

The Company Secretary
TC Gunfleet Sands OFTO Limited
Two London Bridge
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*Promoting choice and value for
all gas and electricity customers*

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Date: 19 July 2011

Dear Company Secretary

Approval of statement pursuant to amended standard condition E12-J9 (Basis of transmission owner charges)

Background

TC Gunfleet Sands OFTO Limited ("the Licensee") holds an offshore transmission licence ("the Licence") granted by the Gas and Electricity Markets Authority ("the Authority") under section 6(1)(b) of the Electricity Act 1989. Amended standard condition E12 - J9 of the Licence requires the Licensee to provide a statement ("the Statement"), approved by the Authority, setting out the basis upon which it will charge National Grid Electricity Transmission plc ("NGET") for the services it provides. The services comprise:

- Transmission owner services;
- Connections to the Licensee's transmission system; and
- Outage changes.

The Licensee submitted its Statement to the Authority in May 2011, prior to licence grant. The Authority sent the Statement to parties to the system operator-transmission owner code (STC) on 11 May 2011, inviting them to comment. No comments were received as the Statement is largely the same as the previously approved statement for TC Robin Rigg OFTO Limited.

The Licensee is required to periodically revise the Statement and shall, at least once in every year that the Licence is in force, make any necessary revisions to the Statement to ensure that the information set out in the Statement continues to be accurate in all material respects.

Authority's decision

Pursuant to paragraph 6 of E12-J9 of the Licence, the Authority hereby approves the Statement that was submitted to it by the Licensee and is set out in a separate Annex to this letter.

Yours sincerely,

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Stephanie McGregor
Director, Offshore Transmission

Duly authorised on behalf of the
Gas and Electricity Markets Authority

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