

**ENERGY BALANCING CREDIT COMMITTEE MEETING
22 September 2006**

Participants

Joint Office Chair (Non voting)

Julian Majdanski

Shippers

Gavin Ferguson

Lee Selway

Dave Roberts

Accord

EdF Energy

BGT

xoserve (Non voting)

Jayne Deasley

Mark Cockayne

Apologies

Johanna Fitzgerald

Julie McNay

Gary Russell

RWE

SSE

Corona

Introduction

JM welcomed members to the meeting, which was not quorate.

Minutes from the Previous Meetings

The minutes from the previous meeting were reviewed.

The following represents August Operational update:

JD provided the following Operational update:

EBCC Pack issued 7/09/2006.

Cash Call Notices:

During August 2006, 4 Cash Call Notices (CCN) were issued, 2 of which were appealed and withdrawn, with 2 paid on the due date. There were 2 "Failure to Pay Notices" issued.

Further Security Requests:

No Further Security Requests were issued during August 2006

Settlement:

The following performance was reported:

Month	Payment Due Date	Payment Due Date +6
July	99.52%	100%
August	99.67%	100%
Year to date	98.66%	100%

Update on this winter's Terminations

Reepham Limited

No further update available.

Utilita Gas Shipping Limited

Ofgem have replied to the letter raising members concerns regarding the failure to revoke UGS's Licence. Members considered the response did not answer their concerns and that matter needed to be raised with the Ofgem representative when they next joined the meeting.

Enron

Enron's lawyers have sent a payment to National Grid in dollars of which part will be applied to the Neutrality account.

IEU

No further update available.

Review of Process

Update on actions

- 1) Modification Proposal raised to reduce the timescales for the Cash Call Notice, Energy Balancing and Further Security Request processes by removing the issue of Failure Notices.
- 2) Modification Proposal raised to give EBCC the power to instruct NTS over appropriate recovery steps

A.O.B.

Amendment to Multiple Letter of Credit side letter

The three members present approved adding "**Termination Notice**" to the list of terms in Paragraph (b) of the Multiple User Letter of Credit Side Letter. As the meeting was not quorate, the approval of other members will be sought by e-mail.

Next Meeting:

Members are invited to attend (or send an alternate) to the Winter Preparations briefing that xoserve Credit Risk Management are holding at 51 Homer Road, in the Shackleton Room at 10.30am on 11 October.

There will also be an Operational Update meeting held by teleconference at 10:30 hours on 20 October.