

Centrica plc

Millstream East Maidenhead Road Windsor Berkshire SL4 5GD

Telephone 01753 494000 Facsimile 01753 431010 Website: www.centrica.com

David McCrone Ofgem 10 South Colonnade Canary Wharf London E14 4PU

By email: david.mccrone@ofgem.gov.uk

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Dear David

Independent Distribution Network Operators – licence applications from affiliates of existing licensees

Thank you for the opportunity to respond to this consultation. We will not make detailed comments but would like to state that we share the competition concerns raised in the consultation letter.

We also agree there is a risk that if DNOs are permitted to have affiliated IDNO's competing in their home region then this could undermine existing incentives, such as ICE, for the DNOs to engage with customers. We want to ensure that DNOs are fully focused on meeting the needs of customers connecting to their network. We believe that at a minimum, an affiliate IDNO should be prohibited from operating within the affiliated DNO's Distribution Service Area (DSA).

If you would like to discuss further, please contact me on 07979 567785 or helen.stack@centrica.com

Yours sincerely

Helen Stack Regulatory Manager