

The Right Honourable Greg Clark, MP
Secretary of State for Business, Energy and Industrial Strategy
Department for Business, Energy and Industrial Strategy
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Cordi O'Hara

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Dear Secretary of State,

Now that the Electricity Capacity (Amendment) Regulations 2016 have come into force, National Grid is required to send you an annex to our Electricity Capacity Report of 31st May 2016 in respect of the supplementary auction (in accordance with new regulation 7(6) of the Electricity Capacity Regulations 2014). I can confirm that our report of 31st May 2016 contained all the information now required to be included in that annex and that our recommendation as to the target capacity for the supplementary auction remains unchanged. The relevant parts of the report, taken with this letter, therefore serve as the annex required by the Regulations. In addition, I confirm that the Capacity Market Auction Guidelines published on 8th July 2016 contain all the necessary guidelines for the supplementary auction.

Yours sincerely



Cordi O'Hara

Director of UK System Operator