

8th July 2011

Dear Customer,

NOTIFICATION OF INDICATIVE ELECTRICITY DUoS CHARGES FROM 01.10.2011

All DNOs have recently provided notice of indicative DUoS tariffs in their distribution services areas to be applied with effect from 1st October 2011.

In the case of Northern Electric Distribution Ltd (NEDL), two sets of DUoS charges have been published. This is the result of an error being discovered in their tariff model regarding inputs for LV circuit losses. This error affected the charges published for April 2011 and NEDL have proposed two methods for correcting it which results in two sets of charges to be applied with effect from 1st October 2011. Ofgem are currently consulting on which proposal to approve.

Please therefore find attached an IPNL statement of indicative charges that will apply to customers on its embedded networks from 1st October 2011. The rates in the NEDL area in our statement assume the proposal for the rates without the retrospective adjustment is approved. The rates that will apply if the retrospective adjustment is approved are set out in separate a summary schedule that is also attached.

Final rates for 1st October 2011 will be confirmed by the electricity distributors in due course, IPNL will then publish a revised notice of final charges consistent with these.

If you have any queries please do not hesitate to contact me.

Yours sincerely,



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