

The Company Secretary  
Northern Gas Networks Limited  
1100 Century Way  
Thorpe Park Business Park  
Colton  
Leeds  
LS15 8TU

**DIRECTION ISSUED PURSUANT TO SPECIAL CONDITION 1C OF THE GAS TRANSPORTER LICENCE FOR NORTHERN GAS NETWORKS ALLOWING PASS-THROUGH ITEMS UNDER THE MISCELLANEOUS PASS-THROUGH TERM (MP<sub>t</sub>)**

WHEREAS:

1. Northern Gas Networks Limited ("NGN") holds a Gas Transporter licence ("the licence") (in respect of its distribution network) granted or treated as granted by the Gas and Electricity Markets Authority (the "Authority") under section 7 of the Gas Act 1986 (the "Act").
2. Paragraph 3 of Standard Condition 7 (Provision of Information Relating to Gas Illegally Taken) of the licence provides that NGN should suffer no financial detriment, and acquire no financial benefit, as a result of the taking of gas and compliance with paragraph 1 of that condition.
3. Special Condition 1C (Distribution Network allowed pass-through items) of the licence contains term (MP<sub>t</sub>) which represents miscellaneous pass-through items directed by the Authority.
4. In accordance with Special Condition 1C, the Authority directs NGN to use the miscellaneous pass-through term (MP<sub>t</sub>) in respect of the following amount recovered by NGN in compliance with Standard Condition 7:

Northern Gas Networks	£ -30,083.75
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The reasons for this direction are set out in a letter to NGN dated 31 July 2015, attached to this direction.

**NOW THEREFORE**

The Authority hereby directs the licensee to use the miscellaneous pass-through term (MP<sub>t</sub>) contained in Special Condition 1C for the purposes of passing through the amount set out above.

This direction is effective immediately.



Paul Branston  
Associate Partner, Gas Networks  
For and on behalf of the Authority  
31 July 2015