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To: National Grid Electricity Transmission

Date: 06 November 2026

Direction issued by the Gas and Electricity Markets Authority ("the Authority") under Special Condition ("SpC") 3.15 of the Electricity Transmission Licence held by National Grid Electricity Transmission plc to adjust existing funding for projects eligible for the Pre-Construction Funding Re-opener

1. National Grid Electricity Transmission plc ('the Licensee') is the holder of an Electricity Transmission licence ('the Licence') granted or treated as granted under section 6(1)(b) of the Electricity Act 1989 ('the Act').
2. SpC 3.15 provides re-opener mechanism by which the Licensee's may apply to adjust existing funding allowances or seek additional funding during the RIIO-3 price control period for pre-construction works associated with load-related projects. It also allows the Authority to direct a final value to reflect efficiently incurred expenditure, when full costs for the projects are established in SpC 3.18.
3. The Licensee submitted 24 Eligibility Letters under SpC 3.18 in May 2026. The Authority publicly consulted on its Draft Determinations between 27 August 2026 and 24 September 2026. This document included a draft of the text of the proposed direction, as required by Part K of SpC 3.15.
4. We received nine representations and have placed all non-confidential responses on our website. Having considered those responses, we have decided to proceed with making this direction, with minor amendments to the outputs to provide clarity.
5. This direction is issued pursuant to SpC 3.15 and sets out approved funding, adjustments to the value of relevant terms ($PCFA_t$ and PCF_t), the Regulatory Years to which that adjustment relates, approved outputs and the delivery dates. These are set out in Annex 1 of this direction.
6. This direction will take effect immediately. This Direction constitutes notice stating the reasons for the purposes of section 49A(2) of the Act.

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Yours Sincerely,

Anita Payne

Deputy Director, Network Price Controls

For and on behalf of the Authority **06 November 2026**

The Office of Gas and Electricity Markets
10 South Colonnade, Canary Wharf, London, E14 4PU **Tel** 020 7901 7000
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Annex 1: National Grid Electricity Transmission Plc, Electricity transmission licence, Special Condition values and tables

New text is double underscored and text removed is double struck through.

Appendix 1 of Special Condition 3.15 Pre-Construction Funding allowance ($PCFA_t$) (£m)

Total: [~~300.14~~673.09]

Appendix 2 of Special Condition 3.15 Pre-Construction Funding Price Control Deliverable Allowance (PCF_t) (£m)

EJP OSR	Output	Delivery date	2026/27	2027/28	2028/29	2029/30	2030/31	Total Allowance
NGT500440	Barking	31 March 2031	3.12	3.09	3.06	3.03	3.00	15.31
NGT500538	East Claydon Rebuild	31 March 2031	4.52	4.47	4.43	4.38	4.34	22.14
NGT500435	Fawley Strategy (Chilling - Fawley and Fawley S/S)	31 March 2031	5.09	5.04	4.99	4.94	4.89	24.94
NGT500387	KEGWORTH 400KV S/S	31 March 2031	3.17	3.14	3.11	3.08	3.04	15.54
103632-207168	Kirkstall 'A' - Skelton Grange Cable Replacement	31 March 2031	1.32	1.31	1.30	1.28	1.27	6.48
NGT500541	Llandyfaelog (Camarthan) New Build	31 March 2031	5.27	5.21	5.16	5.11	5.06	25.81
NGT500117	New Navenby 400kv S/S	31 March 2031	2.47	2.44	2.42	2.39	2.37	12.09
NGT400034	Pembroke 400kV S/S	31 March 2031	2.42	2.39	2.37	2.35	2.32	11.86
NGT300007	Sizewell 400kV Rebuild	31 March 2031	5.99	5.93	5.87	5.81	5.75	29.34
NGT500439	St Johns Wood 275 kV Rationalisation	31 March 2031	0.95	0.94	0.93	0.92	0.91	4.66
103622-207157	West London Cables Strategy (Ealing - Laleham, Iver - North Hyde, Ealing Willesden)	31 March 2031	4.29	4.24	4.20	4.16	4.12	21.00
NGT500381	WILLINGTON EAST 400KV S/S	31 March 2031	2.15	2.13	2.11	2.08	2.06	10.53

NGT500 381	WILLINGTON EAST 400KV S/S - Construction	31 March 2031	2.15	2.13	2.11	2.08	2.06	10.53
NGT500 472	DEESIDE - LEGACY - TRAWSFYNYDD 1, DEESIDE - LEGACY - TRAWSFYNYDD 2, IRONBRIDGE - LEGACY - SHREWSBURY, IRONBRIDGE - LEGACY 2	31 March 2031	2.82	2.79	2.77	2.74	2.71	13.83
NGT300 086	Ickenham HS2 - OHL and Cable Turn In/Tee Infrastructure	31 March 2031	0.00	0.00	0.00	0.00	0.00	0.00
NGT300 088	Ickenham HS2 - Substation Infrastructure	31 March 2031	0.88	0.87	0.86	0.85	0.84	4.31
NGT300 087	Ickenham HS2 Connection Work	31 March 2031	0.68	0.67	0.66	0.66	0.65	3.32
NGT500 135	MIDL4 ENWL GSP BB Ext / SGTs / Turn-in	31 March 2031	1.26	1.25	1.24	1.22	1.21	6.19
NGT500 614	MIDL4 Green Energy Centre IRL Gen Bay	31 March 2031	0.00	0.00	0.00	0.00	0.00	0.00
NGT500 560	MIDL4 ENWL GSP BB Ext / SGTs / Turn-in	31 March 2031	0.46	0.46	0.45	0.45	0.44	2.27
NGT500 561	ENWL MIDL4 GSP CONNECTION	31 March 2031	0.25	0.25	0.25	0.25	0.24	1.24
NGT500 562	ENWL MIDL4 GSP Intertrip	31 March 2031	0.00	0.00	0.00	0.00	0.00	0.00
NGT500 468	NS Hinksey Cable	31 March 2031	1.55	1.53	1.52	1.50	1.49	7.58
NGT200 54	Quainton HS2 - OHL and Substation Infras	31 March 2031	0.99	0.98	0.97	0.96	0.95	4.85
NGT200 52_01	Quainton HS2 Connection Assets - Sub wor	31 March 2031	0.61	0.60	0.60	0.59	0.58	2.98
103623-207158	Imperial Park - Melksham and Cilfynydd - Whitson - Seabank – Construction	31 March 2031	5.92	5.87	5.81	5.75	5.69	29.04
tCSNP2	Feckenham to Minety 400kV A589 Circuit Reconductoring	31 March 2031	0.81	0.81	0.80	0.79	0.78	3.99

tCSNP2	Reconductoring of Carrington - Penwortham & Padiham - Penwortham 400kV circuits	31 March 2031	0.85	0.84	0.83	0.83	0.82	4.17
tCSNP2	Reconfigure Stalybridge - Thorpe Marsh 400kV circuit	31 March 2031	1.48	1.46	1.45	1.43	1.42	7.23
tCSNP2	Reconductor double circuits Norton â€“ Osbaldwick (A347 & A355)	31 March 2031	1.93	1.91	1.89	1.87	1.85	9.45
NGT500535	Aberthaw - Site Strategy	31 March 2031	40.219	0.000	0.000	0.000	0.000	40.219
NGT500509	Banwen (Rhigos B) – Stage 1 and enabling works for stage 2	31 March 2031	3.247	6.321	5.124	0.000	0.000	14.692
NGT300089 NGT20055_02	Berkswell - 275kV S/S extension	31 March 2031	5.831	0.000	0.000	0.000	0.000	5.831
NGT500557	Blyth 400kV Site Strategy (stages 1 and 2)	31 March 2031	0.795	2.041	26.897	0.000	0.000	29.733
NGT300372 NGT300425	Bodelwyddan 400kV S/S Extension	31 March 2031	11.448	3.269	0.000	0.000	0.000	14.717
NGT500497	Bolney 400kV Site Strategy	31 March 2031	4.601	3.135	0.000	0.000	0.000	7.736
NGT600099	Bridgend - new 400/132kV connection node	31 March 2031	4.120	18.019	1.808	0.000	0.000	23.946
NGT500473	East Claydon – Enderby – Patford Bridge 1 and 2 OHL Reconductoring	31 March 2031	0.000	0.919	11.520	0.000	0.000	12.439
NGT300431	Farmoor – new 40kkC S/S	31 March 2031	2.766	1.674	4.297	1.427	0.000	10.164
NGT500470	Feckenham – Hams Hall OHL Reconductoring	31 March 2031	0.000	0.000	0.291	3.694	0.000	3.985
NGT500430	Feckenham – Ironbridge OHL Reconductoring	31 March 2031	0.000	0.434	5.474	0.000	0.000	5.908

NGT500280 NGNLT30660	Imperial Park uprate 400/33kV SGTs to 400/132kV	31 March 2031	4.632	0.000	0.000	0.000	0.000	4.632
NGT500193 NGT500112	Ince - Extension to install SGT	31 March 2031	0.777	1.982	1.838	0.000	0.000	4.597
NGT300206 NGT300205 NGT500626	Keadby (KEAD4) - new XLPE cable circuit	31 March 2031	4.088	0.000	0.000	0.000	0.000	4.088
NGET102038	Kingsnorth 400kV S/S Extension	31 March 2031	4.351	2.940	0.000	0.000	0.000	7.291
NGT500539	Laleham 132kV Site Strategy (extension)	31 March 2031	9.761	6.630	0.000	0.000	0.000	16.392
NGT500040 NGT500041	Lower Frankton - LFRA4 new 400kV AIS Substation and SGTs	31 March 2031	0.000	4.285	10.998	10.411	0.000	25.694
NGT500432 / NGT500438	North West London (ESC1 cable interventions and SER4 OHL reconductoring)	31 March 2031	6.450	12.809	10.736	0.000	0.000	29.995
NGT500445 NGT500446	SCRE (COTT4 – STAY4) and WRRE (WBUR4 – RATS4) OHL Reconductoring	31 March 2031	12.039	0.000	0.000	0.000	0.000	12.039
NGT500427	Tees Dock/ Teeside Connection Node A (Previously LACKENBY B) new 400KV S/S	31 March 2031	8.470	20.062	20.548	0.000	0.000	49.081
NGT500441 NGT500528	Tilbury 275kV S/S Rebuild - RIIO T3 Holistic Site Strategy	31 March 2031	12.397	5.075	0.000	0.000	0.000	17.472
NGT500546	Warley 275kV S/S Replacement - Site Strategy	31 March 2031	4.850	12.430	11.773	0.000	0.000	29.053
NGT500411	Willington 132kV S/S Rebuild	31 March 2031	1.026	2.224	0.000	0.000	0.000	3.250