

From: Murray, Andrew [Andrew.Murray@conocophillips.com]
Sent: 23 July 2007 11:34
To: Gascoigne, Jan
Cc: Elliott-Smith, Kirsten; King, Barry; Jesshop, Thomas
Subject: Re: Review of IECR methodology statement and consultation on Entry capacity substitution methodology statement

ConocoPhillips (CoP) is the holder of a gas supplier (non-domestic) licence and a shipper licence.

CoP is not in a position to give specific feedback at this stage in the options identified in the letter dated 12 July from Andrew Fox of National Grid, other than to say that application of the economic test is fundamental to any proposals that come forth in this area.


More generally the issue of capacity substitution requires much fuller discussion through the Transmission Workstream before specific proposals are formulated. There is also a clear dependency on decisions with regard to trade and transfers, in effect how short-term mark-based substitutions are transacted, and with modifications on UNC156/156A in play it is inappropriate for National Grid to prejudge any aspect of the outcome of this process.

Please let me know if you require any further comment.

Regards

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