

Default System Marginal Price Statement 31st July 2015

1. In accordance with Section F 1.1.2 (g) of the UNC, National Grid NTS is obliged to publish a **Default System Marginal Price Statement** by no later than 1st August in each Gas Year. This **Default System Marginal Price Statement** will contain the **Default System Marginal Price** that will be applicable from gas day the 1st October 2015 to gas day the 30th September 2016, calculated in accordance with the **Default System Marginal Price Methodology**.
2. The **Default System Marginal Price Methodology** is defined in Section F 1.1.2 (h) of the UNC as:

$$\text{Default System Marginal Price (pence/kWh)} = \left[\frac{\text{Annual Compressor Fuel Cost (£) } \times 100}{\text{Total System Demand (TWh)} \times 10^9} \right] + \text{Average Forecast NTS Capacity Charges (pence/kWh)}$$

3. Using the parameters as defined in Section F 1.1.2 (h) of the UNC, the **Default System Marginal Price** applicable from gas day the 1st October 2015 is **0.0379 pence/kWh**.
4. If you have any questions or queries, please contact james.wileman@nationalgrid.com