

To: The Company Secretary  
Scottish Hydro Electric Power Distribution Limited (Company number:  
SC213460)  
Inveralmond House  
200 Dunkeld Road  
Perth  
Perthshire  
PH1 3AQ

## **MODIFICATION OF ELECTRICITY DISTRIBUTION LICENCE PURSUANT TO SECTION 11 OF THE ELECTRICITY ACT 1989**

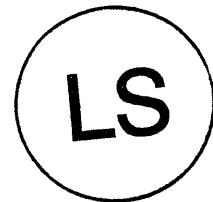
Whereas:

1. Scottish Hydro Electric Power Distribution Limited ("the Licensee") is the holder of a licence ("the Licence") granted under section 6(1)(c) of the Electricity Act 1989 ("the Act") to distribute electricity for the purpose of giving a supply to any premises or enabling a supply to be so given in the area specified and for the term and upon the conditions specified in the Licence.
2. Pursuant to section 11 of the Act, the Gas and Electricity Markets Authority ("the Authority") gave notice on 28 November 2003 (as amended on 3 December 2003) that it proposed to delete Schedule B and the annexes thereto and make consequential amendments to remove cross references to Schedule B and provisions which would become obsolete as a result of the removal of Schedule B, to delete paragraphs 3 and 4 of Part III, to amend the definition of CDD<sub>t</sub> in paragraph 3 of special licence condition C and to include definitions for the fourteenth and fifteenth relevant years in paragraph 2 of Special Condition B of the Licence as more particularly detailed in the original notice (as amended) and summarised in the Annex hereto.
3. The Authority gave notice to the Secretary of State of its intention to make the modification and did not receive from her a direction not to make the modification.
4. The Authority has considered representations or objections in relation to the proposed modification made to it and not withdrawn.
5. The Licensee has given its consent to the said modification.

Now in accordance with the powers contained in section 11(1) of the Act and with the consent of the Licensee, the Authority hereby modifies the Licence in the manner specified in the attached annex with effect on and from 12 January 2004.

Dated 09 January 2004

The Official Seal of the Authority affixed to this modification is authenticated by:



A handwritten signature in black ink, appearing to read 'D. Halldearn', written over a horizontal dotted line.

David Halldearn

Director, Scotland and Europe

Duly authorised in that behalf by the Authority

## ANNEX

1. Schedule B shall be deleted from the Licence.
2. References to Schedule B shall be deleted from Special Condition B: Definitions paragraphs 1 and 2 and definition of “charge restriction conditions”.
3. Annexes A, B and C to Schedule B shall be deleted from the Licence.
4. Paragraphs 3 and 4 of Part III Amended Standard Conditions shall be deleted from the Licence.
5. The definition of  $CDD_t$  in paragraph 3 of Special Condition C: Restriction of Distribution Charges shall be deleted and replaced with the following:

$CDD_t$  shall for any relevant year commencing on or after 1 April 2005 be equal to zero, and in the fourteenth and fifteenth relevant years shall equal £37,000,000

6. The following definitions shall be included in paragraph 2 of Special Condition B of the Licence:

“fourteenth relevant year” means the relevant year commencing 1<sup>st</sup> April 2003.

“fifteenth relevant year” means the relevant year commencing 1<sup>st</sup> April 2004