

Addendum to notice of QSEC 2008 Reserve and Step Prices
(Addendum to statement issued on 15 July 2008)

On 15 July 2008, National Grid gave notice of revised transmission charges for the next auction of Quarterly System Entry Capacity (QSEC). It has since come to our attention that the Obligated Level (GWh/d) for Cheshire was set at a level that was inconsistent with previously released incremental obligated entry capacity.

Consequently, the reserve and step prices for Cheshire have been updated to give a price schedule based on an Obligated Level of 542.7 GWh/d and not 350.1 GWh/d as previously calculated. The Estimated Project Cost has also been revised in light of the updated step prices. The updates are detailed in the table below.

Updated prices and estimated project values for Cheshire

	Reserve Price (Pence/kWh/day)	Estimated Project Value (£m)
Obligated Level	0.0001	
2.5%	0.0002	0.05
5.0%	0.0003	0.10
7.5%	0.0006	0.87
10.0%	0.0015	2.89
12.5%	0.0022	5.30
15.0%	0.0023	6.36
17.5%	0.0024	7.09
20.0%	0.0025	8.49
22.5%	0.0026	9.55
25.0%	0.0038	18.32
27.5%	0.0039	20.15
30.0%	0.0040	21.98
32.5%	0.0041	23.82
35.0%	0.0042	25.65
37.5%	0.0043	27.48
40.0%	0.0044	29.31
42.5%	0.0045	31.14
45.0%	0.0075	65.08
47.5%	0.0076	68.70
50.0%	0.0077	72.32
Obligated Level (GWh/d)	542.7	

The full Transportation Charges Statement can be found on our website under Gas Charging/Methodology and Charging Statements:

<http://www.nationalgrid.com/uk/Gas/Charges/statements/>

If you have any questions relating to this notice, or NTS charges in general, please contact the Transmission Charging & Revenue Team on 01926 654633.