

Sarah Friedel
 Group Regulation
 SONI Limited
 Castlereagh House
 12 Manse Road
 Belfast
 BT6 9RT

Ref: NET/E/TH/37

20 December 2018

Dear Sarah,

Re: Omagh Tamnamore – TNPP Approval

Thank you for the capex TNPP submission of the 04 September 2018 regarding the pre-construction costs associated with the Omagh – Tamnamore 110 kV circuit.

We recognise that this work was well advanced prior to the transfer of planning and this is reflected within the tailored submission. Having reviewed the proposal, we approve the full sum requested (including additional wayleave spend*).

We further appreciate that the TNPP process was not clarified when the work was taking place. SONI should however note in future that we will not approve costs that are not related to specific stakeholder consultation.

For confirmation, amounts approved are detailed in the table below by year [and in April 2014 prices for ease of comparison with the current price control].

Tariff Year	SONI Claim (April 2014 prices)	UR Allowance (April 2014 prices)
2013-14	£59.9k	£59.9k
2014-15	£134.5k	£134.5k
2015-16	£129.1k	£129.1k
2016-17	£54.8k	£54.8k
2017-18	£23.3k	£25.5k*
Total	£401.6k	£403.7k

The approved TNPP allowance sets the cap for costs which can be recovered in relation to this project. Given that work on this project is finalised, SONI should endeavour to provide a completion report, as per TNPP guidance.

Within the closure report SONI should confirm the following:

- Total amount to be charged to NIE Networks (adjusted for inflation).
- Proposed timing of this payment (allowing for UR review).

Separate review and approval of the closure report will be required from the UR to allow transfer of monies from NIE Networks to SONI.

Should you have any comments, queries or issues regarding this letter, feel free to contact Jody O'Boyle.

Yours sincerely,



Tanya Hedley
Director of Compliance and Network Operations