

**To: Lynemouth Power Limited**

**DIRECTION ISSUED BY THE GAS AND ELECTRICITY MARKETS AUTHORITY  
PURSUANT TO PARAGRAPH AA.1 OF SPECIAL CONDITION AA OF THE ELECTRICITY  
GENERATION LICENCE GRANTED OR TREATED AS GRANTED UNDER SECTION  
6(1)(a) OF THE ELECTRICITY ACT 1989**

**Whereas:**

1. The company to whom this Direction is addressed ("the licensee") holds a generation licence ("the licence") in which special condition AA (Liquidity in the Wholesale Electricity Market) ("the condition") has effect, granted or treated as granted pursuant to section 6(1)(a) of the Electricity Act 1989 ("the Act").
2. The Gas and Electricity Markets Authority ("the Authority") has the power pursuant to paragraph AA.1 of the condition to direct that paragraphs AA.2 to AA.6 of the condition shall cease to have effect from such date as the Authority may specify.
3. In accordance with section 49A of the Act, the Authority gives the following reasons for making this direction. Due to the sale of Lynemouth Power Limited (the licensee remaining Lynemouth Power Limited), the licensee no longer meets the criteria for complying with the condition, as set out in Ofgem's Liquidity in the Wholesale Electricity Market (Special Condition AA of the electricity generation licence): Guidance.

**Now therefore:**

4. The Authority hereby directs that the paragraphs AA.2 to AA.6 of the condition shall cease to have effect in the licence of the licensee.
5. This direction shall take effect on 31 March 2016 and remain in effect until such time as the Authority may revoke, vary or replace it by a further direction.

Dated: 31 March 2016

**Authorised on behalf of the Authority by Cathryn Scott  
Duly authorised for that purpose by the Authority**