

Date: 22 April 2003

Our Ref: CLT/JG

Your Ref:



National Grid Company plc  
National Grid House  
Kirby Corner Road  
Coventry  
CV4 8JY

Chris Rowell  
Modification Secretary  
Elexon Limited  
4<sup>th</sup> Floor  
350 Euston Road  
LONDON NW1 3AW

Dear Chris

**Modification of the Balancing and Settlement Code (“BSC”) :  
Modification Proposal P106**

Reference is made to the direction to National Grid Company plc (“NGC”) to modify the BSC issued by the Gas and Electricity Markets Authority (“the Authority”) and dated 22 April 2003 (“the Direction”) which is annexed to the hard copy of this modification instrument.

The Direction has been made by the Authority pursuant to Condition C3.5(a) of NGC’s licence to transmit electricity granted under Section 6 (1) of the Electricity Act 1989 (“the Transmission Licence”).

In accordance with Condition C3.5(b) of the Transmission Licence, the BSC is hereby modified in accordance with the attached Direction.

Yours sincerely

**Clare Talbot**

for and on behalf of  
**National Grid Company plc**



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