

Statoil (U.K.) Limited Gas Division

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Tim Davis Joint Office of Gas Transporters Ground Floor Red 51 Homer Road Solihull West Midlands B91 3QJ

Monday 25 September 2006

Dear Tim

RE: UNC Modification Proposal 102 Removal of Failure Notices in respect of Energy Balancing Credit

Statoil (U.K.) Limited supports the implementation of Modification Proposal. We agree with the findings of the EBCC, that the lapse periods in respect of the notices outlined in the Proposal, represent an unnecessary and avoidable potential financial exposure to the community and as such, removing these lapse periods, providing National Grid NTS more rapid escalation to EBCC to determine issue of Termination Notices to Defaulting Users, should curtail the communities exposure to avoidable financial loss.

Yours sincerely,

Christiane Sykes Regulatory Affairs Manager.



ISO 14001 Certificate 156 ISO 9002 Certifcate No. 344