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Dear Bob

I refer to the notice (the "Notice") given by the Gas and Electricity Markets Authority on 10 March 2008 pursuant to Section 23(3) of the Gas Act 1986 (the "Act") that it proposed to modify National Grid Gas plc's Gas Transporter licence in respect of its National Transmission System ("NTS licence") in the manner set out in Appendix 1 to the Notice.

I confirm that, for the purposes of Section 23 of the Act, National Grid Gas plc hereby consents to the modification of its NTS licence in the manner specified in Appendix 1 to the Notice. However, as we have discussed with Paul O'Donovan, we believe that it would be helpful if the term "PIT" were replaced by the term "LNGSPIT" in each place it occurs, in order to avoid any possibility of confusion with the term "PIT" in Special Conditions C7, C8B, C8C, C8D, C8E. The possibility of confusion between the term "PIT" used in Special Condition C3 and a term of the same name in these other conditions might arise because the term used in Special Condition C3 would be fed into the calculations required by Special Condition C8F. As discussed with Paul, we consider that this is a change to ensure clarity and is not material.

Yours sincerely

[By e-mail]

Paul Whittaker
UK Director of Regulation