20/08/2004

Dear Colleague,

NOTICE OF IMPLEMENTATION
MODIFICATION PROPOSAL No: 0686

"Amendment to Pre Termination Processes and Associated EBCC Referrals"

Please note that Modification Proposal No 0686 will be implemented with effect from 06:00 hours on 01/11/2004. The Final Modification Report, Version 4.0, was signed by Ofgem on 19/08/2004.

The new Network Code text resulting from this Modification follows.

Modified Text:

SECTION X: NETWORK CODE SUPPLEMENT

Amend paragraph 2.9.3 to read as follows:

"2.9.3 . . . . as soon as reasonably practicable after such notice Transco shall be entitled to, and as soon as reasonably practicable after such 3rd Business Day, subject to paragraph 2.9.7 may, give Termination Notice…"

Amend paragraph 2.9.4 to read as follows:

"2.9.4 Transco will send a copy of any notice given under paragraph 2.9.1 or 2.9.3 to the Authority and without prejudice to paragraph 1.2.5, shall notify the Energy Balancing Credit Committee that such notice has been issued."

Add new paragraph 2.9.7 to read as follows:

"2.9.7 Before Transco shall take the action envisaged by paragraph 2.9.3, Transco shall convene a meeting of the Energy Balancing Credit Committee as soon as reasonably practicable on or after the 3rd Business Day following the date of the notice given to

the User pursuant to paragraph 2.9.1 and shall consult with the Energy Balancing Credit Committee to determine whether Transco should be obliged to issue the Termination Notice, pursuant to paragraph 2.9.3, or whether Transco should defer taking such step."

Amend paragraph 2.10.9 to read as follows:

"2.10.9 Where a User has not provided the further . . . . set out in the Energy Balancing Credit Rules. Without prejudice to paragraph 1.2.5, Transco shall notify the Energy Balancing Credit Committee that such a notice has been issued."

Amend paragraph 2.10.10 to read as follows:

"2.10.10 Subject to paragraph 2.10.12, where the User has not provided the further . . . ."

Add a new paragraph 2.10.12 as follows:

"2.10.12 Before Transco shall take the action envisaged by paragraph 2.10.10, Transco shall convene a meeting of the Energy Balancing Credit Committee as soon as reasonably practicable on or after the 7th Business Day following the date the Failure to Supply Further Security Notice was submitted and shall consult with the Energy Balancing Credit Committee to determine whether Transco should be obliged to issue the Termination Notice, pursuant to paragraph 2.10.10, or whether Transco should defer taking such step."

Amend paragraph 3.2.2 to read as follows:

"3.2.2 Where Transco has given . . . . Transco shall be entitled to and, subject to paragraph 3.2.5, as soon as reasonably practicable after such 5th Business Day may, give Termination Notice (for the purposes of Section V4.3.3) to the User. . . ."

Amend paragraph 3.2.3 as follows:

"3.2.3 Transco will send a copy of any notice given under paragraph 3.2.1 or 3.2.2 to the Authority and without prejudice to paragraph 1.2.5, will notify the Energy Balancing Credit Committee that such a notice has been issued.

Add new paragraph 3.2.5 as follows:

"3.2.5 Before Transco shall take the action envisaged by paragraph 3.2.2, Transco shall convene a meeting of the Energy Balancing Credit Committee as soon as reasonably practicable on or after the 5th Business Day following the date of the notice given to the User pursuant to paragraph 3.2.1 and shall consult with the Energy Balancing Credit Committee to determine whether Transco should be obliged to issue the Termination Notice pursuant to paragraph 3.2.2, or whether Transco should defer taking such step."

Yours sincerely,

Julian Majdanski
Modification Panel Secretary