

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

Duncan Burt
Electricity Codes Manager

Duncan.burt@uk.ngrid.com

Direct tel +44 (0)1926 656703
Direct fax +44 (0)1926 656600

www.nationalgrid.com

Date 25th February 2008

Dear Chris,

**Modification of the Balancing and Settlement Code (“BSC”) :
Modification Proposal P221**

Reference is made to the direction to National Grid Electricity Transmission plc (“NGET”) to modify the BSC issued by the Gas and Electricity Markets Authority (“the Authority”) and dated 22nd February 2008 (“the Direction”).

The Direction 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 Implementaton Date for Proposed Modification P221 is 25th February 2008.

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

Yours sincerely

Duncan Burt

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