



Office of the Chief Executive

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Rachel Fletcher
Acting Senior Partner, Distribution
Ofgem
9 Millbank
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23 January 2012

Dear Rachel

Notice under Section 11A(2) of the Electricity Act 1989 regarding EDCM

Thank you for the opportunity to comment on the above notice, dated 20 December 2011. Please note that this response should be regarded as a consolidated response on behalf of UK Power Network's four distribution licence holding companies that are affected – Eastern Power Networks plc. London Power Networks plc. South Eastern Power Networks plc. and UK Power Networks (IDNO) Ltd.

As you may be aware, my colleagues have been liaising with Lawrence Irlam and Guy Donald in respect of this change as we had identified an error in the drafting. This error if uncorrected would mean that the CDCM would be applicable to import changes from the beginning of April of this year but would not be applicable for export charges until the beginning of next year thereby leaving export charges in 'no mans land' for 12 months. Further to an email from Lawrence on 20 January outlining Ofgem's plan to resolve the issue, we consent to the modifications' implementation.

If you have any questions on the above please do not hesitate to contact Paul Measday on 01293 657853 in the first instance.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Basil Scarsella', written over a white background.

Basil Scarsella
Chief Executive Officer

Cc Paul Measday, UK Power Networks