

TOTAL GAS & POWER LIMITED

Mr. Julian Majdanski
Contract Compliance and Development
Transco plc
Floor D3 NGT House
Warwick Technology Park
Warwick
West Midlands
CV34 6DA

10 February 2005

Dear Julian,

Modification Proposal 739 - "New Seasonal Demand Derivation and Associated AQ Impacts"

Total Gas & Power Limited (TGP) supports the proposed modification as it currently stands.

We support any revision to the AQ methodology which produces AQs which are more reflective of customer consumption, as this improves efficiency across the Industry.

Giving Transco the ability to revise previous calculations will enable historical weather and consumption trends to be taken into account. This will improve the quality of the data being inputted into the AQ calculation and improve the AQs to be calculated for the current and future Gas Years.

Should you wish to discuss our response further, please feel free to contact me.

Yours sincerely,

(This message is sent electronically and is therefore not signed)

Gareth Evans
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