

ANNOUNCEMENT

ITS Pilot Test

ISO-NE and the NYISO intend to conduct the first of the ITS tests on the interface between the two control areas on January 19 and January 20, 2005. These tests, previously presented to Market Participants in the “ITS Pilot Project Description,” will afford the two ISOs the opportunity to study the operational impacts of intra-hour schedule changes. These tests are not designed to converge prices.

The tests on January 19 and January 20 will consist of a series of schedule changes on the interface between New England and New York. A current version of the ITS Pilot Project Description will be distributed to Market Participants early next week.