

Dee Valley Group plc
Stock Exchange Announcement

Final Determination of Water Charges for the Period 2005/10

Ofwat has today published its final determination of water charges for the period 2005/10. The price profile for Dee Valley Water is as follows:

	2005/06	2006/07	2007/08	2008/09	2009/10
K factor	5.7%	-1.4%	0.2%	0.6%	-0.7%

The “K factor” is the percentage increase in prices allowed in each year, before the addition of inflation.

The Company is considering the Determination carefully and will announce shortly whether it intends to accept the Determination or refer the matter to the Competition Commission.