

Date: 30 June 2004

Our Ref: P140Dec

Your Ref:



National Grid Company plc
NGT House
Gallows Hill
Warwick
CV34 6DA

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

Dear Chris

**Modification of the Balancing and Settlement Code (“BSC”) :
Modification Proposal P140**

Reference is made to the direction to National Grid Company plc (“NGC”) to modify the BSC issued by the Gas and Electricity Markets Authority (“the Authority”) and dated 29 June 2004 (“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 attached Direction.

Yours sincerely

Clare Talbot
for and on behalf of
National Grid Company plc



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