

PricewaterhouseCoopers
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The Board of Directors of:

British Power International Limited
Eastern Electricity plc
Eastern Energy Limited
Eastern Generation Limited
Anglian Power Generators Limited
Citigen (London) Limited
Drakmar Staff Limited
Eastern Gas Generation Maintenance Limited
Eastern Generation CHP Limited
Eastern Generation Research Limited
Eastern Generation Services Limited
Eastern Merchant Generation Limited
Eastern Merchant Properties Limited
Eastern Renewable Generation Limited
Nedalo (UK) Limited
Peterborough Power Limited
Shotton Combined Heat and Power Limited
Eastern Group Finance Limited
Eastern Leasing (4) Limited
Eastern Leasing (5) Limited
Eastern Natural Gas Limited
e-gas Limited
Eastern Natural Gas (Retail) Limited
~~Eastern Pipelines Limited~~
Eastern Overseas Finance Limited

Eastern Group European Investments Limited
Eastern Power & Energy Trading Limited
Eastern Natural Gas (Offshore) Limited
Eastern Natural Gas (Trading) Limited
Eastern Private Network Management Limited
FW Cook (Mechanical Services) Limited
Offshore Oil & Gas Development Company Limited
CGF Investments Limited
Energy Group Finance PLC
The Energy Group International Limited
Energy Holdings (No 1) Limited
Energy Holdings (No 3) Limited
Energy Holdings (No 5) Limited
Energy Resources Limited
Gold Fields Industrial Limited
Gold Fields Mahd Adh Dhahab Limited
Gold Fields Mining and Industrial Limited
Gold Fields Resources Limited
Peabody Resources (UK) Limited
TEG (Head Office) Limited
Energy Holdings (No 2) Limited
Energy Trustees Limited
Exploration Ventures Limited
Exven Limited

Wherstead Park
PO Box 40
Wherstead
Ipswich
SUFFOLK
IP9 2AQ

6 August 1999

Dear Sirs



Following our discussions in connection with the proposal to align the external auditors of TXU Eastern Holdings Limited and its subsidiaries with those of TXU Corp, we note that it is the intention that we are replaced as auditors by Deloitte & Touche.

In accordance with Section 392 of the Companies Act 1985 we give notice that we are resigning as auditors of each of the companies with effect from the following dates:

- (a) in the case of Energy Group Finance PLC, with effect from 6 August 1999. 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 these companies that we consider should be brought to the attention of the company's members or creditors;
- (b) in the case of Eastern Electricity plc, the resignation will take effect once the Regulatory Accounts for the year ended 31 March 1999 have been approved and audited; and
- (c) in the case of the remaining companies, with effect upon the conclusion of the general meeting of each company that has been convened to receive the accounts for the period ended 31 December 1998, or 31 March 1999 where that is the accounting reference date of the company, together with the Report of Directors and Auditors thereon, except that where the company has adopted an elective resolution pursuant to Section 252 of the Companies Act 1985 to dispense with the laying of accounts and reports before the company in general meeting, the resignations shall take effect upon the conclusion of the meeting of the directors to approve the same.

Yours faithfully



