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Date: 25th November 2010

Dear Adam

Modification of the Balancing and Settlement Code ("BSC"): Modification Proposal P260

On 23rd November 2010 National Grid Electricity Transmission plc ("NGET's") received notice from the Gas and Electricity Markets Authority that it had decided not to direct NGET to make Modification Proposal P260 to the Balancing and Settlement Code.

Accordingly, NGET 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

Shafqat Ali

for and on behalf of National Grid Electricity Transmission plc