Execution Version

FINAL TERMS

20th January, 2009

Severn Trent Utilities Finance Plc

Issue of £400,000,000 6.00 per cent. Guaranteed Notes due 2018 Guaranteed by Severn Trent Water Limited under the €4,000,000,000 Euro Medium Term Note Programme

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the Prospectus dated 31st July, 2008 and the Supplementary Prospectus dated 19th December 2008 which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the "**Prospectus Directive**"). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Prospectus as so supplemented. Full information on the Issuer, the Guarantor and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Prospectus as so supplemented. The Prospectus and the Supplementary Prospectus are available for viewing at http://www.rns-pdf.londonstockexchange.com/rns/4133A_1-2008-7-31.pdf and http://www.rns-pdf.londonstockexchange.com/rns/5105K_1-2008-12-19.pdf respectively and copies may be obtained from the registered office of the Issuer at 2297 Coventry Road, Birmingham B26 3PU, United Kingdom.

1.	(i)	Issuer:	Severn Trent Utilities Finance Plc
	(ii)	Guarantor:	Severn Trent Water Limited
2.	(i)	Series Number:	95
	(ii)	Tranche Number:	1
3.	Specified Currency or Currencies:		Sterling ("**£**")
4.	Aggregate Nominal Amount:		
	(i)	Series:	£400,000,000
	(ii)	Tranche:	£400,000,000
5.	Issue Price:		99.258 per cent. of the Aggregate Nominal Amount of the Tranche
6.	(i)	Specified Denominations:	£75,000 and integral multiples of £1,000 in excess thereof up to and including £149,000. No Notes in definitive form will be issued with a denomination above £149,000.
	(ii)	Calculation Amount:	£1,000
7.	(i)	Issue Date:	22nd January, 2009
	(ii)	Interest Commencement	Issue Date

	Date:	
8.	Maturity Date:	22nd January 2018
9.	Interest Basis:	6.00 per cent. Fixed Rate (*further particulars specified below*)
10.	Redemption/Payment Basis:	Redemption at par
11.	Change of Interest Basis or Redemption/Payment Basis:	Not Applicable
12.	Put/Call Options:	Not Applicable
13.	(i) Status of the Notes:	Senior
	(ii) Status of the Guarantee:	Senior
14.	Method of distribution:	Syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15.	**Fixed Rate Note Provisions**		Applicable
	(i)	Rate(s) of Interest:	6.00 per cent. per annum payable annually in arrear
	(ii)	Interest Payment Date(s):	22nd January in each year from and including 22nd January 2010 up to and including the Maturity Date
	(iii)	Fixed Coupon Amount(s):	£60.00 per Calculation Amount
	(iv)	Broken Amount(s):	Not Applicable
	(v)	Day Count Fraction:	Actual/Actual (ICMA)
	(vi)	Determination Date(s):	22nd January in each year
	(vii)	Other terms relating to the method of calculating interest for Fixed Rate Notes:	None
16.	**Floating Rate Note Provisions**		Not Applicable
17.	**Zero Coupon Note Provisions**		Not Applicable
18.	**Index Linked Interest Note Provisions**		Not Applicable
19.	**Dual Currency Interest Note Provisions**		Not Applicable

PROVISIONS RELATING TO REDEMPTION

20.	Issuer Call:	Not Applicable
21.	Investor Put:	Not Applicable
22.	Final Redemption Amount:	£1,000 per Calculation Amount
23.	Early Redemption Amount payable on redemption for taxation reasons or on event of default and/ or the method of calculating the same (if required or if different from that set out in Condition 6(f)):	As set out in Condition 6(f)
24.	Put Event:	Not Applicable

GENERAL PROVISIONS APPLICABLE TO THE NOTES

25.	(i) Form of Notes:	Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes only upon an Exchange Event
	(ii) New Global Note:	Yes
26.	Additional Financial Centre(s) or other special provisions relating to Payment Dates:	Not Applicable
27.	Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature):	No
28.	Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment:	Not Applicable
29.	Details relating to Instalment Notes:	
	(i) Instalment Amount(s):	Not Applicable
	(ii) Instalment Date(s):	Not Applicable
30.	Redenomination applicable:	Redenomination not applicable

31.	Other terms or special conditions:	Not Applicable

DISTRIBUTION

32.	(i)	If syndicated, names of Managers:	BNP Paribas Citigroup Global Markets Limited HSBC Bank plc The Royal Bank of Scotland plc
	(ii)	Stabilising Manager (if any):	The Royal Bank of Scotland plc
33.	If non-syndicated, name of relevant Dealer:		Not Applicable
34.	Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable:		TEFRA D
35.	Additional selling restrictions:		Not Applicable

PURPOSE OF FINAL TERMS

These Final Terms comprise the final terms required for the issue and admission to the Official List of the UK Listing Authority and to trading on the London Stock Exchange's regulated market of Notes described herein pursuant to the €4,000,000,000 Euro Medium Term Note Programme of Severn Trent Plc, Severn Trent Utilities Finance Plc and Severn Trent European Placement S.A.

RESPONSIBILITY

The Issuer and the Guarantor accept responsibility for the information contained in these Final Terms.

Signed on behalf of the Issuer:

By: ....
Duly authorised

Signed on behalf of the Guarantor:

By: ....
Duly authorised

PART B — OTHER INFORMATION

1.	**LISTING AND ADMISSION TO TRADING**	Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the London Stock Exchange's regulated market and for listing on the Official List of the UK Listing Authority with effect from the Issue Date

2. **RATINGS**

Ratings:	The Notes to be issued have been rated: S&P A Moody's: A2

3. **INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE**

Save as described in "Subscription and Sale" and for any fees payable to the Managers, so far as each of the Issuer and the Guarantor is aware, no person involved in the issue of the Notes has an interest material to the offer.

4. **REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES**

(i)	Reasons for the offer:	See "*Use of Proceeds*" wording in Prospectus
(ii)	Estimated net proceeds:	£395,532,000
(iii)	Estimated total expenses:	Not Applicable

5. **YIELD** (*Fixed Rate Notes only*)

Indication of yield:	6.019 per cent. per annum The yield is calculated at the Issue Date on the basis of the Issue Price. It is not an indication of future yield.

6. **PERFORMANCE OF INDEX/FORMULA, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING** (*Index-Linked Notes Only)*

Not Applicable

7. **PERFORMANCE OF RATES OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT (Dual Currency Notes Only)**

Not Applicable

8. **OPERATIONAL INFORMATION**

(i)	ISIN Code:	XS0408829793

(ii)	Common Code:	040882979
(iii)	Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking, *société anonyme* and the relevant identification number(s):	Not Applicable
(iv)	Delivery:	Delivery against payment
(v)	Names and addresses of additional Paying Agent(s) (if any):	Not Applicable
(vi)	Intended to be held in a manner which would allow Eurosystem eligibility:	Yes Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the ICSDs as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon satisfaction of the Eurosystem eligibility criteria.