

Date: 9 October 2015

Our Ref: 151009 Consent to transfer

Your Ref:

Andrew Philips Water 2 Business Limited Wessex Water Claverton Down Bath BA2 7WW

Dear Andrew

Water 2 Business Limited's Application for Consent to Transfer a Water Services and Sewerage Services Licences

Following your self-certification of your readiness to participate in the market, the Commission is pleased to confirm that a decision has been made to consent to the transfer of the water services and sewerage services licences previously held by Wessex Water Enterprises Limited as of today. The Commission has also decided to modify the conditions of the water services and sewerage services licences to the extent of the inclusion of a new ordinary condition in the attached form.

Please find attached copies of your licences [please note that the licence grant date and other details (except licensee name) will remain the same, except where modifications have been made]. Please pay particular attention to the ordinary and standard conditions of your licences. It is imperative that you comply with the terms and conditions of your licences as any failure to do so will be subject to the enforcement mechanisms set out in Schedule 2 of the Water Services etc (Scotland) Act 2005.

In accordance with paragraph 4(9) of schedule 2 of the Water Services etc (Scotland) Act 2005, notice of these decisions and copies of the applicable updated licence conditions are also being sent to Scottish Water and being published. Should no appeal be made against these decisions then the licence transfer shall take effect on and from **26 October 2015** which shall be known as the "Transfer Date".

Yours sincerely

Alan Sutherland

Chief Executive Officer

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cc. Scottish Water

Water Industry Commission for Scotland Ochil House Springkerse Business Park Stirling FK7 7XE

Chairman Sir Ian Byatt