

## **APPLICATION FOR CONSENT TO MODIFY THE NETWORK CODE**

"Capacity Forward and Option Entry Capacity Management"  
Version 2.0

**Reference:** CO76

### **Transco Proposal**

Transco proposes an amendment to the Transition Arrangements of the Network Code to enable the continued use of forwards and options for Capacity Management purposes throughout the period from October 2002 to March 2003 (inclusive). The intent is to allow continued application of Capacity Management tools as specified in Modification 0498.

### **Nature of Modification**

The purpose of this application is to amend the period for which the relevant Transition Arrangements will apply. Implementation of Modification 0498 had enabled forwards and options to be used for Capacity Management purposes for the calendar months April to September 2002 inclusive.

Transition Arrangements had been implemented at that time to enable early operation of new Capacity Management arrangements whilst the proposed GT Licence and supporting documentation were developed. Supporting documentation had principally concerned the proposed System Management Principles. Uncertainties regarding the final form of the GT licence and supporting documentation necessitate continued reliance upon the transition arrangements to enable the Capacity Management processes to apply throughout the period October to March 2003.

Transco does not envisage any other implications as a result of this proposed amendment.

Amend the Transition Document to read as follows;

Transition Document,

Part II,

"8.1.2A B2 For the purposes of the calendar months April 2002 to ~~September~~ March 20023 (inclusive)"

### **Transco Application**

Transco now seeks the consent of the Gas and Electricity Markets Authority to modify the Network Code in accordance with the above proposal.

Signed for and on behalf of Transco.

Signature:

**Russell Cooper**  
**Trading Arrangements Manager (Capacity)**

Date:

**Gas and Electricity Markets Authority Response:**

In accordance with Condition 9 of the Standard Conditions of the Gas Transporters' Licences dated 21st February 1996 I hereby consent to the above modification to the Network Code.

Signed for and on Behalf of the Gas and Electricity Markets Authority.

Signature:

Date:

20 September 2002

Dear Colleague

**NOTICE OF IMPLEMENTATION**  
**Consent to Modify the Network Code “Capacity Forward and Option Entry**  
**Capacity Management”**

Please note that Consent to Modify the Network Code relating to Modification Proposal No: 0498 "Capacity forward and Option Entry Capacity Management" was signed by Ofgem on 20 September 2002.

With effect from 06:00 hours on 20 September 2002, the new Network Code text resulting from this Modification is detailed below.

**Modified Text:**

Amend the Transition Document to read as follows;

Transition Document,

Part II,

"8.1.2A B2 For the purposes of the calendar months April 2002 to ~~September~~ March 2002~~3~~ (inclusive)"

Yours sincerely

Julian Majdanski

Modification Panel Secretary