

Code Administrator Consultation Responses

Suggested Amendments to the Legal Text:

1. Transition Arrangements (Section 15 Part two, Paragraph 8.2)

The provisions of Section 15 (as amended by CUSC Modification Proposal CMP417) shall apply to Existing 417 Construction Agreements in respect of the first Security Period which is not less than 6 months after the Implementation Date for CUSC Modification Proposal CMP417 (the “417 Security Period”), **unless The Company confirms it will apply Section 15 in an earlier Security Period.**

Ensures that the legal text does not prevent NESO applying CMP417 in the first 2027 securities run – e.g. if approval/implementation is just less than 6 months before security period and it is agreed there is still enough time to implement.

2. Appendix MM3

Updated to avoid confusion between “DC” acronyms (Developer Capacity and Demand Capacity)

Fixed Attributable Works Cancellation Charge [£_] [£x/MW]

	Pre Trigger Amount	Cancellation Charge Profile	TEC/Developer Capacity/Demand Capacity/Embedded Demand Capacity	£/MW
Financial Year [1]				

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Suggested Amendments to the Legal Text:

3. Hybrid Connections (Section 15 Part One, Paragraph 10)

Where there is the connection and/or use of system provided for more than one technology in the same Construction Agreement and/or Bilateral Connection Agreement **in the same stage/s** and there is both Transmission Entry Capacity and Demand Capacity (or Developer Capacity and Embedded Demand Capacity), the Cancellation Charge will only apply for reduction to the higher of Transmission Entry Capacity or Demand Capacity (or Developer Capacity or Embedded Demand Capacity).

Clarification in legal text for solution agreed in workgroups – e.g. do not need to apply hybrid solution where Generation and Demand is added in separate stages, as works are already split by stage and separate security statements are produced.