

Dear Tim,

In response to the numerous discussions taking place on IAD, and in the interest of transparency I am writing to let you know that EDF Energy anticipates that it will require 2,000 IAD accounts from 1st April 2008.

We would hope that in light of the information also provided by British Gas and EON, xoserve will review their forecast of 4,500 IAD accounts and the associated ACS charges.

Regards

Stefan

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