

| System Delivery   |  |                                 |
|---|--|---------------------------------|
| System Build and Test   | All parties are reminded that they should continue with ongoing build and test activities in anticipation of Level 2 testing in September 2015 and delivery of a tested system by October 2015.  | ONGOING ACTION                  |
| Start of Market Trials – Data Issue   |  |                                 |
| June 2015 Data Cut  | Requires data manipulation by Xoserve and all parties, simultaneously  |                                 |
| August 2015 Data Cut  | AQ2015 values would be included. Less data manipulation than above   |                                 |
| October 2015 Data Cut   | Low risk since same gas year values.<br>Outputs more predictable   | Steering Group preferred option |
| Delivery Options  |  |                                 |
| <b>Option 1</b><br>Implementation of Core, RA and US on 01 Sept 2016          | <b>Medium</b> confidence of delivery<br><br>Issues driving the confidence level: <ul style="list-style-type: none"> <li>Re-planning is more complete</li> <li>May need an AQ2016 process, not currently envisaged</li> <li>Detailed design of Xoserve RA solution is incomplete</li> </ul> Other Considerations: <ul style="list-style-type: none"> <li>Deferred consumer benefits (which arise from Core implementation)</li> <li>Risk that later RA deferral might default programme to Option 2 but with later delivery of Core, or to a later-still Option 1 delivery.</li> <li>Periodic checkpoints at SG to assure delivery</li> <li>Ongoing industry resourcing for existing systems and project delivery.</li> </ul> | Information                     |
| <b>Option 2</b><br>Implementation of Core 01 July 2016.<br>RA and US Jan 2017 | For Core on 01 July, <b>low</b> confidence of delivery, but should be earlier than Option 1 (confidence should increase as more planning is done)<br><br>Issues driving the confidence level: <ul style="list-style-type: none"> <li>Detailed design of Xoserve RA solution is incomplete</li> <li>Assumes no contingency for RA capability</li> <li>Need to confirm that Core works if RA is decoupled</li> </ul> Other Considerations: <ul style="list-style-type: none"> <li>Earliest achievement of core consumer benefits</li> <li>Deferred RA might have</li> </ul>  | Information                     |

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|   | <p>significant impacts for shippers (can this be quantified?)</p> <ul style="list-style-type: none"><li>• Detailed re-planning of RA by Xoserve is likely to divert attention from existing delivery / cause further delays</li><li>• May impact existing planned implementations of European Code-related changes in May 2016 and IEP (iGMS replacement) in July 2016</li></ul>   |  |
|   | <p>For RA/US in Jan 2017, <b>low</b> confidence of delivery due to limited planning</p> <p>Issues driving the confidence level:</p> <ul style="list-style-type: none"><li>• RA not fully understood, little detailed planning done</li></ul> <p>Other Considerations:</p> <ul style="list-style-type: none"><li>• Ongoing industry resourcing for existing systems and project delivery</li><li>• Extended stabilisation/support period post-Core delivery could lead to protracted gap to RA delivery</li></ul> |  |
| <b>Next Steps</b>                               |  |  |
| Aim is to make a recommendation on 01 July 2015 | Covering revised Market Trials and Project Nexus implementation date/s   | <p><b>FOR ACTION:</b></p> <p>Industry views are sought on:</p> <ol style="list-style-type: none"><li>1. the MT data options,</li><li>2. length of MT (see slides), and;</li><li>3. the Nexus implementation re-planning options.</li></ol> <p>To be fed back via PwC, who will summarise for the SG.</p> |