

Mary O'Kane SGN Natural Gas Limited 14 Silverwood Industrial Estate Lurgan BT66 6LN

27th September 2019

Ref: NET/G/TH/148

Dear Mary,

Conveyance Charge Statement for the period 1st January 2020 to 31st December 2020

Thank you for your submission and subsequent resubmission of the conveyance charge statement in your emails of 21st August 2019 and 4th September 2019 respectively, as required under licence condition 2.2.3 of the SGN natural gas conveyance licence.

I acknowledge that the proposed charges for 2020 have been presented in nominal 2020 prices using appropriate RPI assumptions.

I also note your intention to price up to the cap in 2020 in order to ensure significant 'Z' is not created, at this point this is seen as appropriate in the circumstances faced by SGN.

Please accept this letter as approval of the conveyance charges submitted on 4th September 2019 and ensure that this conveyance charge statement is published on your website on or before the 1st October 2019.

Yours sincerely,

Tanya Hedley Director of Networks