

1st January 2014

Dear Colleague,

Northern Gas Networks' Metering Charges from 1st April 2014

Please find attached schedules showing Northern Gas Networks' revised metering charges to apply from 1st April 2014. This notification is provided 3 months in advance of the effective date consistent with the notice period required in Northern Gas Networks' Metering contracts.

Northern Gas Networks' metering charges are regulated by a price control set by Ofgem, the gas industry regulator. Ofgem has set tariff caps for four key metering services and charges for these services must not exceed the tariff caps, which are adjusted each year by inflation (RPI). This update is in accordance with Ofgem's review of the regulatory framework for traditional gas metering to support an efficient transition to smart meters.

The revised rental charges effective from 1st April 2014 incorporate a pricing increase of 3.0% in respect of inflation. The domestic annual charges are set to the regulated tariff caps and are £15.12 for a credit meter, £37.84 for a prepayment meter. The transactional charge for a customer requested domestic meter exchange is capped at £81.04. The charge for a daily meter reading service is capped at £515.15.

The revised charges effective from 1st April 2014 will be published on Northern Gas Networks' Internet site <http://www.northerngasnetworks.co.uk>. If you have any questions about the new charges, please contact:

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Yours sincerely

Tom Notman
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