

NGN Mod186 Pricing Statement

Movement from March 2019

**we are
the network**

ALLOWED REVENUE		18/19	19/20	20/21	21/22	22/23
MARCH		409.5	436.8	448.6	448.6	448.6
Change in Inflation %						
March (Based on HM Treasury Feb report)		3.3%	2.9%	3.2%		
June (Based on HM Treasury May report)		3.1%	2.6%	2.8%		
Difference		(0.2%)	(0.3%)	(0.4%)		
Cumulative change in inflation		(0.2%)	(0.5%)	(0.9%)		
£ impact on change in inflation (including changes in "Mod" above)				(4.1)		
£ Impact of changes in RPI on RPI true up (relating to 18/19)				(0.6)		
Total base revenue changes				(4.7)		
Incentive changes:						
Shrinkage/Leakage				(0.1)		
Total				(0.1)		
Pass through changes:						
Rates				0.1		
Exit Capacity				0.1		
Shrinkage pass thru (gas price impact)				(0.5)		
Total				(0.3)		
K factor				(0.2)		
JUNE		409.5	436.8	443.3	443.3	443.3
Difference		(0.1)		(5.3)	(5.3)	(5.3)
Total Price Change		March	(1.4%)	7.8%	5.6%	2.0%
Total Price Change		June	(1.4%)	7.8%	4.3%	2.0%
TOTAL PRICE CHANGE %		Difference	(0.0%)		(1.3%)	0.0%

GD2 years are illustrative only assuming flat revenues year on year. The final outcome could be significantly different to this