

**PRIVATE AND
CONFIDENTIAL**

Ofgem

10 South Colonnade
Canary Wharf
London
E14 4PU

Tuesday 26 August 2025

Dear Director,

Inference Analysis as a Cross-check on Allowed Returns at GD&T3

We attach a copy of the above confidential report dated August 2025 (the "Final Report") prepared by KPMG LLP ("KPMG"). The Final Report was solely prepared for IGEN future Energy Networks Ltd.

KPMG has agreed that we may disclose the attached Final Report to you, on the basis set out in this letter, to enable you to verify that a report has been commissioned by us and issued by KPMG in connection with the cost of equity ("CoE") set out in the RIIO-3 Draft Determinations for the Electricity Transmission, Gas Distribution and Gas Transmission sectors ("RIIO-3 DDs"), and to facilitate the discharge by you of your regulatory functions subject to the remaining paragraphs of this letter to which your attention is drawn. KPMG has also agreed that you may publish the Final Report (in full only) on your website pages.

KPMG's work was designed to meet our agreed requirements and the engagement activities were determined by our needs at the time. The Final Report should not be regarded as suitable to be used or relied on by any party other than us for any purpose or in any context.

In consenting to the disclosure of the Final Report to you, KPMG does not assume any responsibility to you in respect of its work for us or for the Final Report. To the fullest extent permitted by law, KPMG accepts no liability in respect of any such matters to you.

If you rely on the Final Report or any part of any of them, you do so at your own risk.

Yours faithfully



James Earl, CEO, IGEN future Energy Networks Ltd