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25th March 2010

Dear Ian

Notice under section 11 of the Electricity Act 1989 (re Modification of the Special Conditions of National Grid Electricity Transmission plc's electricity transmission licence (System Operator Incentives))

I refer to the notice (the "Notice") given by the Gas and Electricity Markets Authority on 11 March 2010 pursuant to Section 11 of the Electricity Act 1989 (the "Act") that it proposes to modify National Grid Electricity Transmission plc's electricity transmission licence in the manner set out in the Schedule to the Notice.

I confirm that, for the purposes of Section 11(1A) of the Act, National Grid Electricity Transmission plc consents to the proposed modification of its electricity transmission licence in the manner specified in the Schedule to the Notice.

In addition to this letter of consent, I am sending to you today two further letters dealing with the issue of material change in the volume of specified key variables from that assumed by National Grid Electricity Transmission plc when developing its forecast as provided for by the amended paragraph B1(b) of Schedule A to National Grid Electricity Transmission plc's electricity transmission licence proposed in the Schedule to the Notice. These letters are in the form agreed between us prior to the commencement of the relevant year t commencing on 1 April 2010.

Yours sincerely

[By e-mail]

Paul Whittaker
UK Director of Regulation