

PENNON GROUP PLC

AGM STATEMENT

Summary of the Annual General Meeting held on 31 July 2008 at Sandy Park Conference Centre, Sandy Park, Exeter, Devon

The Directors are pleased to announce that the shareholders of Pennon Group Plc at the Company's Annual General Meeting on Thursday, 31 July 2008 passed all the resolutions set out in the Notice of Annual General Meeting dated 26 June 2008 (with the exception of Resolution 6, which was withdrawn).

The following table summarises the proxy votes received from shareholders prior to the meeting. The highest percentage of the issued share capital voted was approximately 59.5%. Votes withheld are not votes in law and have not been counted in the calculation of the votes.

| | | Number of Votes | % of Vote |
|---|------------|----------------------|-----------|
| Resolution 1: To receive and adopt for the year ended 31 March 2008 the financial statements, the Directors' Report and the report of the independent auditors on the financial statements | | | |
| | For | 210,330,494 | 99.49 |
| | Against | 269,052 | 0.13 |
| | Discretion | 778,383 | 0.37 |
| | Withheld | 31,186 | 0.01 |
| Resolution 2: To declare a final dividend in respect of the year ended 31 March 2008 of 13.56p for each ordinary share of nominal value 40.7p | | | |
| | For | 210,631,561 | 99.64 |
| | Against | 6,650 | 0.00 |
| | Discretion | 768,424 | 0.36 |
| | Withheld | 2,480 | 0.00 |
| Resolution 3: To approve the Directors' remuneration report for the year ended 31 March 2008 | | | |
| | For | 209,773,798 | 99.23 |
| | Against | 645,990 | 0.30 |
| | Discretion | 793,644 | 0.38 |
| | Withheld | 195,683 | 0.09 |
| Resolution 4: To re-elect Ken Harvey as a Director | | | |
| | For | 208,598,833 | 98.67 |
| | Against | 1,885,922 | 0.89 |
| | Discretion | 800,886 | 0.38 |
| | Withheld | 123,474 | 0.06 |
| Resolution 5: To re-elect David Dupont as a Director | | | |
| | For | 208,862,793 | 98.80 |
| | Against | 1,626,749 | 0.77 |
| | Discretion | 806,998 | 0.38 |
| | Withheld | 112,575 | 0.05 |
| Resolution 6: To re-elect Kate Mortimer as a Director | | Resolution withdrawn | |

| | | Number of Votes | % of Vote |
|--|------------|-----------------|-----------|
| Resolution 7: To re-appoint PricewaterhouseCoopers LLP as auditors of the Company | | | |
| | For | 206,730,434 | 97.79 |
| | Against | 3,827,820 | 1.81 |
| | Discretion | 802,543 | 0.38 |
| | Withheld | 48,318 | 0.02 |
| Resolution 8: To authorise Directors to fix the remuneration of the auditors | | | |
| | For | 208,622,289 | 98.68 |
| | Against | 1,908,906 | 0.90 |
| | Discretion | 821,965 | 0.39 |
| | Withheld | 55,955 | 0.03 |
| Resolution 9: To authorise Pennon Group Plc and its subsidiaries to make EU political donations (precautionary authority) | | | |
| | For | 205,575,107 | 97.25 |
| | Against | 2,904,059 | 1.37 |
| | Discretion | 812,940 | 0.38 |
| | Withheld | 2,117,009 | 1.00 |
| Resolution 10: To grant the Directors the authority to allot shares | | | |
| | For | 209,573,344 | 99.13 |
| | Against | 904,796 | 0.43 |
| | Discretion | 819,483 | 0.39 |
| | Withheld | 111,492 | 0.05 |
| Resolution 11: To authorise the partial exclusion of the statutory pre-emption rights | | | |
| | For | 210,033,203 | 99.35 |
| | Against | 293,906 | 0.14 |
| | Discretion | 869,190 | 0.41 |
| | Withheld | 212,816 | 0.10 |
| Resolution 12: To adopt new Articles of Association | | | |
| | For | 208,694,317 | 98.72 |
| | Against | 1,684,267 | 0.80 |
| | Discretion | 851,829 | 0.40 |
| | Withheld | 178,702 | 0.08 |
| Resolution 13: To authorise the Company to purchase its own shares | | | |
| | For | 210,279,321 | 99.47 |
| | Against | 239,335 | 0.10 |
| | Discretion | 816,370 | 0.39 |
| | Withheld | 74,089 | 0.04 |

Two copies of all the resolutions passed by the Company, other than resolutions concerning ordinary business, have been submitted to the UK Listing Authority, and will shortly be available for inspection at the UK Listing Authority's Document Viewing Facility, which is situated at:

Financial Services Authority
25 The North Colonnade

Canary Wharf
LONDON
E14 5HS

Tel: 0207 066 1000

1 August 2008

www.pennon-group.co.uk

End transmission