

Chris Rowell
Modification Secretary
Elexon Limited
5th Floor
350 Euston Road
London
NW1 3AW

David M Smith

Electricity Codes Manager
David.M.Smith@uk.ngrid.com

Direct tel +44 (0)1926 6565534
Direct fax +44 (0)1926 656600

www.nationalgrid.com

Date 26th June 2009

Dear Chris,

**Modification of the Balancing and Settlement Code (“BSC”) :
Modification Proposals P231 & 232**

Reference is made to the directions to National Grid Electricity Transmission plc (“NGET”) to modify the BSC issued by the Gas and Electricity Markets Authority (“the Authority”) and dated 25th June 2009 (“the Directions”).

The Directions has been made by the Authority pursuant to Condition C3.5(a) of NGET's licence to transmit electricity granted under Section 6 (1) of the Electricity Act 1989 (“the Transmission Licence”).

The Implementation Date for Proposed Modification P231 and Alternative Proposal P232 is the November BSC Systems Release date.

In accordance with Condition C3.5(c) of NGET's Transmission Licence, the BSC is hereby modified in accordance with the attached Directions.

Yours sincerely

David M Smith

for and on behalf of
**National Grid Electricity
Transmission plc**