

18th December 2006

Dear Colleague,

Charges from 1st April 2007

Agreement (Alternative) and General Conditions of Contract for:

- **The Provision and Maintenance of New/Replacement Metering Equipment.**
- **The Provision and Maintenance of Legacy Metering Equipment.**

In accordance with the terms set out in the above Agreements, I attach schedules showing National Grid's revised metering charges that will become effective from 1st April 2007.

In general, the revised rental charges effective from 1st April 2007 incorporate an increase of 3.5% in respect of inflation (RPI). The rental charges for credit meters are £11.72 per annum for a legacy 1 meter and £12.22 per annum for a replacement meter. The rental charge for a prepayment meter (Legacy 1) is £31.61 per annum.

The revised charges will be displayed on National Grid's Internet site (<http://www.nationalgrid.com/uk/metering>) by the end of December 2006. If you have any questions about the new charges please send an email to metcom@uk.ngrid.com for the attention of Kate Elleman.

Yours sincerely,

Linda Ryan
Business Operations Director

**Updates of Charges published on National Grid's Metering Website
(<http://www.nationalgrid.com/uk/metering>) and tables in the Agreements**

2.6 Tables of charges – Legacy meters

Table 2.6.1 Annual Rental Charges for meters installed before 1st January 2004

Meter classification	Credit meter		Prepayment Meter	
	Pence per day	£ per annum	Pence per day	£ per annum
Category 1 legacy meters	3.2022	£11.72	8.6366	£31.61
Category 2 legacy meters	2.2705	£8.31	7.2104	£26.39

Table 2.6.2 Premature Replacement Charges for Category 1 and Category 2 Legacy Meters

Relevant period	Credit meter	Prepayment Meter
1 Apr 2006 to 31 March2007	£48.06	£19.74

Table 2.6.3 Meter Termination Charges for Category 1 and Category 2 Legacy Meters

Relevant period	Credit meter	Prepayment Meter
1 Apr 2006 to 31 March2007	£68.35	£49.79

The above tables (Section 2.6 in the Website Summary) give updates of the numbers in (or derived from) the tables set out in paragraphs 2.1, 2.2, 3.1, and 4.1 of Section 1, Part 2, Schedule Seven of the Agreement and General Conditions of Contract for the Provision and Maintenance of Legacy Metering Equipment.

2.7 Tables of charges – New and Replacement meters

Table 2.7.1a Annual rental charges for meters installed in the period 1st January 2004 to 31st March 2005

Meter Class	Credit meter		Prepayment Meter	
	Pence per day	£ per annum	Pence per day	£ per annum
New meter	2.2705	£8.31	7.2104	£26.39
Replacement meter	3.3388	£12.22	8.6366	£31.61

Table 2.7.1b Annual rental charges for meters installed in the period 1st April 2005 to 31st March 2006

Meter Class	Credit meter		Prepayment Meter	
	Pence per day	£ per annum	Pence per day	£ per annum
New meter	2.2705	£8.31	7.2104	£26.39
Replacement meter	3.3388	£12.22	8.6366	£31.61

Table 2.7.1c Annual rental charges for meters installed in the period 1st April 2006 to 31st March 2007

Meter Class	Credit meter		Prepayment Meter	
	Pence per day	£ per annum	Pence per day	£ per annum
New meter	2.2705	£8.31	7.2104	£26.39
Replacement meter	3.3388	£12.22	8.6366	£31.61

Table 2.7.1d Annual rental charges for meters installed in the period 1st April 2007 to 31st March 2008

Meter Class	Credit meter		Prepayment Meter	
	Pence per day	£ per annum	Pence per day	£ per annum
New meter	2.2705	£8.31	7.2104	£26.39
Replacement meter	3.3388	£12.22	8.6366	£31.61

Table 2.7.2a Premature Replacement charges for meters installed in the period 1st January 2004 to 31st March 2005

Meter Class	Credit meter	Prepayment Meter
New meter	£48.76	£7.61
Replacement meter	£86.10	£26.82

Table 2.7.2b Premature Replacement charges for meters installed in the period 1st April 2005 to 31st March 2006

Meter Class	Credit meter	Prepayment Meter
New meter	£51.63	£8.70
Replacement meter	£91.16	£30.65

Table 2.7.2c Premature Replacement charges for meters installed in the period 1st April 2006 to 31st March 2007

Meter Class	Credit meter	Prepayment Meter
New meter	£54.50	£9.77
Replacement meter	£96.23	£34.48

Table 2.7.2d Premature Replacement charges for meters installed in the period 1st April 2007 to 31st March 2008

Meter Class	Credit meter	Prepayment Meter
New meter	£57.36	£10.86
Replacement meter	£101.29	£38.32

Table 2.7.3a Meter Termination charges for meters installed in the period 1st January 2004 to 31st March 2005

Meter Class	Credit meter	Prepayment Meter
New meter	£80.61	£97.90
Replacement meter	£117.94	£117.10

Table 2.7.3b Meter Termination charges for meters installed in the period 1st April 2005 to 31st March 2006

Meter Class	Credit meter	Prepayment Meter
New meter	£85.35	£111.87
Replacement meter	£124.87	£133.83

Table 2.7.3c Meter Termination charges for meters installed in the period 1st April 2006 to 31st March 2007

Meter Class	Credit meter	Prepayment Meter
New meter	£90.09	£125.86
Replacement meter	£131.82	£150.56

Table 2.7.3d Meter Termination charges for meters installed in the period 1st April 2007 to 31st March 2008

Meter Class	Credit meter	Prepayment Meter
New meter	£94.83	£139.84
Replacement meter	£138.76	£167.29

The above tables (Section 2.7 in the Website Summary) give updates of the numbers in (or derived from) the tables set out in paragraphs 2.1, 2.2, 3.1, 3.2, 4.1 and 4.2 of Section 1, Part 3, Schedule Seven of the Agreement and General Conditions of Contract for the Provision and Maintenance of New/Replacement Metering Equipment.