

23/10/2002

Dear Colleague,

**NOTICE OF IMPLEMENTATION  
MODIFICATION PROPOSAL No: 0552**

"Removal of the Incentivised Nomination Tolerance Quantity"

Please note that Modification Proposal No 0552 will be implemented with effect from 06:00 hours on 01/04/2003. The Final Modification Report, Version 2.0, was signed by Ofgem on 24/09/2002.

The new Network Code text resulting from this Modification follows.

**Modified Text:**

**SECTION E: DAILY QUANTITIES, IMBALANCE AND RECONCILIATION**

*Amend paragraph 5.3.8 (a) to read as follows:*

(a) a User's "**Forecast Performance Measure**" at a Forecast Daily Imbalance Time in respect of a Day shall be calculated as follows:

$$FPM_t = abs (N_t - A)$$

where:

$FPM_t$  is the Forecast Performance Measure at Forecast Daily Imbalance Time 't';

$N_t$  is the User's Prevailing Forecast Daily Imbalance at Forecast Daily Imbalance Time 't';

$A$  is the User's Daily Imbalance in respect of the Day; and

*Delete paragraph 5.3.8 (c)*

Yours sincerely,

Julian Majdanski  
Modification Panel Secretary