

3rd March 1997

31 Homer Road  
Solihull  
West Midlands  
B91 3LT  
Telephone 0121 6264431

Dear Colleague,

## AMENDMENT TO NOTICE OF IMPLEMENTATION MODIFICATION 0110

### Calculation of Cumulative Imbalance Tolerance for New Shippers

The original notice of implementation sent to you on 21st February, 1997 contained an error in the legal drafting in paragraph 6.3.2 (c).

The amended text is highlighted in *Italics* and in **bold**. However, the text previously provided for Paragraph 6.3.4 remains unchanged.

#### **Modified Text**

#### Text provided pursuant to Rule 9

#### Transition Document Part II

#### Paragraph 6.3.2(c)

Amend paragraph 6.3.2(c) to read:

- (c) the "**Cumulative Imbalance Tolerance Quantity**" is the quantity of gas which is:
  - (i) in Phase 1, 3 times the arithmetic mean of the User's Imbalance Tolerance Quantity under paragraph 6.1(i),
  - (ii) in Phase 2, 7.5% of the arithmetic mean of the sum of the User's UDQIs and UDQOs

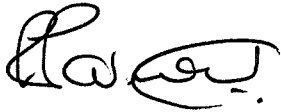
for each of the 29 Days (or if fewer the number of Days from 1st March 1996 or if later, the earlier of the date on which the User was first treated as delivering or offtaking quantities from the System *or for* which the User first made a Trade Nomination) preceding the NCI Day and the NCI Day (provided that from 1st September 1996 to the day preceding the date on which the Code Modification by virtue of which

Transco operates in the UK  
and is a part of BG plc

BG plc  
Registered in England No. 2006000  
Registered Office  
100 Thames Valley Park Drive  
Reading, Berkshire RG6 1PT

(ii) above applies in its current form, the Cumulative Imbalance Tolerance Quantity shall be 7.5% of the arithmetic mean of the sum of the User's UDQIs and UDQOs, for each of the 29 Days preceding the NCI Day and the NCI Day)."

Yours sincerely,

A handwritten signature in black ink, appearing to read 'R. Gray', with a stylized flourish at the end.Handwritten initials 'RG' in black ink, positioned to the left of the typed name.

Richard Gray  
Secretary Modification Panel



28 February 1997

Direct Dial: 0171-932-1681

Our Ref :

Your Ref :

Phil Carter  
Transco  
31 Homer Road  
Solihull  
B91 6LT

Dear Phil

**Modification 110: Calculation of Cumulative Imbalance Tolerance for New Shippers**

You pointed out an error in the drafting of modification proposal 110 which you wished to correct.

The drafting provided contains the word "on" in the ninth line of the text of paragraph 6.3.2(c). In accepting the modification, it was Ofgas' understanding that the effect of the modification would be as if "on" was replaced with "for".

We are therefore happy for you to make this amendment to the text if you feel it is appropriate.

Yours faithfully

A handwritten signature in black ink, appearing to read "Peter Lambert".

Peter Lambert  
Regulation and Business Affairs