

Steve Rowe
Compliance Officer
Sent via email

Direct Dial: 020 7901 7000

Email: Eleanor.Warburton@ofgem.gov.uk

Date: 01 October 2021

Dear Steve,

Approval of revisions to National Grid Electricity System Operator's (NGESO) compliance Statement pursuant to Special Condition 2.3 (Business Separation requirements and compliance obligations)

On 24 May 2021 NGESO submitted to Ofgem a revised version of its Compliance Statement, pursuant to paragraph 18 of Special Condition 2.3 (Business Separation requirements and compliance obligations) (hereafter "Special Condition 2.3"). Following discussions between Ofgem and NGESO further revisions were made to the Compliance Statement by NGESO and a new iteration was submitted to Ofgem on 9 July 2021.

Having carefully reviewed the Compliance Statement submitted to Ofgem on 9 July 2021 we are satisfied that the document is complete and accurate in all material respects. As such, this letter confirms our approval of NGESO's revised Compliance Statement.

NGESO will continue to review its compliance documents and revise them when necessary, as required by Special Condition 2.3. In doing so I encourage NGESO to continue to proactively use the Compliance Statement to demonstrate how NGESO is achieving business separation in practice.

Yours sincerely,

Eleanor Warburton

Deputy Director, ESO and Gas Systems