Sir Adrian Montague, CBE
Chairman

Rt Hon Alistair Carmichael MP
Chair, Environment, Food and Rural Affairs Committee

14 July 2025

[SENT VIA EMAIL]

Dear Mr. Carmichael

I am writing to supplement my letter dated 10 July 2025.

Senior Creditors

As I set out in my letter, the Class A Ad Hoc Group comprises over 100 institutions and in excess of £13 billion of Thames Water's Class A Debt.

A large, representative group of those senior creditors have over a number of months undertaken significant work to develop a fully-funded, highly developed and credible creditor-led proposal for a fundamental recapitalisation of Thames Water. This group holds over £9 billion of Thames Water's Class A Debt and includes a mix of pension and insurance funds, asset managers, and investment funds with a strong track record of investment in UK infrastructure and helping complex businesses grow through committed capital and long-term stewardship.

This group consists of Aberdeen Investments, Assured Guaranty, Apollo, Attestor, Corebridge Financial, DE Shaw, Elliott, Farallon, Invesco, PIMCO, Pricoa, Royal Bank of Canada, Silverpoint Capital, Sona Asset Management and Voya, who are together negotiating a creditor-led proposal on behalf of the wider Class A Ad Hoc Group.

As is usual in restructuring situations of this nature with a significant number of publicly traded instruments, the key discussions are taking place with the representative group primarily through the group's advisors, rather than with individual creditors. Thames Water has therefore focused on ensuring that the make-up of the group is sufficiently representative of the views of the senior creditors as a whole, rather than on the individual members of the group.

Discussions are ongoing and it would be premature to comment on the final transaction structure including any potential future equity ownership.

Yours sincerely,

Sir Adrian Montague, CBE

Thames Water Utilities Limited, a company registered in England and Wales with company number 02366661.
Registered office address: Clearwater Court, Vastern Road, Reading RG1 8DB. VAT registration number: GB 537-4569-15.