

# *Project Nexus*

## **Market Trials Level 2 Exit Assessment (interim)**

Data and portal responses at 30 November 2015,  
presented to 7 December PNSG meeting

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## 1. *Executive Summary*

This is an interim view on participant readiness for L2 market trials exit. PwC will continue to review evidence and validate submissions with organisations.

Participation levels have been high, with follow-up required with 12 from 41 participants that have not provided information.

We expect L2 exit to be achieved on 18<sup>th</sup> December (as planned) with some residual risk carrying through to level 3 / 4 market trials.

Five participants (29% AQ) are categorised as 'at risk' and are unlikely to be able to demonstrate the exit criteria by 18<sup>th</sup> December 2015. One is yet to start trials.

Defect and issue themes include errors in the 'CDJ' and 'CFR' files that require re-testing.

There are known limitations of Level 2 testing around the validation of allowable values and RGMA flows. These issues have been taken in to consideration in our assessment.

## 2. Market Readiness Update – Respondent Overview

**PwC follow-up (in progress):** Contacting organisations that have not provided a submission to determine their status and intentions to make a self assessment. Create Portal accounts for the two organisations that have been recently identified .

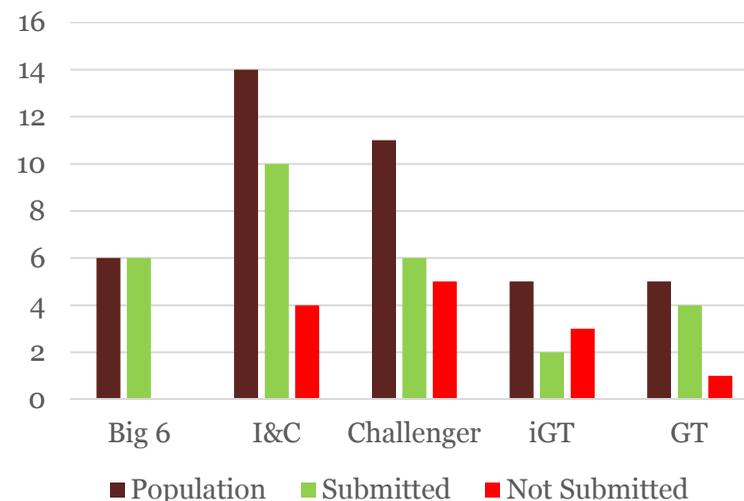
We contacted 39\*\* organisations, representing **97% total market AQ and 98% of supply points**.\*

We cross-referenced our list against the registered Market Trials participants and identified **2 additional organisations (2% AQ)** who will need to be Nexus ready. We have contacted them and are setting up Portal accounts. Including these organisations delivers **99% total market AQ coverage**.

Of the 41 organisations contacted:

- We have received **no submission or contact from 12 organisations**, representing **5%** of overall market AQ. This includes the 2 organisations without a Portal account;
- 3 Organisations hold shipper licences but have not registered for Level 2 Market Trials. 2 of these are included in the 12 non-submissions;
- **29 organisations** have made a self-assessment submission, through the portal or direct contact (**93% of supply points and 94% of AQ**);
- **7 of the 29 organisations** that have self-assessed have not yet submitted any evidence to fully support their self-assessment (11% AQ); and
- **2 of the 6 iGTs** have submitted self-assessments (92% coverage of iGT supply points). However, 4 have participated in Level 2 Trials.

**Graph 1 – Portal submissions by ‘constituency’**



	Number of organisations	% Supply Points*	% Annual Quantity*
Responded	29	93%	94%
No data provided	12	5%	5%

## 2. Market Readiness Update – Consolidated Readiness to Exit L2 MT

**Criteria definition:** Consolidated view of all Level 2 Exit Criteria, based on the data in the subsequent slides.

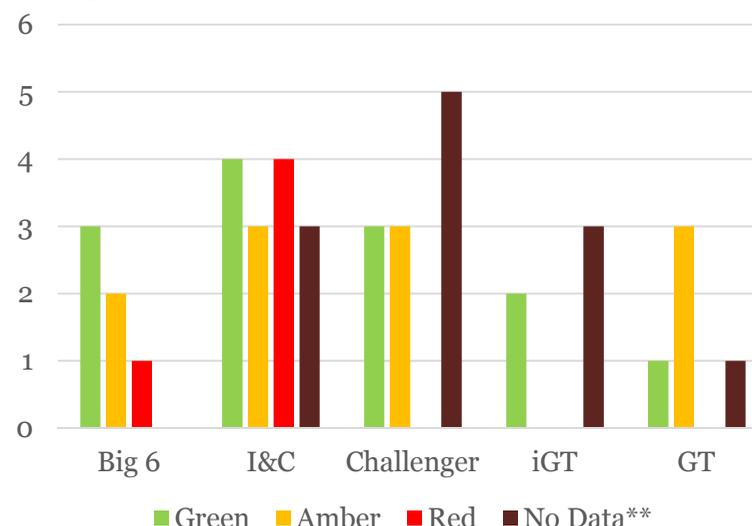
### PwC follow-up (in progress):

Follow-up calls/ site visits with participants in ‘amber’ or ‘red’ status. Audit visits to 5 participants.

We have independently assessed submissions made by the **organisations across all criteria** (combining C1 and C2 file status). Based on our independent analysis of the self-assessment and evidence provided, we have made the following categorisations:

- **12 ‘green’ participants (31% of AQ and 29% of supply points)** are currently ready, or are likely to be fully ready at 18<sup>th</sup> December 2015 and are classified as **green**. These submissions have been supported by appropriate evidence;
- **12 ‘amber’ participants (34% of AQ and 27% of supply points)** have indicated outstanding test activity or open defects with resolution continuing right up to the milestone. Our discussions suggest that defects are minor in nature. Organisations have also been classified as ‘amber’ where insufficient evidence has been provided to support the self-assessment;
- **5 ‘red’ participants (29% of AQ and 37% of supply points)** are ‘at risk’ of not being able to fully demonstrate the exit criteria by 18<sup>th</sup> December 2015, including one large mixed portfolio shipper; and
- **5 Participants (48% of AQ)** have indicated that the issues with RGMA flows and validation of allowable values has influenced their self-assessment.

**Graph 2 – Self-assessment against “Combined C1 and C2 testing”**



	Green	Amber	Red	No Data**
Big 6	3	2	1	0
I&C	4	3	4	3
Challenger	3	3	0	5
iGT	2	0	0	3
GT	1	3	0	1

## 2. Market Readiness Update – Entry Criteria 2.1.1 & 2.1.2

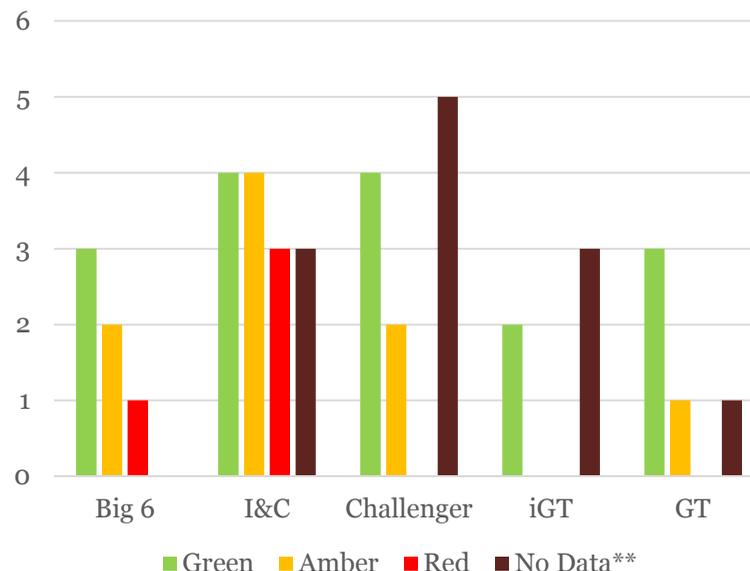
**Criteria definition:** Completion of C1 File testing and number of outstanding ‘critical’ and ‘high’ priority defects.

### PwC follow-up (in progress):

Follow-up calls/ site visits with participants in ‘amber’ or ‘red’ status. Audit visits to 5 participants.

- **16 ‘green’ participants (31% of market AQ and 30% of supply points)** are currently ready, or are likely to be fully ready at 18<sup>th</sup> December 2015 and are classified as **green**. These submissions have been supported by appropriate evidence;
- **9 ‘amber’ participants (34% of market AQ and 26% of supply points)** have indicated outstanding test activity or open defects with resolution continuing right up to the milestone. Our discussions suggest that defects are minor in nature;
- Organisations have also been classified as **amber** where insufficient evidence has been provided to support the self-assessment; and
- **4 ‘red’ participants (29% of market AQ and 37% of supply points)** are ‘at risk’ of not being able to fully demonstrate the exit criteria by 18<sup>th</sup> December 2015, including one large mixed portfolio shipper.

**Graph 3 – Self-assessment against “C1 file testing”**



	Green	Amber	Red	No Data**
Big 6	3	2	1	0
I&C	4	4	3	3
Challenger	4	2	0	5
iGT	2	0	0	3
GT	3	1	0	1

## 2. Market Readiness Update – Entry Criteria 2.1.3 & 2.1.4

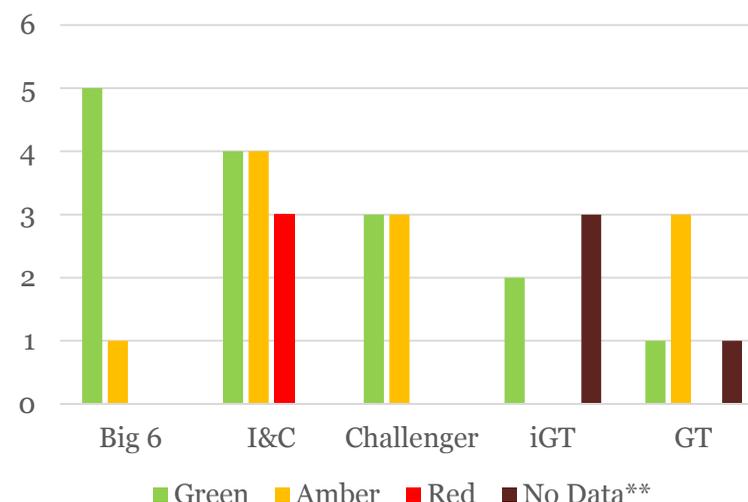
**Criteria definition:** Completion of C2 File testing and number of outstanding ‘critical’ and ‘high’ priority defects.

### PwC follow-up (in progress):

Follow-up calls/ site visits with participants in ‘amber’ or ‘red’ status. Audit visits to 5 participants.

- **15 ‘green’ participants (67% of market AQ and 78% of supply points)** are currently ready, or are likely to be fully ready at 18<sup>th</sup> December 2015 and are classified as **green**. These submissions have been supported by appropriate evidence;
- **11 ‘amber’ participants (26% of market AQ and 15% of supply points)** have indicated outstanding test activity or open defects with resolution continuing right up to the milestone. Our discussions suggest that defects are minor in nature;
- Organisations have also been classified as **amber** where insufficient evidence has been provided to support the self-assessment; and
- **3 ‘red’ participants (1% of market AQ)** are ‘at risk’ of not being able to fully demonstrate the exit criteria by 18<sup>th</sup> December 2015.

**Graph 4 – Self-assessment against “C2 file testing”**



	Green	Amber	Red	No Data**
Big 6	5	1	0	0
I&C	4	4	3	3
Challenger	3	3	0	5
iGT	2	0	0	3
GT	1	3	0	1

### 3. *Next steps*

