

Matthew Miller Grampian House 200 Dunkeld Road Perth PH1 3GH

David Simpson 10 South Colonnade Canary Wharf London E14 4PU

6th October 2023

Dear David,

Re: Proposed modifications to the RIIO-2 Electricity Distribution Price Control Financial Instruments

We are pleased to enclose a response on behalf of SSEN Distribution¹ to Ofgem's consultation on the proposed modifications to the ED2 Price Control Financial Model (PCFM). We are committed to working closely with Ofgem and the other Distribution Owners (DNOs) to improve the Price Control Financial Instruments (PCFI).

Following review of the proposed modifications to the PCFM we believe the changes reflect both the correction of errors/anomalies identified in previous versions and mechanistic changes, neither of which constitute significant modifications. Consequently, we have no objections to the proposed modifications taking effect from 1st July 2023.

Yours sincerely

Matthew Miller

SSEN Distribution

¹ Scottish and Southern Electricity Networks: Scottish Hydro Electric Power Distribution plc and Southern Electric Power Distribution plc