

APPLICATION FOR CONSENT TO MODIFY THE NETWORK CODE

"Increase the number of rounds in the Annual auctions for MSEC"
Version 1.0

Reference: C089

Transco Proposal

To address text errors within Section B, paragraphs 2.2.8 & 2.2.14, as contained within the legal text fields in both the Final Modification Report (v1.0) and Notice of Implementation (v1.0) for Modification **0651 "Increase the number of rounds in the Annual auctions for MSEC"**.

The legal drafting was introduced as part of Modification 0500 "Long Term Capacity Allocation", when the AMSEC auctions were just one round. However, Modification 0651 "Increase the number of rounds in the Annual auctions for MSEC" implemented last year introduced 4 rounds for the AMSEC auctions and the drafting should reflect that 20 bids per ASEP can be submitted for **each** of the four rounds. The drafting at present suggests that only 20 bids in total per ASEP across all of the rounds are permitted.

Additionally, paragraph 2.2.14 refers to quarterly capacity bids, but should refer to monthly capacity bids.

Therefore, this Consent to Modify should be such that the words "each of the" & "monthly" are inserted so that Section B2.2.8 & 2.2.14 state the following:

Nature of Modification

Text extracted from the Notice of (Future) Implementation 0651 (v1.0) published 16/12/2003 and the current Code 'master' Section B, as at update 3.08, 1 July 2004.

SECTION B: SYSTEM USE AND CAPACITY

Amend paragraph 2.2.8(a) to read as follows:

"A User may have, at any one time:

- (a) in aggregate in respect of ~~all~~ each of the annual invitation dates, up to but not more than twenty (20) monthly capacity bids; and
- (b)

Amend paragraph 2.2.14 to read as follows:

"Following a notice under paragraph 2.2.13, in the event the User does not within ten (10) Business Days of such notice provide adequate surety or security (in accordance with the Code Credit Rules) all ~~quarterly~~ monthly capacity bids submitted....."

Transco Application

This application for consent contains Transco's proposal to modify the Network Code and Transco now seeks direction from the Authority in accordance with this application.

Signed for and on behalf of Transco.

Signature:

Mike Berrisford
Contract Compliance Officer

Date:

Gas and Electricity Markets Authority Response:

In accordance with Condition 9 of the Standard Conditions of the Gas Transporters' Licences dated 21st February 1996 I hereby consent to the above modification to the Network Code.

Signed for and on Behalf of the Gas and Electricity Markets Authority.

Signature:

Date: