

Kent BR5 2TN

Modification Panel Secretary Joint Office of Gas Transporters Ground Floor Red 51 Homer Road Solihull West Midlands B91 3QJ

02 October 2006

Dear Julian,

Modification Proposal 0110: Amendment of Px's Network Entry Agreement.

Thank you for providing SGN with the opportunity to comment on the above modification proposals.

I can confirm that SGN fully supports the proposal.

SGN agrees that by increasing the supply capability at Teeside it would allow to better facilitate the securing of effective competition between relevant shippers and between suppliers and should also help to mitigate the risk of excessive gas prices this winter, thereby better facilitating the efficient and economic operation of the pipe-line system. SGN also agree that implementation of this proposal would enhance security of supply. We understand no development; capital or operating costs to Users or Transporters have been identified.

We hope you find these comments useful.

Yours sincerely

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