

Julian Majdanski
Modification Panel Secretary
Joint Office of Gas Transporters
Ground Floor Red
51 Homer Road
Solihull
West Midlands



Date 18th May 2006

Dear Julian,

UNC modification proposal 076: “Right of set off under Uniform Network Code”

EDF Energy supports the implementation of UNC modification proposal 076 as we believe that it would better facilitate achievement of the Relevant Objective, specified in Standard Special Condition A11.1 of the relevant GT licence.

EDF Energy considers that this modification proposal has addressed the main concerns highlighted by Ofgem, shippers and suppliers in modification proposal 027. Therefore, EDF Energy is of the view that this modification proposal would improve the operational efficiency and reduce the administration costs by potentially reducing the number of invoices and banking charges that would need to be issued.

Therefore, EDF Energy considers that this modification proposal would better facilitate A11.1 (f) of the relevant GT licence – the promotion of efficiency in the implementation and administration of the UNC.

However EDF Energy is concerned that this modification proposal has afforded the element of choice to the transporters as to whether the proposal would be adopted by all. EDF Energy considers that the benefits of this proposal will only be realised if all transporters adopt this proposal on the same date. With this in mind, EDF Energy would like assurance from all the relevant transporters that this modification proposal will be implemented by all.

EDF Energy plc
Registered in England and Wales
Registered No. 2366852
Registered Office:
40 Grosvenor Place Victoria
London SW1X 7EN
www.edfenergy.com

Part of  EDF

We trust you find our comments useful. If you have any question please contact me on 020 7752 2588.

Yours sincerely

Savita Shaunak