

EU CAM Capacity Conversion Modification Proposal 0616

UNC Modification Panel
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20th April 2017

Overview / Why Change

- Amended CAM Regulation came effective 6th April 2017
- GB changes introduced via:
 - Modification 0597 (CAM Incremental) &
 - Modification 0598 (CAM Amendments)
- A Capacity Conversion service remains to be developed & introduced by 1st Jan 2018
 - CAM Article 21.3 Text
 - As from 1 January 2018, transmission system operators shall offer network users holding mismatched unbundled capacity at one side of an interconnection point a free-of-charge capacity conversion service. Such a capacity conversion service shall apply to annual, quarterly or monthly capacity products for bundled firm capacity at that interconnection point which the network user had to acquire because insufficient unbundled capacity on the other side of the interconnection point was offered by an adjacent transmission system operator.

Capacity Conversion Service / Solution

- ENTSOG EU proposal developed and now issued for consultation
 - National Grid involved in developing Service within ENTSOG Workgroup

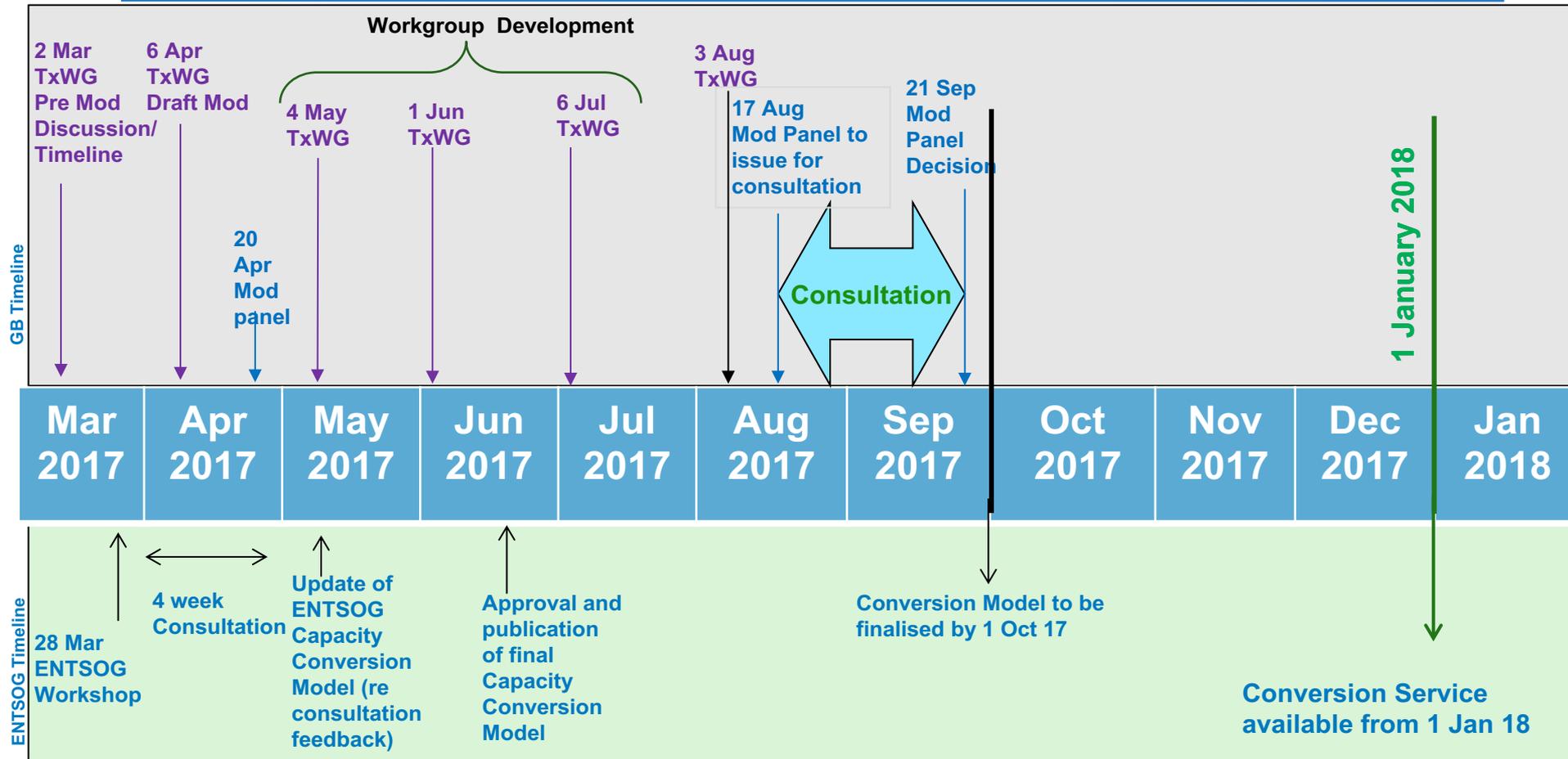
- Pre Modification discussions held during TxWG Feb & March
- Draft Mod proposal discussed at April TxWG
 - Aligned with ENTSOG EU proposal

- Draft Mod proposal 0616 raised for Mod Panel consideration
 - As Self Governance & Development by a Workgroup
 - A more pragmatic **post auction** solution proposed, which does not significantly alter the arrangements for transporting gas and competition

- Alignment with ENTSOG development timeline.

CAM Capacity Conversion (Art 21.3) nationalgrid

Draft Indicative Timeline (assumes self-governance)



* Subject to complexity

Please note:
All dates are subject to confirmation and due process.