

3 October, 2003

Mr. Kieran O'Brien
Managing Director
ESB National Grid
27 Lower Fitzwilliam St
Dublin 2

Our Ref: 13961

Dear Kieran

Transmission Use of System Charges and Loss Adjustment Factors for 2004

I am writing to you pursuant to the Commission's powers under Sections 35 and 36 of the Electricity Regulation Act, 1999.

The Commission hereby approves the enclosed statement of charges as submitted by ESB National Grid in its capacity as Transmission System Operator and published on the Commission's website on 5th September 2003. This statement of charges will come into force on 1st January 2004. The statement is based on the proposed Determination of Allowed Revenues published on the same date and which the Commission also hereby approves.

The Commission also hereby approves the enclosed transmission loss adjustment factors (TLAFs) as submitted by ESB National Grid on 5th September 2003. The TLAFs have been produced in line with the Commission's direction and will come into force on 1st January 2004.

Yours sincerely



Tom Reeves
Commissioner