

About National Grid

Operating responsibly

As one of the world's largest network utilities, what we do is essential to the economies of the countries and regions in which we operate and the comfort and well-being of the millions of citizens who depend on our services. These are long-term responsibilities that must be fulfilled in conjunction with our duty to create value for our shareholders. Delivering sustainable value depends on the trust and confidence of all of our stakeholders, and this can only be earned by conducting our business in a responsible manner.

The 'Responsibility' section of our corporate website provides a Company-wide perspective on our governance, policies, performance and achievements over a wide range of economic, environmental, employee and social issues.

It sets out how we are doing and where we think we can do better. To read more go to:

<http://www.nationalgrid.com/corporate/Our+Responsibility/>

Environmental Performance

National Grid has made environmental stewardship a top priority. We are committed to mitigating climate change and conserving natural resources as it delivers electricity and natural gas in a safe and reliable manner. To achieve this objective National Grid has made investments and committed resources – empowering its people accordingly.

Environmental stewardship in the United States is a key element of national Grid's culture. We are committed to protecting birds, fish and other wildlife, developing renewable energy programs, restoring brownfields or impaired legacy sites, managing trees and plants wisely, and raising environmental awareness throughout our service territory.

National Grid has also implemented a climate change strategy that reduces carbon dioxide and other greenhouse gases, promotes renewable energy, and supports regional and federal legislation to cut greenhouse gas emissions in all sectors of the economy. As part of this climate change initiative, National Grid is committed to helping its more than four million residential and commercial customers use electricity and natural gas wisely to help them save money and enable us to reduce emissions associated with energy use.

Environmental Policy

We are committed to the protection and enhancement of the environment, always seeking new ways to minimize the environmental impacts of our past, present, and future activities. We believe that everyone is responsible for good environmental performance as we incorporate environmental considerations into all our business activities.

You can read more about National Grid's environmental management system, environmental goals, climate change initiative and other programs and commitments in the *National Grid 2007 Corporate Responsibility Report* on our web site at: <http://www.nationalgrid.com/corporate/Our+Responsibility/Publications+and+Speeches/>