



PRESS RELEASE

Veolia Environnement extends debt maturity profile through successful debt swap

Paris, July 2, 2010. Veolia Environnement closed the bond exchange offer launched on June 24, 2010. The bond exchange involved Veolia Environnement's 5.875% bonds, maturing February 2012, and its 4.875% bonds maturing May 2013.

In exchange for the bonds presented, a new €835 million bond line maturing in 2021 was issued, based on a rate equivalent to the mid swap rate +130 basis points and paying 4.25%.

The exchange offer has completely fulfilled the goal of lengthening the average duration of Veolia's funding, by reducing the amount of bond repayments due in 2012 by 33%, and in 2013 by 44%, and setting a new maturity of 2021, while taking advantage of especially favorable market conditions for long-dated issues.

The success of this operation is a reflection of investor confidence in Veolia Environnement's financial strength, with an order book reaching €1.2 billion, in less than two hours.

The next installment on Veolia Environnement bonds falls due in 2012. This operation has helped to smooth the company's debt repayment schedule and bolstered its liquidity over the next three years.

Veolia Environnement (Paris Euronext: VIE and NYSE: VE) is the worldwide reference in environmental solutions. With approximately 310,000 employees the company has operations all around the world and provides tailored solutions to meet the needs of municipal and industrial customers in four complementary segments: water management, waste management, energy management and passenger transportation. Veolia Environnement recorded revenue of €34.5 billion in 2009. www.veolia.com

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Press release also available on our web site: <http://www.veolia-finance.com>