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FOR IMMEDIATE RELEASE

22 November 2016

Severn Trent PLC
("Severn Trent" or the "Company")

Response to increased recommended cash offer for Dee Valley Group PLC ("Dee Valley") by Ancala Fornia Limited ("Ancala")

The Board of Severn Trent notes the announcement by Ancala on 22 November 2016 of an increased recommended cash offer for Dee Valley.

Severn Trent is considering its options and will make a further announcement in due course.

Dee Valley shareholders are advised to take no action in respect of their shares at this stage.

A copy of this announcement will be available at www.severntrent.com/investors

The content of the website referred to in this announcement is not incorporated into and does not form part of this announcement.

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