

17/07/2002

Dear Colleague,

**NOTICE OF IMPLEMENTATION
MODIFICATION PROPOSAL No: 0549**

"Summer 2002 Capacity Auction"

Please note that Modification Proposal No 0549 was implemented with effect from 06:00 hours on 18/07/2002. The Final Modification Report, Version 2.0, was signed by Ofgem on 17/07/2002.

The new Network Code text resulting from this Modification follows.

Modified Text:

TRANSITION DOCUMENT, PART II

Delete Paragraph 8.1.3

Replace as follows:

8.1.3 B2 In respect of the calendar months October 2002 to September 2003 (inclusive) ("relevant month"):

- (1) Section B2.2 shall not apply and for the purposes of Section B2.3:
 - (a) references to Determined System Entry Capacity in respect of an Aggregate System Entry Point and each relevant month shall be treated as a reference to the amount of System Entry Capacity identified as the [Output ASEP Quantity] for the Aggregate System Entry Point and the relevant month set out in Transportation Statement ;
 - (b) the reference in Section 2.3.1 to each calendar month in the Gas Year shall be treated as a reference to each relevant month;
 - (c) Transco's invitation under Section 2.3.2 shall specify four dates, the last of which shall not be later than 31 August 2002 and the amount of System Entry Capacity that will be available on the first three invitation dates shall be an amount equal to 25% of the amount of System Entry Capacity determined in accordance with paragraph (1); and on the fourth date shall be an amount equal

to such amount of System Entry Capacity that remains available after
[allocation] in accordance with Section 2.3 following the third invitation date.

(2) Sections B2.6 and B2.7 shall not apply.

Yours sincerely,

Julian Majdanski
Modification Panel Secretary