

Date: 4 December 2001

Our Ref: JRM/aw/3279/corres/638

Your Ref:

Dorcas Batstone
Modification Secretary
Elexon Limited
3rd Floor
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NW1 3DX



Legal Services

The National Grid Company plc
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Dear Dorcas

**Modification of the Balancing and Settlement Code ("BSC") :
Modification Proposal P54 (Ability to Hold Short Notice BSC Panel Meetings)**

Reference is made to the direction to The National Grid Company plc ("NGC") to modify the BSC issued by the Gas and Electricity Markets Authority ("the Authority") and dated 30 November 2001 ("the Direction") which is annexed to the hard copy of this modification instrument.

The Direction has been made by the Authority pursuant to Condition C3.5(a) of NGC's licence to transmit electricity granted under Section 6 (1) of the Electricity Act 1989 ("the Transmission Licence").

In accordance with Condition C3.5(b) of the Transmission Licence, the BSC is hereby modified in accordance with the Direction as indicated therein with effect on and from 30 November 2001

Yours sincerely

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



INVESTOR IN PEOPLE

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