



SES Water's 2022-23 Charges

Statement of Significant Year-on-Year Changes

Our charging year runs from 1 April to 31 March. We will publish our household charges scheme for the next year, beginning 1 April 2022, on 13 January 2022.

Our charges have been calculated in accordance with our PR19 Final Determination, with an increase in charges of c4.1% primarily due to the impact of higher inflation and inclusion of revenue under-recovered in 2020-21 leading to an increase in the Company's allowed revenue for 2022-23 as compared to current year. The Company's allowed revenue for 2022-23 is appropriately reduced by penalties associated with the Company's 2020-21 performance as determined by Ofwat.

The Company has assessed the effect of the charges that will apply from April 2022 on a range of different customer types. Given that the increases in charges from prior year are below 5%, no Statement of Significant Changes is required. However, changes in the bills will depend on individual circumstances, for example whether a customer is metered and corresponding levels of water usage.

This statement applies to our household customers. Business customers seeking information about their charges should refer to our published Wholesale Charges Schedule and talk to their retailer about the impact this will have on their bills from April.

Signed on behalf of the Board of Directors, 13 January 2022.

Ian Cain

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(Group Chief Executive Officer)

Murray Legg

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(Non-Executive Director and Chair of the Audit Committee)

Paul Kerr

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(Group Chief Financial Officer)