

Appendix 4

Indicative Wholesale Access Prices

The prices provided are indicative only and based on assumptions, which may differ substantially from case-specific access prices.

The total customer charge is the sum of the wholesale charge plus the retail costs of serving a licensee.

The charges have been shown as pence/m³ for comparability, but in practice will be a combination of fixed and variable charges.

Retail and wholesale prices for 2015-16 are based upon our approved Scheme of Charges 2015-16.

Actual retail and wholesale prices may vary from those shown and the wholesale prices will also include allowance for inflation (RPI).

Payment in advance means payment on billed date. Where agreement is reached to pay on different payment terms the prices will be adjusted accordingly.

These indicative prices are calculated in compliance with the letter from Andrew Beaver of Ofwat (18th August 2014), "The costs principle and access pricing".

Indicative Wholesale Price Information

Price base: 2015-16

All Water Resource Zones	Year	2015-16	2016-17	2017-18	2018-19	2019-20
Large user price increases For 50MI per annum	%		0.82%	0.32%	0.03%	0.03%
Focused large user price	p/m ³	126.599	127.616	128.016	128.053	128.091
Average wholesale price to licensee	p/m ³	124.887	125.904	126.305	126.342	126.380
Average licensee margin - first customer	p/m ³	1.711	1.711	1.711	1.711	1.711
Average licensee margin - second customer	p/m ³	1.711	1.711	1.711	1.711	1.711
For 500MI per annum						
Focused large user price	p/m ³	87.773	88.482	88.761	88.788	88.814
Average wholesale price to licensee	p/m ³	86.878	87.587	87.866	87.892	87.919
Average licensee margin - first customer	p/m ³	0.895	0.895	0.895	0.895	0.895
Average licensee margin - second customer	p/m ³	0.895	0.895	0.895	0.895	0.895

Payment in Advance

All Water Resource Zones	Year	2015-16	2016-17	2017-18	2018-19	2019-20
Large user price increases For 50MI per annum	%		0.82%	0.32%	0.03%	0.03%
Focused large user price	p/m ³	126.599	127.616	128.016	128.053	128.091
Average wholesale price to licensee	p/m ³	124.691	125.706	126.106	126.144	126.181
Average licensee margin - first customer	p/m ³	1.908	1.909	1.910	1.910	1.910
Average licensee margin - second customer	p/m ³	1.908	1.909	1.910	1.910	1.910
For 500MI per annum						
Focused large user price	p/m ³	87.773	88.482	88.761	88.788	88.814
Average wholesale price to licensee	p/m ³	86.742	87.450	87.728	87.754	87.780
Average licensee margin - first customer	p/m ³	1.032	1.033	1.033	1.033	1.033
Average licensee margin - second customer	p/m ³	1.032	1.033	1.033	1.033	1.033