

MODIFICATION 0788

MINIMISING THE MARKET IMPACTS OF 'SUPPLIER UNDERTAKING' OPERATION

Reference	Explanation
TRANSPORTATION PRINCIPAL DOCUMENT	-
Section E – Daily Quantities, Imbalances and Reconciliation	-
New paragraph 10 - heading	VIRTUAL LAST RESORT USER
Heading 10.1	Application
Paragraph 10.1.1	<p>The rule in new paragraph 10.2 is to apply where:</p> <ul style="list-style-type: none">- a RU has been given a termination notice;- the supplier in relation to any of the terminated SMPs has given an undertaking pursuant to SC 18 of the supplier licence to the Transporter which reflects the arrangements in new paragraph 10.2;¹- the Transporter has given notice to the supplier that shipping arrangements between the Transporter and the RU have ended; and- another User (the 'VLR User') has notified NGG that new paragraph 10.2 should apply in relation to Qualifying TSMPs and has provided

¹ The undertaking will provide that Energy Balancing Charges payable by the supplier will be calculated as if the quantity of gas introduced by the VLR User pursuant to new paragraph 10 had instead been introduced by the Discontinuing User.

	evidence to NGG that the supplier has authorised the giving of such notice.
Paragraph 10.1.2	Defines a 'Qualifying TSMP' for day as a Terminated SMP on which there is no RU in relation to the SMP.
Heading 10.2	Deemed UDQI for Supplier
Paragraph 10.2.1	<p>Where the rules in this paragraph are engaged under new paragraph 10.1.1:</p> <ul style="list-style-type: none"> - the VLR User may submit a Disposing Trade Nomination naming the Discontinuing User as submitting the corresponding Trade Nomination; and - the Disposing Trade Nomination will be treated as being effective notwithstanding the Discontinuing User has been terminated and no corresponding Trade Nomination is submitted.
Paragraph 10.2.2.	<p>Where a Disposing Trade Nomination is submitted by the VLR User under new paragraph 10.2.1 the amount of Energy Balancing Charges payable by the supplier pursuant to the undertaking (in the form referred to in new paragraph 10.1.1) will be calculated on the basis as if the Discontinuing User had introduced gas to the Total System on the day equal to the Disposing Trade Nomination quantity.</p> <p>Further to confirm (1) the absence of a need for an Acquiring Trade Nomination and (2) the Discontinuing User acquires no rights under new paragraph 10.</p>
Heading 10.3	TSMP Information
Paragraph 10.3.1	The CDSP is to use reasonable endeavours to make available TSMP Information (as defined in TPD Section G4.2.2) for Qualifying TSMPs to the VLR User.