



National Grid

Operations and Trading

Date: 15 February 2002

The National Grid
Company plc
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Dear

CONSULTATION ON CHANGES TO THE BALANCING PRINCIPLES STATEMENT FOR “BEYOND THE WALL”

Further to our consultation last September on “Beyond the Wall” we are progressing the formalisation of the current practice. Following the comments received from the consultation it was decided that the best approach in formalising current practice was to modify the Balancing Principles Statement.

Attached are our proposed updates to the Balancing Principles Statement to include provisions for addressing the “Beyond the Wall” issue.

It is our intention to issue the supplement to the BPS on 20 February 2002. If you would like to make any comments please could you contact to Malcolm Arthur (02476 423200 - Malcolm.Arthur@uk.ngrid.com) by close of business on 18 February 2002.

In line with Transmission License Special Condition AA4 Paragraph 8, we intend to formally incorporate these changes from April 2002 as part of the annual review.

Yours faithfully

Mike Calviou
Strategy and Development Manager



INVESTOR IN PEOPLE

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