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Julian Majdanski  
UNC Modification Panel Secretary  
Joint Office of Gas Transporters  
Ground Floor Red  
51 Homer Road  
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Dear Julian

**Modification Proposal 0128**

Thank you for providing Scottish and Southern Energy plc (SSE) with the opportunity to comment on the above modification proposal.

SSE is supportive of this proposal.

SSE agree that the proposal will better align the amount of unsold capacity to be released in capacity auctions with the anticipated capability of the system as assessed by Ofgem in the final proposals of the TPCR.

If this proposal were not implemented Users would be able to purchase capacity in the Q1 2007 auctions that are above the potential new baselines for the new price control period. This would increase the risk of buy back from speculative position takers when a known constraint could be implemented.

SSE consider this proposal to better facilitate the economic and efficient operation of the NTS pipeline, particularly in the case of ASEPs where the amount of unsold capacity will reduce. This proposal will protect shippers and customers from excessive buy back costs that may otherwise accrue from the sale of such capacity.

Yours sincerely

Jeff Chandler  
Energy Strategy