Our Ref: RW/Is

1st June 2004

Mr Nick Simpson Office of Gas and Electricity Markets 9 Millbank London SW1P 3GE

Dear Mr Simpson

RE: GAS RETAIL GOVERNANCE – PROPOSED MODIFICATION OF STANDARD LICENCE CONDITION

Further to Quadrant Pipeline's response dated 18th May 2004, please accept this letter as a withdrawal of Quadrant Pipeline's objections to the licence proposal.

Yours sincerely

RUSSELL WARD DIRECTOR OF LEGAL AND REGULATORY AFFAIRS

c.c. Mr Jonathan Dixon, Ofgem