



National Power

International Swaps and Derivatives Association, Inc.
One New Change
London EC4M 9QQ

29th September 1998

National Power PLC
Senator House
85 Queen Victoria Street
London EC4V 4DP
Telephone 0171 454 9494
Telex 883141
Fax 0171 615 3331

Dear Sirs,

EMU Protocol - Adherence

The purpose of this letter is to confirm our adherence to the ISDA EMU Protocol as published by the International Swaps and Derivatives Association, Inc. on 6th May 1998 (the "Protocol"). This letter constitutes an Adherence letter as referred to in the Protocol.

The definitions and provisions contained in the Protocol are incorporated into this Adherence Letter, which supplements and forms part of each ISDA Master Agreement between us and each other Adhering Party.

1. Specified Terms

Annex 1	ISDA EMU Continuity Provision	Applicable
Annex 2	Price Sources	Applicable
Annex 3	Payment Netting	Applicable
Annex 4	EMU Definitions	Applicable
Annex 5	Bond Options	Not Applicable

2. Appointment as Agent and Release

We hereby appoint ISDA as our Agent for the limited purposes of the Protocol and accordingly we waive, and hereby release ISDA from, any rights, claims, actions or causes of action whatsoever (whether in contract, tort or otherwise) arising out of or in any way relating to this Adherence Letter or our adherence to the Protocol or any actions contemplated as being required by ISDA.

3. Payment

Payment of U.S.\$500 is being made to you by telegraphic transfer for value on 30th September 1998, in respect of our adherence to the EMU Protocol.

4. Contact Details

Our contact details for the purposes of this Adherence Letter are:

Name: David Wilson

Address: Senator House
85 Queen Victoria Street
London EC4V 4DP

Telephone: 0171 615 3160

Fax: 0171 615 3151

We consent to the publication of the conformed copy of this letter by ISDA and to the disclosure by ISDA of the contents of this letter.

Yours faithfully,

National Power plc

By: Philip Smith

.....
Philip Smith
Director of Treasury

Roger Witcomb

.....
Roger Witcomb
Director of Finance and Planning