

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

Robert Smith
Senior Commercial Analyst, UK
Transmission Commercial

Robert.smith@uk.ngrid.com

Direct tel +44 (0)1926 654706

Direct fax +44 (0)1926 653052

www.nationalgrid.com

Date 17th October 2008

Dear Chris,

**Modification of the Balancing and Settlement Code (“BSC”) :
Modification Proposal P217**

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 16th October 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 Implementation Date for Alternative Modification Proposal P217 is 5th November 2009

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

Rob Smith

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