

Indra,

Please see the following comments for IPL and also for QPL in response to Ofgem's proposed changes to CSEP charges.

Having reviewed the Ofgem consultation document on proposed charges to CSEP pricing we favour the implementation of option 3, i.e. introduce the alternative charging on all sites. This view is based on the desire to follow more closely Transco's approach in charging shippers up to the CSEP and also takes consideration of the materiality both in terms of price and the small number of sites that are likely to be affected.

We consider that Option 2 would be more difficult and costly to implement.

I trust the above comments are satisfactory. Let me know if you need any further information. Should Ofgem be minded to opt for one of the other options or some combination of/variation to any of the options I would, at that stage, welcome the opportunity to come in and discuss this with you.

Many Thanks

Russell Ward
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