

Statement of Significant Changes in relation to the Anglian Water Services Wholesale Charges 2026/27

Our tariff structure for 2026/27 is consistent with our 2025/26 scheme except for the closure of the Streamline Blue tariff from 31 March 2026. The Streamline Orange tariff is now modelled for customers using 0.5Ml/a to 10Ml/a.

The resulting bill incidence effects for customers using the Streamline Blue tariff in 2025/26 are set out in the tables below.

Charges seek to recover, at 2026/27 prices, the revenue allowed to us by the Regulator, Ofwat.

The calculation of allowed revenue for 2026/27 has three elements:

1. the wholesale revenue per control based on the “K” factors per service area set out in the Final Determination published on 19 December 2024;
2. the published CPIH for November 2025; and
3. the results of those mechanisms set out in the PR24 Rulebook that adjust those allowed revenues for performance in prior years.

Published “K” Factors

The K factors set out a percentage increase to the prior year allowed revenues on a consistent price base. For the 2026/27 charging year the published K factors are as set out in the table below:

Price Control	K Factor
Water Resources	24.05%
Water Network Plus	1.53%
Wastewater Network Plus	3.86%
Bioresources	1.39%*

*Bioresources = deduced K based on adjusted usage

A substantial proportion of the increase to next year’s bills is driven by the step change in investment that supports us meeting the challenges from a rapidly changing climate, a growing population and the statutory environmental and quality obligations agreed with our Environmental Regulators.

CPIH

Reflects the upward cost pressures resulting from inflation and allows us to recover these costs in order to maintain delivery of our service obligations to our customers.

Our charges are based on the November CPIH figure of 3.57%.

PR24 Rulebook

Application of the PR24 Rulebook mechanisms results in three types of adjustment: the first for under or over recovery of allowed wholesale revenue in the 2024/25 charging year under the Revenue Forecasting Incentive mechanism; the second for under or over performance of the outcome performance commitments

set out in the Final Determination; and the third for the under or over recovery of allowed revenue in the final year of AMP7. For the charging year the resulting adjustments per revenue control are set out in the following table:

Price Control	Revenue Forecasting Incentive	Outcome Performance	AMP7 Blind Year Adjustment
Water Resources	-	-£0.0m	£2.4m
Water Network Plus	-	£4.0m	£3.3m
Wastewater Network Plus	-	£18.0m	£2.5m
Bioresources	-	£0.0m	-

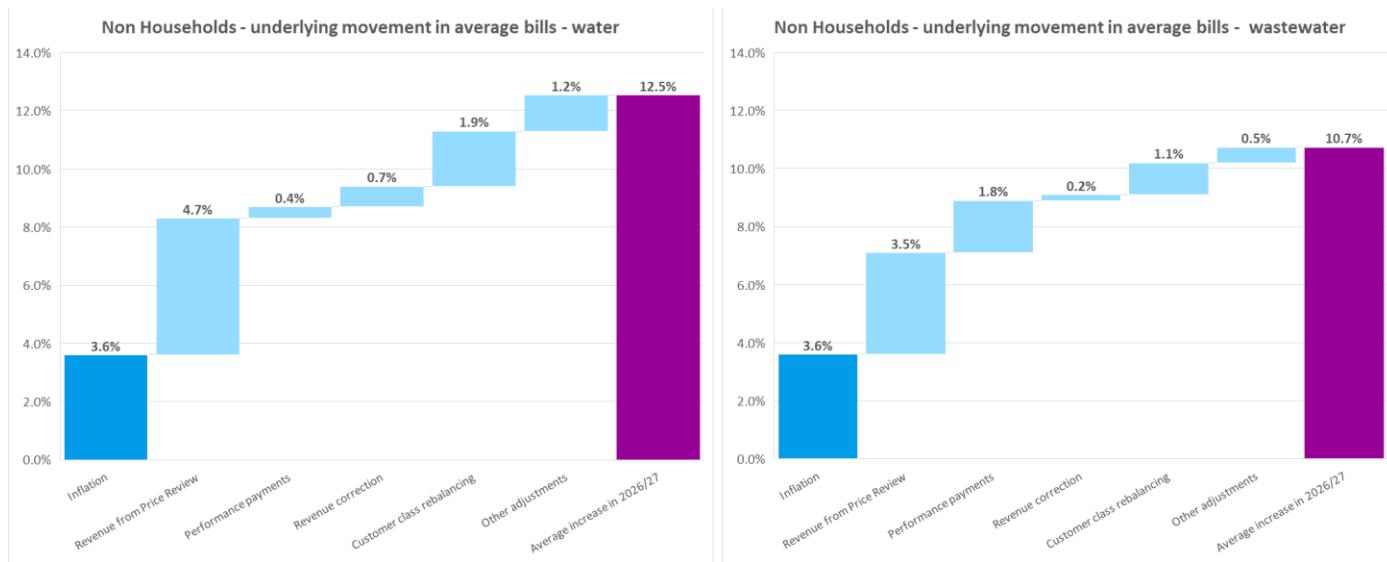
Bill incidence effects

As a consequence of the calculation of allowed revenue, and our forecast of customer numbers and demand, we expect all customer classes to experience bill increases that exceed five per cent, based on a constant level of usage.

Wholesale charges settled in the non-household retail market will therefore increase.

We will actively seek to engage and support Retailers to help them manage these bill impacts. We have ongoing account management meetings with all retailers on a one-to-one basis and will provide assistance for them to understand how bill incidence effects for the charging year will impact across different service combinations by tariff.

The following graphs illustrate the change in revenue by service to be recovered in charges from non-household customers in 2026/27 compared to 2025/26.



Allowed Revenue 2025/26	Allowed Revenue 2025/26
Inflation	Inflation measured by the Consumer Price Index (with Housing) as published by the Office of National Statistics
Revenue from Price Review	Wholesale revenue real terms increase allowed by Ofwat to fund longer term and existing projects to improve services and resilience
Performance payments	Adjustments to revenue to reflect our performance against specific measures in prior years.
Revenue correction	Revenue correction relating to differences in prior years between reported revenue and Ofwat's allowed revenue
Customer class rebalancing	Rebalancing between customer classes in line with cost allocation work and the resulting variation in the cost to serve evidenced
Other adjustments	Other changes in wholesale revenue including the proportion of revenue to be recovered from developers (G&Cs) and changes in demand etc.
Allowed Revenue 2026/27	Allowed Revenue 2026/27

Typical bill incidence effects are as set out in the tables below:

Line description	WATER			SEWERAGE			TOTAL WITH SWD		
	2025/26	2026/27	% Change	2025/26	2026/27	% Change	2025/26	2026/27	% Change
ANGLIAN - WHOLESALE									
Measured - streamline green									
75 m3 pa	£190	£212	11.7%	£232	£253	9.0%	£422	£465	10.2%
100 m3 pa	£250	£280	11.7%	£284	£310	9.1%	£534	£590	10.3%
250 m3 pa	£612	£684	11.8%	£598	£654	9.3%	£1,210	£1,338	10.5%
Measured - streamline orange									
750 m3 pa	£1,772	£1,986	12.1%	£1,655	£1,810	9.4%	£3,427	£3,796	10.8%
1,000 m3 pa	£2,329	£2,614	12.2%	£2,162	£2,363	9.3%	£4,491	£4,977	10.8%
2,500 m3 pa	£5,673	£6,385	12.6%	£5,205	£5,677	9.1%	£10,878	£12,062	10.9%
Measured - streamline blue (trf to Streamline Orange)									
5,000 m3 pa	£11,246	£12,670	12.7%	£10,381	£11,201	7.9%	£21,627	£23,871	10.4%
7,500 m3 pa	£16,545	£18,955	14.6%	£15,297	£16,725	9.3%	£31,842	£35,680	12.1%
10,000 m3 pa	£21,843	£25,240	15.6%	£20,214	£22,249	10.1%	£42,057	£47,489	12.9%
Measured - profile									
10,000 m3 pa	3.00 peak to average ratio			£24,462	£27,026	10.5%			
15,000 m3 pa		£36,222	£40,038	10.5%					
20,000 m3 pa		£47,982	£53,051	10.6%					
Measured - profile plus									
30,000 m3 pa	1.90 peak to average ratio			£64,847	£72,543	11.9%	£60,759	£67,748	11.5%
75,000 m3 pa		£157,803	£176,781	12.0%			£146,905	£164,359	11.9%
150,000 m3 pa		£312,729	£350,511	12.1%			£290,481	£325,377	12.0%
250,000 m3 pa		£519,298	£582,150	12.1%			£481,915	£540,067	12.1%
Measured - profile interruptible									
75,000 m3 pa	1.80 peak to average ratio			£150,711	£169,226	12.3%			
150,000 m3 pa		£291,885	£328,029	12.4%					
250,000 m3 pa		£480,116	£539,766	12.4%					
500,000 m3 pa		£950,693	£1,069,109	12.5%					
Unmeasured									
£100 rv	£440	£490	11.4%	£407	£450	10.5%	£847	£940	11.0%
£250 rv	£480	£534	11.4%	£439	£485	10.4%	£919	£1,019	10.9%
£300 rv	£493	£549	11.4%	£450	£497	10.4%	£943	£1,045	10.9%
HARTEPOOL - WHOLESALE									
Measured - streamline 1									
75 m3 pa	£119	£130	8.4%						
100 m3 pa	£156	£169	8.3%						
250 m3 pa	£377	£408	8.2%						
Measured - streamline 2									
750 m3 pa	£1,113	£1,204	8.2%						
1,000 m3 pa	£1,481	£1,602	8.1%						
25,000 m3 pa	£36,819	£39,810	8.1%						
Measured - profile plus									
100,000 m3 pa	1.3 peak to average ratio			£98,025	£109,465	11.7%			
250,000 m3 pa		£236,061	£263,161	11.5%					
500,000 m3 pa		£466,123	£519,323	11.4%					
1,000,000 m3 pa		£926,245	£1,031,645	11.4%					