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Dear Stephen,

**NERL response to CAA's consultations on RP2, Oceanic and Reporting and Specified Services Licence Conditions<sup>a</sup>**

Thank you for the opportunity to respond to your consultation.

As discussed with your team, the subscript on both of the IO terms contained within the correction factor of Appendix E of the Oceanic Licence condition should be t-1 instead of t-2 in order to use the most recent interest rate and be consistent with approach taken elsewhere.

Yours sincerely,



Thea Hutchinson

<sup>a</sup> CAP 1229 - Proposal to modify the NATS (En Route) plc licence to transpose the UK-Ireland FAB Performance Plan for 2015-2019: Notice under section 11(2) of the Transport Act 2000, CAP 1230 - Proposal to modify the NATS (En Route) plc licence in respect of the Oceanic price condition for 2015-2019: Notice under section 11(2) of the Transport Act 2000, CAP 1242 - Proposal to modify the NATS (En Route) plc licence in respect of reporting and Specified Services: Notice under section 11(2) of the Transport Act 2000'