

To:

**National Grid Electricity
Transmission plc**

Date: 23 March 2026

Direction under Special Condition 3.7 of the Electricity Transmission Licence held by National Grid Electricity Transmission plc to add allowances under the Non-Operational IT Capex Re-opener.

1. National Grid Electricity Transmission plc (the 'Licensee') is the holder of an electricity transmission licence granted or treated as granted under s.6(1)(b) of the Electricity Act 1989 (the 'Act').
2. Special Condition 3.7 of the Licensee's electricity transmission licence provides a re-opener mechanism by which the Licensee may seek additional funding during the RII0-2 price control period for Non-Operational IT Capex costs.
3. The Licensee applied under Special Condition 3.7 in January 2025. The Authority publicly consulted on its Draft Determinations between 11 December 2025 and 22 January 2026. This document included a draft of this direction, as required by Part E of Special Condition 3.7.
4. We received two responses and have placed both non-confidential redacted responses on our website. Having considered those responses, we have decided to proceed with making this direction.

Now therefore,

5. This direction is issued pursuant to Special Condition 3.7 and sets out approved funding, adjustments to the relevant terms (NOITRO_t) and the Regulatory Years to which that adjustment relates. These are set out in Annex 1 below.

The Office of Gas and Electricity Markets

10 South Colonnade, Canary Wharf, London, E14 4PU Tel 020 7901 7000

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6. This direction will take effect immediately and constitutes notice stating the reasons for our decision for the purposes of section 49A(2) of the Act.

Yours sincerely,

Pete Wightman

Deputy Director, Price Control Operations

For and on behalf of the Authority

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Annex 1: SpC 3.7 Non-Operational IT Capex Re-opener NOITRO_t

Approved amounts: £93.395m Total (ET2: £49.305m, ET3: £44.090m)

Appendix 1

Total Non-operational IT Capex Re-opener Allowance (£m)

Regulatory	Year					
	2021/22	2022/23	2023/24	2024/25	2025/26	All years
Re-opener Allowance	3.461	-29.271	42.957	28.945	31.666	136.299
<u>Re-opener Allowance</u>	<u>4.341</u>	<u>31.754</u>	<u>47.230</u>	<u>37.559</u>	<u>64.721</u>	<u>185.605</u>