

Introduction

In August 2012 the way we engage with customers who are looking at developing a new connection or modifying an existing connection to our Gas National Transmission System changed. As part of these changes we undertook to provide more transparency in the way we operate the arrangements, including:

- Clear processes and timeframes
- Schedule of charges
- Published framework contracts
- Regular reporting of our performance

This is the thirteenth report produced since the implementation of the revised arrangements in August 2012, and covers the period from October - December 2016.

Overview of the Arrangements

There are two types of connection offers that customers can request; an Initial Connection Offer (ICO) which provides an early estimate of the physical construction costs; programme of works and layout of the proposed Connection, and a Full Connection Offer (FCO) which provides a detailed estimate of the physical construction costs, programme of works and layout of the proposed Connection based on design / engineering studies. There is also the option for the customer to request a modification to an existing Full Connection Offer.

Each of these offers has set timescales (e.g. 2 months for an ICO and 6 months for a simple FCO, i.e. a small transmission connection), agreed through consultation with the Industry.

Content of the Report

This report communicates our reporting requirements under Uniform Network Code - Transportation Principal Documentation Section V, 13.7.2, in the period October – December 2016 and contains charts displaying our performance in each of the following areas:

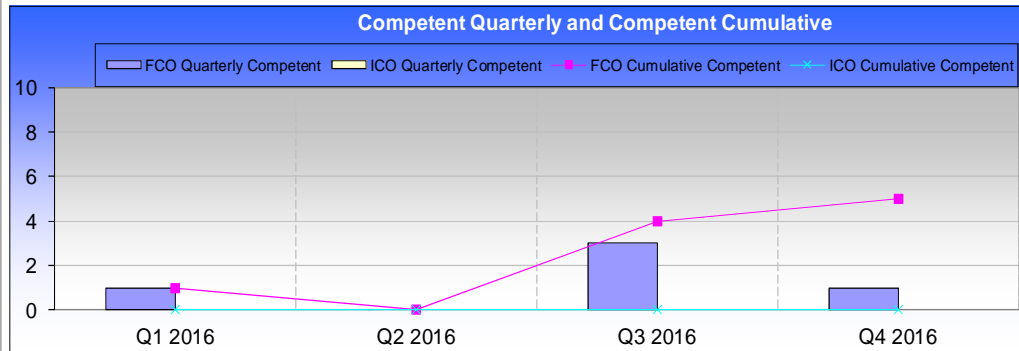
- Competent Quarterly & Competent Cumulative Connection Applications - This chart shows how many ICO & FCO applications have been received where all necessary information has been provided
- Initial Connection and Full Connection Offers made - These 2 charts show how many offers of each type have been made

In the interim, if you require further details about any of the information contained within this report please don't hesitate to contact us via email at:

transmissionconnections@nationalgrid.com

Or by post to:

Eddie Blackburn, Gas Contract Portfolio Manager
Transmission Network Service
National Grid plc
National Grid House
Warwick Technology Park
Gallows Hill
Warwick
CV34 6DA



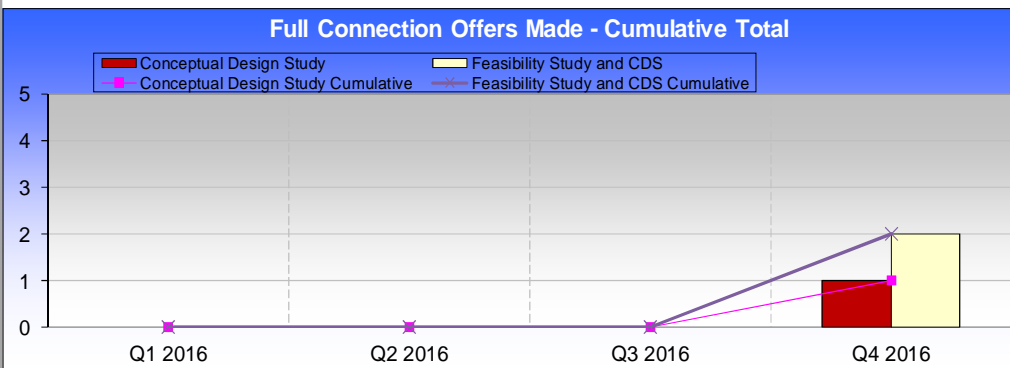
Description of Measure:

The number of Competent Applications received for Initial and Full Connection Offer(s) (ICO & FCO)

- Quarterly
- Cumulative

Current Analysis

0 ICO Applications received in Q4 2016
1 FCO Application received in Q4 2016



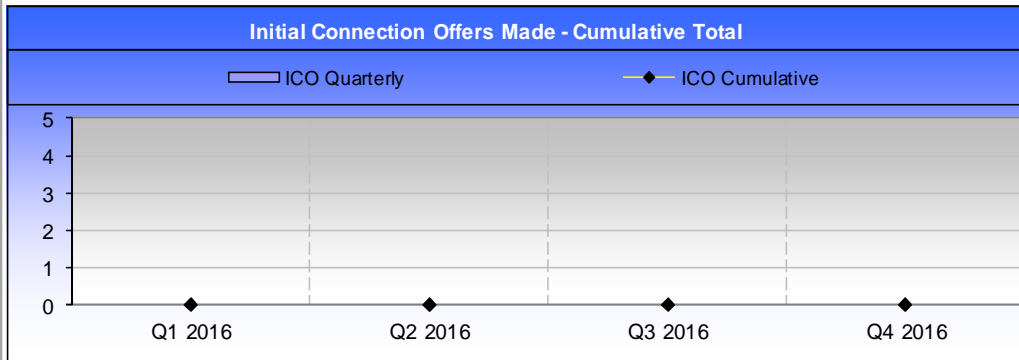
Description of Measure:

The cumulative number of Full Connection Offers made in accordance with UNC 13.5.1 in each Quarter:

- 6 Months Conceptual Design Study (CDS)
- 9 Months Feasibility Study+CDS

Current Analysis

3 Full Connection Offers made in Q4 2016



Description of Measure:

The cumulative number of Initial Connection Offers made in accordance with UNC 13.5.1 in each Quarter:

- 2 Months ICO (standard)

Current Analysis

0 Initial Connection Offers made in Q4 2016