



Our Ref. NCH/YMO

Mr K Mason
Director of Regulatory Finance
Ofwat
Centre City Tower
7 Hill Street
Birmingham
B5 4UA

VIA EMAIL

22 January 2013

Dear Keith

SECTION 13 PROPOSALS TO MODIFY COMPANY LICENCES

I refer to the revised proposals to modify Conditions B and C of our appointment licence issued on 21 December 2012.

After careful consideration, the Board of Dee Valley Water has decided to consent to the modifications proposed in your Section 13 notice.

In relation to any future regulatory reform, our main concerns are that the interests of all our customers are protected and that Welsh Government policy is fully taken into account, particularly with reference to clause 18.1 of the proposed Condition B. We trust these matters will be given due consideration.

Yours sincerely

A handwritten signature in blue ink, appearing to read "N Holladay".

Norman Holladay
Managing Director