

*Price Waterhouse*



6 August 1998

PRIVATE AND CONFIDENTIAL

For the attention of R Armour Esq

The Directors  
British Energy PLC  
10 Lochside Place  
EDINBURGH  
EH12 9DF

Dear Sirs

**BRITISH ENERGY PLC  
SCOTTISH NUCLEAR LIMITED  
NUCLEAR ELECTRIC LIMITED**

In accordance with Section 394 of the Companies Act 1985, we confirm that there are no circumstances connected with our ceasing to hold office as auditors to the above companies that we consider should be brought to the attention of the companies' members or creditors.

Yours faithfully

*Price Waterhouse*

PRICE WATERHOUSE

NW/KDR/MM

