

**NEXUS TRANSITION - MODIFICATION 0527 - LEGAL DRAFTING - EXPLANATORY TABLE**  
**TRANSITION DOCUMENT**

**Notes**

1. The table is based on the [indicative] legal drafting for Modification 0527 published on the Joint Office website on [ ].
2. The legal text for Modification 0527 will be inserted into the legal text introducing the 'core' legal text for the Project Nexus transitional arrangements under Modification 0528.
3. Some of the terms used in the legal text for Modification 0527 are defined in the legal text for Modification 0528.

Transition Document IIE	Topic	TBRs	Explanation
5.4.3	Pre-Nexus Meter Reading		<p>Defines what a Pre-Nexus Meter Reading is, i.e. a reading with a Read Date with is before the Implementation Date.</p> <p>To be 'Qualifying' [(for the purposes of the New Rules insofar as they apply)] the Pre-Nexus Meter Reading:</p> <ul style="list-style-type: none"> <li>- needs to be Valid under the Old Rules; and</li> <li>- in the case of a SMP which falls within the scope of paragraph 5.4.6, the Read Date is no earlier than the relevant Backstop Read Date.</li> </ul> <p>The purpose of the rule is to identify meter readings with a Read Date before the Project Nexus Implementation Date which can be used when calculating a rolling AQ under the New Rules.</p>
5.4.6	Supply Meter Point in respect of which		<p>A SMP will fall within the scope of paragraph 5.4.6 if for any Gas Year ending before the Implementation Date (and by reference to the Old Rules):</p>

Transition Document IIE	Topic	TBRs	Explanation
	Backstop Read Date rule applies		<ul style="list-style-type: none"> <li>- the AQ was based on a User Provisional Annual Quantity;</li> <li>- the AQ was changed following a User appeal; or</li> <li>- the AQ remained unchanged from the prevailing AQ (as the Provisional Annual Quantity did not represent what the Transporter expected to be offtaken in a 12 month period).</li> </ul>
			<p>For the purposes of paragraph 5.4.3 the Backstop Read Date is:</p> <ul style="list-style-type: none"> <li>- where the AQ was based on a User Provisional Annual Quantity or changed following an appeal, the Read Date of the most recent reading submitted by the User as part of the process whereby the AQ is established as the User Provisional Annual Quantity;</li> <li>- the Read Date of the end reading used to establish the Provisional Annual Quantity.</li> </ul>