

The National Grid Company, CUSC Signatories and Other Interested Parties

Promoting choice and value for all customers

Direct Dial: 020 7901 7355

01 June 2005

Our Ref: IND/COD/CUSC/CAP081

Dear Colleague,

Amendment to the Connection and Use of System Code ("CUSC") – Direction in relation to Proposed Amendment CAP081 "CUSC Exhibit F – Amendment to the Notes".

The Decision on the above Proposed Amendment, attached to this Direction, was published today by Ofgem¹. This letter provides a formal Direction of that Decision in accordance with Condition C10.7 (a) of NGC's Transmission Licence.

The Authority's Direction

The Authority has decided to direct that CAP081 as set out in the Amendment Report, should be made and implemented.

Having regard to the above, the Authority, in accordance with Condition C10.7(a) of the licence to transmit electricity granted to NGC under Section 6 of the Electricity Act 1989 (the "Transmission Licence"), hereby directs NGC to modify the CUSC in accordance with Proposed Amendment CAP081 as set out in the Amendment Report.

The modification is to be implemented and take effect on 15 June 2005.

In accordance with Condition C10.7(c) of NGC's Transmission Licence, NGC shall modify the CUSC in accordance with this direction of the Authority.

If you have any questions, please contact Nick Simpson on the above number.

Yours sincerely,

Sarah Harrison

Managing Director, Corporate Affairs

Signed on behalf of the Authority and authorised for that purpose by the Authority

¹ Ofgem is the office of the Authority. The terms "Ofgem" and "the Authority" are used interchangeably in this letter