20/07/2001

Dear Colleague,

NOTICE OF IMPLEMENTATION
MODIFICATION PROPOSAL No: 0450

"Entry Over-run Charges on Transco Nominations from Constrained LNG Sites"

Please note that Modification Proposal No 0450 will be implemented with effect from 06:00 hours on 01/08/2001. The Final Modification Report, Version 2.0, was signed by Ofgem on 19/07/2001.

The new Network Code text resulting from this Modification follows.

Modified Text:

SECTION B

1. In the first line of paragraph 2.12.3 before the words "The System Entry Overrun Charge" insert the words "Subject to paragraph 2.12.5"

2. Renumber paragraph 2.12.5 as 2.12.6 and insert a new paragraph 2.12.5 as follows:

"Where on any Day Transco makes a Constrained Storage Renomination in respect of the Storage Connection Point of an LNG Facility then, subject to the proviso below, the System Entry Overrun Charge for a User in respect of that LNG Facility shall be zero for any overrun quantity but only to the extent and for such part of that Day that the implied rate derived from the Constrained Storage Renomination exceeds the implied rate derived from that User's Registered Storage Deliverability (as defined in Section Z) (in both cases for that LNG facility). This paragraph shall only apply in respect of a User where that User sends written notification to Transco within three Business Days of the relevant Day stating (a) that the zero rate is to apply; (b) the overrun quantity and the period for which it is to apply; and (c) reasonable evidence to support its claim."

Yours sincerely,

Julian Majdanski
Modification Panel Secretary