MODIFICATION 0525

DRAFT LEGAL TEXT

Modification 0525 will modify EID Sections A (General), B (Capacity), C (Nominations) and D (Allocation) and Transition Document Part V. The draft text has been prepared as a mark-up of those Sections as they will appear following Modifications 0493 and 0500 (currently awaiting Ofgem approval) and 0510 and 0519 (currently in consultation) if those Modifications are approved.

1. Modification to authorise amendment of Interconnection Agreements, and allow for contingency in implementing certain provisions of the Interconnection Agreements etc

Part V of the Transition Document is amended by inserting a new Part VB and amending Part VA as set out in Attachment A.

2. Modification of Ancillary Agreements to bring them to an end

- 2.1 The Ancillary Agreement in respect of the UK-Continent Interconnector dated 25 August 1998 between National Grid Gas plc and the Users listed in Part 2 of Schedule 1 to the Ancillary Agreement (as amended and restated) is modified (pursuant to TPD Section J paragraph 6.6.2) by inserting new Clauses 2.3, 2.4, 2.5 and 2.6 as set out in Attachment B1.
- 2.2 The Ancillary Agreement in respect of the GB-Ireland Interconnector dated 25 August 1998 between National Grid Gas plc and the Users listed in Part 2 of Schedule 1 to the Ancillary Agreement (as amended and restated) is modified (pursuant to TPD Section J paragraph 6.6.2) by inserting new Clauses 2.4, 2.5, 2.6 and 2.7 as set out in Attachment B2.
- 2.3 The Ancillary Agreement in respect of the BBL Interconnector dated 18 November 2010 between National Grid Gas plc and the Users listed in Part 2 of Schedule 1 to the Ancillary Agreement (as amended and restated) is modified (pursuant to TPD Section J paragraph 6.6.2) by inserting new Clauses 2.2, 2.3, 2.4 and 2.5 as set out in Attachment B3.

3. Modification of EID Section A to address error correction and introduce IA governance arrangements

Section A of the European Interconnection Document (**EID**) is amended by inserting a new paragraph 3.6 and a new paragraph 4.1 as set out in Attachment C.

4. Modification of EID Section A to introduce inter-TSO indemnity

Section A of EID is amended by inserting a new paragraph 4.2 as set out in Attachment C.

5. Modification of EID Section A to introduce certain arrangements formerly in Ancillary Agreements

Section A of EID is amended by inserting new paragraphs 1.7 and 4.3 as set out in Attachment C.

6. Modification of EID Section B to reflect approach to capacity bundling at Bacton

Section B of EID is amended by inserting a new paragraph 1.9 and modifying paragraphs 6.3 and 7.2 as shown in Attachment D.

7. Modification of EID Sections A, B, C and D to introduce arrangements to address special circumstances at Moffat

Section A of EID is amended by inserting new paragraph 1.4 and 2.1.3 and modifying paragraphs 2.1.1 and 2.1.2 as set out in Attachment C.

Section B of EID is amended as shown (in addition to the amendments under item 6 above) in Attachment D.

Sections C and D of EID are amended as shown in Attachments E and F.

8. Designation of Designated Arrangements in relation to Moffat

The arrangements set out in Attachment G are designated by National Grid NTS as Designated Arrangements pursuant to EID Section A1.4 (as introduced under item 6 above).

TPD Section A1.7.5 is amended by replacing 'the relevant CSEP Ancillary Agreement' with 'Designated Arrangements under EID Section A1.4'.