

PRESS RELEASE

Glas Cymru reports under IFRS

Glas Cymru has today released financial information for the year ended 31 March 2005 prepared under International Financial Reporting Standards (IFRS), to facilitate comparison with future financial results published by the Group.

Glas Cymru's Finance Director, Chris Jones, said: "The adoption of IFRS does not affect the robust financial position of Glas Cymru and therefore, will not impact on our business strategy. Our covenanted financial measures at 31 March 2005 remain unchanged, with gearing (net debt to regulatory capital value) at 81% and the senior debt interest cover ratio at 3.1x."

For the year ended 31 March 2005, the main effects of the adoption of IFRS are on non cash items, including negative goodwill, the depreciation of infrastructure assets, deferred tax and changes in the current values of derivatives. Full details are available at www.glascymru.com.

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