

**Representation For.0076**  
"Right of set off under Uniform Network Code"  
Version 1.0

<b>Date of Communication:</b>	16/05/2006
<b>External Contact:</b>	Liz Spierling(Wales & West Utilities )
<b>Slant:</b>	Comments
<b>Strictly Confidential:</b>	No

**Abstract**

Wales & West Utilities accept that this modification proposal may reduce the overall level of outstanding debt, however we believe that it has the potential to increase the administrative costs for some market participants.

WWU offers qualified support for the implementation of this modification so long as the requirement to enter into set off arrangements is bi-lateral.

Within the proposed legal text it is unclear whether the Invoice Due Date is defined by the date of the credit or debit invoices. This could lead to late payment charges being triggered under UNC rules.