

Your ref

Our ref BMcC/energetics/Reg/Gas/230307

**Ms Indra Thillainathan
Senior Analyst, Gas Distribution Policy
The Office of Gas & Electricity Markets
9 Millbank
London
SW1P 3GE**

23rd March 2007

Dear Indra,

Regulation of Independent Gas Transporter (IGT) Licence Holders as Affiliates of Existing Licensees

Thank you for your letter of 26th February 2007 regarding the approach taken by Ofgem in response to the application from Fulcrum Connections for an IGT licence.

From an Energetics Gas perspective, we note the decision taken by Ofgem and acknowledge that the rationale for not adopting a similar approach to the earlier affiliated IDNO (re letter 24th August 2006) request is sensible. For this reason we have no further comments to make and thank you the opportunity to respond.

Yours sincerely,

BILL McCLYMONT
Chief Executive Officer
Energetics Networked Energy Ltd