



Making a positive difference  
for energy consumers

National Grid Electricity System  
Operator Limited

Email: [electricitySOREform@ofgem.gov.uk](mailto:electricitySOREform@ofgem.gov.uk)

01 April 2019

Dear Company Secretary,

**Authority's decision to grant or transfer relevant consents and to issue a direction to National Grid Electricity System Operator (NGESO)**

As of today, the partial transfer of National Grid Electricity Transmission plc's (NGET) electricity transmission licence to NGESO will take effect. As a consequence, NGESO is now the holder of its own, distinct electricity transmission licence.

NGET's existing relevant consents, granted by the Authority under the existing NGET Licence are, where relevant, to be appropriately granted in favour of NGESO. In addition, where these consents are solely in respect of the system operator functions these will cease to have effect in respect of NGET. The form and content of the NGESO and NGET consents and the NGET revocation direction has been agreed between NGET and Ofgem on 29th January 2019 via email correspondence.

The NGESO consents will be granted by the Authority with effect from 1 April 2019, at which point the condition in paragraph 9(c) of the 7A consent decision<sup>1</sup> will be satisfied. The relevant consents are listed below:

- NGESO B9 Cross Default Subcontractors Consent
- NGESO B9 N2EX Exchange Consent\*
- NGESO B6 Elexon Consent
- NGESO VAT Consent
- NGESO C2 Elec Sale N.America Consent
- NGESO B9 Cross Default Contracts Consent

\*B9 N2EX consent may need further consideration following the outcome of EU exit.

In addition to the consents listed above, the Authority is also issuing a Direction to NGESO. This Direction will require the standard conditions in Section C to be switched on in the transmission licence and will also come in to effect on 1 April 2019.

**Next Steps**

Published alongside this letter is a copy of each of the Consents and the Direction detailed above, all of which will have effect from 1 April 2019.

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<sup>1</sup> <https://www.ofgem.gov.uk/publications-and-updates/consent-partially-transfer-electricity-transmission-licence-held-national-grid-electricity-transmission-plc-national-grid-electricity-system-operator-limited>

If you have any queries regarding the information contained within this letter, please contact us at the email address listed above.

Yours faithfully,

Grendon Thompson  
Head of Electricity System Operator Regulation  
Signed on behalf of the Authority and authorised for that purpose