

22/10/2007

Dear Colleague,

**NOTICE OF IMPLEMENTATION
MODIFICATION PROPOSAL No: 0148**

"Aggregation of Credit Positions or Use of Group Ratings"

Please note that Modification Proposal No 0148 will be implemented with effect from 06:00 hours on 23/10/2007. The Final Modification Report, Version 4.0, was signed by Ofgem on 19/10/2007.

The new Code text resulting from this Modification follows.

Modified Text:

**UNIFORM NETWORK CODE – TRANSPORTATION PRINCIPAL
DOCUMENT**

TPD SECTION V: GENERAL

Amend paragraph 3.1.6 to read as follows:

- “ (a) Where a User has an Approved...
- (b) Subject to paragraph 3.1.6 (c), where a Qualifying Company or Parent Company provides security to a User in the form of a Guarantee pursuant to paragraph 3.4.5 (the "Security Provider"), then the Approved Credit Rating of such Security Provider may be used in place of the User's to calculate such User's Unsecured Credit Limit in accordance with the table set out in paragraph 3.1.6.
- (c) Where a Security Provider provides security for more than one User, the aggregate Unsecured Credit Limits of such Users shall not exceed maximum credit entitlement of the Security Provider calculated in accordance with the table set out in paragraph 3.1.6.
- (d) A User may utilise an Approved Credit Rating from a Security Provider in accordance with paragraph 3.1.6 (b) in combination with a Guarantee from such Security Provider, provided that in the opinion of the Transporter, such Security Provider's ability to bear risk is not exceeded.

Yours sincerely,

Julian Majdanski
Modification Panel Secretary