

14/12/2001

Dear Colleague,

**NOTICE OF IMPLEMENTATION
MODIFICATION PROPOSAL No: 0509**

"Tender for Enron's MSEC holdings"

Please note that Modification Proposal No 0509 was implemented with effect from 06:00 hours on 14/12/2001. The Final Modification Report, Version 3.0, was signed by Ofgem on 14/12/2001.

The new Network Code text resulting from this Modification follows.

Modified Text:

Section B: SYSTEM USE AND CAPACITY

Amend paragraph 2.1.8 to read as follows:

"pursuant to paragraph 5.4 (a transferee election') and paragraph 2.1.9 shall apply."

Add new paragraph 2.1.9 to read as follows:

"2.1.9 In respect of the System Entry Capacity which has ceased to be treated as held by a User pursuant to paragraph 2.1.8 for any calendar month ("**Re-available Monthly Capacity**"):

- (a) Transco shall promptly notify users of the amount of the Re-available Monthly Capacity and thereafter invite applications for the Re-available Monthly Capacity in respect of each Aggregate System Entry Point and each relevant calendar month;
- (b) the invitation will specify the date on which applications pursuant to such invitation may be made and the amount of Re-available Monthly Capacity for each Aggregate System Entry Point and for each relevant calendar month; and
- (c) Users may apply for Re-available Monthly Capacity on the invitation date by submitting an application ("**re-available capacity bid**") for Re-available Monthly Capacity for which purposes paragraphs 2.3.4, 2.3.5, 2.3.6, 2.3.7(a), 2.3.8, 2.3.9 and 2.3.10 shall apply as if any reference therein to:
 - (i) a monthly capacity bid was a reference to a re-available capacity bid;
 - (ii) Monthly System Entry Capacity (other than the second reference thereto in paragraph 2.3.9) was a reference to Re-available Monthly Capacity; and
 - (iii) each calendar month in the Gas Year was a reference to each calendar month in respect of which Re-available Monthly Capacity is available."

Yours sincerely,

Julian Majdanski
Modification Panel Secretary