

Direction

To: EDF Energy Merchants Limited (the “firm”)

Ref: 210881

Of: 71 High Holborn
London
WC1V 6ED

Date: 11 December 2003

Handbook Version as in force at the date of this Direction

Power

1. This direction is given by the *FSA* under section 148 of the *Act*.

Duration

2. (a) This direction takes effect from the date of this direction.

(b) However, if the firm is not then an energy market participant, this direction takes effect only when the firm becomes one.

(c) This direction ends, except as specified in (d), on the earlier of:

(i) the date the firm ceases to be an *energy market participant*;

(ii) 30 November 2005.

(d) The modification of TC 2.4.1R in this direction ends 12 months after the date in (c).

Rules Modified

3. The *FSA* directs that the rules listed below apply to the firm with the modifications shown.

Rule	Modification
TC 2.4.1R and TC 2.4.5R	<i>Rules TC 2.4.1R and TC 2.4.5R shall apply:</i> (1) so that TC 2.4.5R(2) does not apply to the <i>firm</i> during the term of this direction in relation to any <i>person</i> who is an <i>employee</i> of the <i>firm</i> during the term of this direction; and (2) so that any assessment of an <i>employee</i> in reliance on (1) ceases to have effect for the purposes of TC 2.4.1R 12 months after the end of this direction.

<i>SUP 17</i>	<i>SUP 17</i> (Transaction reports) does not apply to the <i>firm</i> in relation to its <i>energy market activity</i> .
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Interpretation

4. Interpretative provisions (including definitions) of the *Handbook* apply in this direction in the same way as they apply to the *Handbook*.

Uche Iwuchukwu (Mr)
Waivers Unit
Financial Services Authority

