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Julian Majdanski Joint Office of Gas Transporters 31 Homer Road Solihull West Midlands B91 3LT

6 February 2008

Dear Julian,

## Re: <u>UNC Modification Proposal 190 – Clarification of Aggregation of Credit Positions</u> <u>using a Guarantee from a Security Provider</u>

Thank you for the opportunity to respond to this Modification Proposal. Northern Gas Networks supports the implementation of this Modification Proposal.

Northern Gas Networks (NGN) supported the implementation of Modification Proposal 148 and would welcome clarity on the application of this in light of other changes recently made to Uniform Network Code (UNC) credit arrangements.

We believe that the implementation of Modification Proposal 190 provides such clarity and as a result will better ensure that there is no inappropriate discrimination between Users by ensuring transparency and consistency between Transporters. This Modification Proposal clearly ensures that fair and equitable treatment is available to all Users who wish to provide additional security by means of Guarantee through the rating of the Security Provider.

NGN agrees with the Proposer that this change can be implemented with immediate effect and that there will be no Transporter costs associated with this.

Yours sincerely,

Joanna Ferguson Management Accountant