

NOTICE PURSUANT TO SECTION 49A(1)(a) ELECTRICITY ACT 1989

Reasons for the decision of the Gas and Electricity Markets Authority revoking the Licence treated as granted under Section 6(1)(a) Electricity Act to TXU Europe Merchant Generation Limited.

The Gas and Electricity Markets Authority ("the Authority") was asked by TXU Europe Merchant Generation Limited ("the Licensee") to revoke its Generation Licence ("the Licence") treated as granted on 25 March 1996 under Section 6(1)(a) of the Electricity Act 1989.

Decision

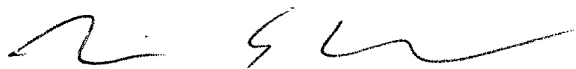
The Authority will be revoking the Licence on 17 November 2003

Notice of Revocation was issued to the Licensee on 08 October 2003.

Reasons for Decision

Ernst & Young, the joint administrative receivers for TXU Europe Merchant Generation Limited requested in writing to the Authority that the Licence should be revoked in accordance with paragraph 1(a) of Schedule 2 of the Licence by letter dated 08 August 2003

Signed:



Iain Osborne
Duly authorised on behalf of the Authority

8 October 2003