

Lisa McCarthy
Firmus Energy Distribution Ltd
A4-A5 Fergusons Way
Kilbegs Rd
Antrim
BT41 4LZ

26th September 2017

Dear Lisa,

Conveyance Charge Statement for the period 1st January 2018 to 31st December 2018

Thank you for submitting the conveyance charge statement in your email of 24th August 2017, as required under condition 2.2.2 of the firmus conveyance licence, as well as answering my subsequent follow up questions.

I acknowledge that the proposed charges for 2018 have been inflated using a suitable RPI assumption and current conveyance charges are necessary in order to reduce your level of 'Z' in an appropriate manner to ensure smooth future tariffs.

We note that you have engaged with PNGL and SGN on the cost apportionment across individual conveyance categories to ensure a consistent basis throughout Northern Ireland. We will be in touch in order to progress this area further to ensure future conveyance charges reflect this work fully.

Please accept this letter as approval of the conveyance charges submitted on 24th August 2017 and ensure that this conveyance charge statement is published on your website on or before the 1st October 2017.

I trust this is clear but please feel free to get in touch with the office if you have any queries.

Yours sincerely,



John Mills
Director of Finance and Network Assets