relation to any restated figures and this could include a RCV log down in the 2019 Final Determination.

## **19 November 2018**

### **Further Update on the Investigations in relation to the operation of certain wastewater treatment works and reporting processes**

In relation to the ongoing investigations by Ofwat, the Environment Agency and the Company itself into the operation of some of our wastewater treatment works and reporting processes the Company has adopted the prudent course of bringing the matter to the attention of the law enforcement authorities.