

October 5, 2006

CALIFORNIA WATER SERVICE GROUP 2,000,000 SHARES OF COMMON STOCK FINAL TERM SHEET

Issuer: California Water Service Group

Security: Common Stock, par value \$0.01 per share

Size: 2,000,000 shares

Over-allotment Option: Up to 300,000 shares

Type of Security: SEC Registered — Registration Statement Nos. 333-136844 and 333-103721

Public Offering Price: \$36.75 per share; \$73,500,000 total without exercise of over-allotment option; \$84,525,000 million total with full exercise of over-

allotment option

Underwriting Discount: \$1.378 per share; \$2,756,000 total without exercise of over-allotment option; \$3,169,400 total with full exercise of over-allotment

option

Proceeds to the Company, before Expenses and after

Discount:

deducting Underwriting

\$35.372 per share; \$70,744,000 total without exercise of over-allotment option; \$81,355,600 total with full exercise of over-allotment

option

Estimated Company Expenses: Approximately \$501,050, other than underwriting discounts and commissions Expected Net Proceeds (exclusive of over-allotment option) after deducting underwriting discounts and commissions and estimated transaction expenses payable by

us: \$70,242,950

Bookrunner: Robert W. Baird & Co.

Underwriting Commitment:

Robert W. Baird & Co. Incorporated 830,000
A.G. Edwards & Sons, Inc. 780,000
Edward D. Jones & Co., L.P. 130,000
J.J.B. Hilliard, W.C. Lyons, Inc. 130,000
Stifel, Nicolaus & Company Incorporated 130,000

Settlement Date: October 12, 2006

Selling Concession: Not to exceed \$0.825 per share

Reallowance to other dealers: Not to exceed \$0.10 per share

Listing: New York Stock Exchange under the symbol CWT

California Water Service Group has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents California Water Service Group has filed with the SEC for more complete information about California Water Service Group and this offering. You may get these documents for free by visiting EDGAR on the SEC Web site at www.sec.gov. Alternatively, California Water Service Group, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling toll-free 1-800-792-2473.