

15 December 2011

## National Grid plc UK Transmission regulatory price controls final proposals

National Grid has today accepted in principle Ofgem's final proposals for the one-year Transmission Owner price controls for the year ending 31 March 2013.

Steve Holliday, Chief Executive, said:

*"We are pleased to be able to agree this one year extension to our existing transmission price controls. This rollover provides extra time for industry to devote sufficient focus to the development of the 8 year RIIO price controls which will address a number of important issues that were rightly deferred from this one year control under the proportionate approach.*

*The one-year price control recognises the substantial increase in capital investment that our electricity transmission network is experiencing compared to the last price control assumptions. Importantly it begins to remunerate the additional assets, outputs and efficiencies we have delivered over the last 5 years. We are confident that we can continue to deliver this essential and increasing investment programme through the rollover year and beyond. At the same time, we will continue to manage our UK transmission networks in a safe, reliable and sustainable way within a framework that balances the requirements of investors while delivering the essential needs of consumers."*

# National Grid

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