

**ENERGY BALANCING CREDIT COMMITTEE MEETING
20 April 2007**

Participants

Joint Office Chair (Non voting)

Julian Majdanski

Shippers

Julie McNay

Christian Pederson

Gavin Ferguson

Gary Russell

Richard Fairholme

SSE

Statoil

Accord

Corona

EON

xoserve (Non voting)

Mark Cockayne

Introduction

JM welcomed members to the meeting, which was quorate.

Minutes from the Previous Meetings

The minutes from the previous meeting were reviewed and agreed.

Action Update

CRM,E will contact CVA and invite to the May EBCC meeting. It was agreed to change the date of the meeting by a week to enable members to attend.

The following represents March Operational update:

MC provided the following Operational update:

EBCC Pack issued 05/04/2007.

Cash Call Notices:

During March 2007, there was 1 Cash Call Notice (CCN) issued. There were 6 "Failure to Pay Notices" issued.

Further Security Requests:

No Further Security Requests were issued during March 2007

Settlement:

The following performance was reported:

Month	Payment Due Date	Payment Due Date +6
February	99.96%	100%
March	96.61	100%
Year to date	98.99%	100%

Update on this winter's Terminations

Reepham Limited

No further update available

Utilita Gas Shipping Limited

Attempts are being made through National Grid's legal team to claim back the VAT element of the bad debt.

Enron

A further payment of approximately \$400,000 has been received from the Administrator in the USA.

IEU

There is a possibility of a payment of 7 pence per Pound Sterling of bad debt, this would equate to approximately £120,000

Mod Update

The Modification Proposal to replace Mod 102 is ready for issue. GR has agreed to be the sponsor. It was agreed at the meeting that the Proposal would be presented to the next Transmission Workstream, which is due to be held on 3 May 2007. MC confirmed that he would be happy to present it and RF agreed to support him if needed.

AOB

Update from Winter Issues Group and Way Forward for EBCC

A number of issues have been considered by the Committee over the last 12 months. Each issue has pointed to the fact that the way forward would be to reach the point where a Supplier of Last Resort could be appointed as soon as possible. To date Ofgem has been reluctant to support any of the proposals made.

The EBCC have offered support to the proposals made by National Grid regarding the current Supply Licence Review. The EBCC will be notified once a response has been made to these proposals.

MC advised the group that the Winter Issues Group are currently looking at how a prospective buyer of the portfolio of a failing User may be able to give an undertaking from a certain date, but prior to transfer of portfolio. They are also seeking to educate and influence key Users who would be likely candidates to pick up the portfolio of a failing User.

It was agreed that a risk register would be developed highlighting the risks that have already been identified by the group, ready for review at the next meeting. The register would be used as a working document.

Next Meeting:

The next meeting is at 10:00 hours on 25 May 2007, at xoserve's offices at 51 Homer Road, Solihull.