

09/11/2010

Dear Colleague,

**NOTICE OF IMPLEMENTATION  
MODIFICATION PROPOSAL No: 0304**

“RG0252 Proposal 7: Introduction of a rating table for independent credit rating agencies for use with Independent Assessments”

Please note: that Modification Proposal No: 0304 will be implemented with effect from 06:00 hours on 11/11/2010. The Final Modification Report, Version 3.0, was signed by Ofgem on 09/11/2010.

The new Code text resulting from this Modification follows:

**Modified Text:**

**TRANSPORTATION PRINCIPAL DOCUMENT  
SECTION V**

*V3.1.7 AMEND TO READ AS FOLLOWS:*

- 3.1.7 Upon request from a User, the User may select any one of the specified agencies for the Transporter to use to allocate an Unsecured Credit Limit to the User as follows:
- a) where such User is unable to obtain an Approved Credit Rating (up to a maximum of 20% of the relevant Transporter’s Maximum Unsecured Credit Limit); or
  - b) where such User has an Approved Credit Rating below Ba3 (awarded by Moody’s Investment Services or an equivalent rating by Standard & Poor’s Corporation) (up to a maximum of 13⅓% of the relevant Transporter’s Maximum Unsecured Credit Limit).

A score of between 0 and 10 will be allocated to the User in accordance with the following table to calculate the User’s Unsecured Credit Limit:

Independent Assessment Score	Equivalent of the Independent Assessment Score to credit scores provided by the independent credit rating agencies for Independent Assessments			% of Transporter's Maximum Unsecured Credit Limit
	Dunn & Bradstreet/ N2 Check Comprehensive Report	Experian Bronze, Silver or Gold Report	Graydons Level 1, Level 2 or Level 3 Report	
10	5A1	95-100	1A	20
9	5A2/4A1	90-94	1B/2A	19
8	5A3/4A2/3A1	80-89	1C/2B/3A	18
7	4A3/3A2/2A1	70-79	2C/3B/4A	17
6	3A3/2A2/1A1	60-69	3C/4B/5A	16
5	2A3/1A2/A1	50-59	4C/5B/6A	15
4	1A3/A2/B1	40-49	5C/6B/7A	13 <sup>1/3</sup>
3	A3/B2/C1	30-39	6C/7B/8A	10
2	B3/C2/D1	20-29	8B	6 <sup>2/3</sup>
1	C3/D2/E1	10-19	8C	3 <sup>1/3</sup>
0	Below E1	Below 10	Below 8C	0

The Transporter will set the Users Unsecured Credit Limit no higher than the lower of the credit value recommended within the Independent Assessment and the value calculated by applying the Independent Assessment Score to the Transport's Maximum Unsecured Credit Limit.

Yours sincerely,

Bob Fletcher  
 Modification Panel Secretary