

From: Julie Cox [mailto:jcox@aepuk.com]
Sent: Wednesday, September 27, 2006 1:44 PM
To: Roberts, Paul A
Subject: Mod 116 Issues

Paul

I have been told today that issues for consideration at the transmission w/s next week need to be flagged today? I cannot find any record of this deadline having been circulated to the industry!

So just in case these have not been raised elsewhere very briefly I still think there are issues with:

1) SSMPs , interconnectors, storage – **not sure** how the arrangements will work if there isn't an overrun user. I don't think its enough to say that individual shippers will be accountable for flat and flex capacity individually as this could clearly be inefficient. And wrt to flex - shippers do not control the actual physical flow and so could be exposed to flex overruns when they have no influence how the nominated gas actually flows.

2) Pressure obligations only seem to apply ay DN offtakes why not non-DN offtakes in the spirit of non-discrimination?

3) Establishment of prevailing rights for new connections in interim / transition period

4) Non-October capacity increases for non ARCA parties again in spirit of non-discrimination

Apologies if the legal drafting covers some of these issues but I have not read it yet

Also perhaps separately does this affect the safety case as NTS interruptible sites will no longer exist and therefore progression to stage 2/3 will be more rapid and more likely ?

Regards

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