To: The Company Secretary
EDF Energy Networks (LPN) plc
Company No. 03929195
40 Grosvenor Place
Victoria
London
SW1X 7EN

DIRECTION UNDER PARAGRAPH 13 OF SPECIAL CONDITION C2 PURSUANT TO PARAGRAPH 8.58 OF PART K OF SPECIAL CONDITION CRC8 OF THE DISTRIBUTION LICENCE

Whereas:

- 1. EDF Energy Networks (LPN) plc (the "Licensee") is the holder of a distribution licence (the "Licence") treated as granted under section 6(1)(c) of the Electricity Act 1989 (the "Act").
- 2. The Gas and Electricity Markets Authority (the "Authority") gave notice in accordance with paragraph 14 of special condition C2 pursuant to part K of special condition CRC8 of the Licence to the Licensee on 18 October 2010 (the "Notice").
- 3. The Authority has considered all representations made by the Licensee and had regard to all relevant information and circumstances.
- 4. Pursuant to paragraph 13 of special condition C2 pursuant to paragraph 8.58 of part K of special condition CRC8:
 - (a) the Licensee considers that its performance for calculating $CIIS_t$ has been affected by one one-off event referred to as Dartford exceptional event in Annex 2 to the Notice;
 - (b) the Licensee notified the Authority of the event within 14 days of the date upon which the Licensee considers such effect ceased;
 - (c) after the end of the relevant year in which the event occurred, British Power International Limited has reported to the Authority in respect of the event and its effect;
 - (d) the Licensee has provided such further information as the Authority required;
 - (e) the Authority is satisfied that Dartford exceptional event is a one-off event having regard to the exceptionality requirements defined in Annex C of special condition C2 pursuant to Annex 3 of special condition CRC8;
 - (f) the Authority is satisfied that the Licensee has met the criteria for mitigating actions set out in Annex D of special condition C2 pursuant to Annex 4 of special condition CRC8; and

Now, for the reasons specified in Annex 2 to the Notice, the Authority directs under paragraph 13 of special condition C2 pursuant to paragraph 8.58 of part K of special condition CRC8 that, for the purpose of calculating $CIIS_t$ and $CMLIS_t$ in respect of the relevant year in which the event occurred, the constituent data relevant to the event shall be adjusted as follows:

- (1) CIIS $_{t}$ for the year commencing 1 April 2009 shall be adjusted from 30.8 to 28.4.
- (2) CMLIS $_{\rm t}$ for the year commencing 1 April 2009 shall be adjusted from 114.1 to 47.5.

This direction constitutes notice pursuant to section 49A(1)(c) of the Act.

Dated: 21 October 2010

Stuart Cook

Senior Partner, Smarter Grids and Governance

Duly authorised by the Authority