Date: 28 February 2002

Our Ref: JRM/aw/3279/corres/710

Your Ref:

Dorcas Batstone
Modification Secretary
Elexon Limited
3rd Floor
1 Triton Square
LONDON
NW1 3DX



Legal Services The National Grid Company plc

National Grid House Kirby Corner Road

Coventry CV4 8JY

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Dear Dorcas

Modification of the Balancing and Settlement Code ("BSC"): Modification Proposal P27

On 27 February 2002 The National Grid Company plc ("NGC") received notice from the Gas and Electricity Markets Authority that it had decided not to direct NGC to make Modification Proposal P27 to the Balancing and Settlement Code.

Accordingly, NGC hereby gives notice of such notification to the Modification Secretary pursuant to Paragraph 1.1.4 of Section F of the Balancing and Settlement Code.

Yours sincerely

J R Munsey for and on behalf of The National Grid Company plc



