Appendix 1 Statutory notice of changes required to generation licence standard conditions

NOTICE UNDER SECTION 11A (3) OF THE ELECTRICITY ACT 1989

The Gas and Electricity Markets Authority ("the Authority") hereby gives notice pursuant to section 11A (3) of the Electricity Act 1989 ("the Act") as follows:

- The Authority proposes to modify standard licence condition ("SLC") 1
 (Definitions and Interpretation) of electricity generation licences granted, or
 treated as granted, pursuant to section 6(1)(a) of the Act ("the generation
 licences"), in the manner set out in schedule 1 to this notice ("the proposed
 modifications").
- 2. The reasons why the Authority proposes to modify the SLC referred to in paragraph 1 of this notice and the effect of the proposed modifications are set out in the following documents:
 - Interconnector licences: Determination of Standard Licence
 Conditions and Proposed Exemption Regime, Department of Trade
 and Industry ("DTI"), July 2004; and
 - (b) Proposed licence modifications required as a consequence of the introduction of interconnector licences: Statement of reasons and statutory notices under section 11 and section 11A of the Electricity Act 1989, September 2005 ("the Statement of Reasons").
- 3. Copies of the proposed modifications, the Statement of Reasons and other documents referred to in this notice prepared by Ofgem are available (free of charge) from the Ofgem Research and Information Centre (telephone 020 7901 7003) or are available on the Ofgem website (www.ofgem.gov.uk) and documents prepared by the DTI are available from the energy section of the DTI website (www.dti.gov.uk/energy).

- 4. It is proposed that the proposed modifications shall have effect on and from a time immediately after the modifications to paragraph 1 of SLC 1 (Definitions and Interpretation) of the generation licences (originally proposed by the Authority in a notice dated 12 September 2005) have effect on the date that section 145(2) of the Energy Act 2004 is commenced.
- 5. Any representations or objections to the proposed modifications may be made in writing on or before 10 August 2006 to:

Sonia Brown
Office of Gas and Electricity Markets
9 Millbank
London

SW1P 3GE

or by email to wholesale.markets@ofgem.gov.uk

David Gray

Duly authorised on behalf of the Authority

12 July 2006

SCHEDULE 1

Condition 1. Definitions and Interpretation

No modifications are proposed to paragraphs 1-5 (inclusive) of this condition.

- 6. Any reference in these standard conditions to:
 - (a) a provision thereof;
 - (b) a provision of the standard conditions of electricity supply licences, or
 - (c) a provision of the standard conditions of electricity distribution licences, or
 - (d) a provision of the standard conditions of electricity transmission <u>licences</u>, or
 - (e) a provision of the standard conditions of electricity interconnector licences,

shall, if these standard conditions or the standard conditions in question come to be modified, be construed, so far as the context permits, as a reference to the corresponding provision of these standard conditions or the other standard conditions in question as modified.

No modifications are proposed to paragraphs 7-11 (inclusive) of this condition.