

**UNIFORM NETWORK CODE MODIFICATION PANEL**  
**MINUTES OF THE 47th MEETING HELD ON THURSDAY**  
**7 JUNE 2007**

**Members Present:**

**Transporter Representatives:** M Watson (National Grid NTS), A Raper (National Grid UKD) and L Spierling (Wales & West Utilities)

**User Representatives:** A Barnes (BG Group), P Broom (Gaz de France), C Wright (British Gas Trading), and R Fairholme (EON). \*C Sykes (Statoil) had provided views on recommendations for Agenda item 47.4 to the Secretary.

**Ofgem Representative(s):**

None

**Consumers Representative(s):**

None

**Joint Office:**

J Bradley (Chairman), J Majdanski (Secretary)

**47.1 Note of any alternates attending meeting:**

C Wright for M Young (British Gas Trading), R Fairholme for P Bolitho (EON), M Watson for R Hewitt (National Grid NTS), A Raper for C Warner (National Grid UKD) and L Spierling for B Grubb (Scotia Gas Networks),

**47.2 Record of apologies for absence:**

R Hewitt (National Grid NTS), C Warner (National Grid UKD), R Cameron-Higgs (Northern Gas Networks), B Grubb (Scotia Gas Networks), C Sykes and S Rouse (Statoil), P Bolitho (EON) and M Young (British Gas Trading)

**47.3 Record invitees to meeting:**

M Piggin (TPA solutions), L Bolton (Cornwall Consulting)

Those Panel Members present voted UNANIMOUSLY to invite M Piggin and L Bolton as invitees to the meeting.

**47.4 Consider Final Modification Reports.**

- a) Proposal 0150 " Introduction of the AMTSEC Auction"  
Panel Members considered the report was in the correct form and discussed whether or not to recommend implementation of the Proposal. Some Members considered that implementation of the Proposal could be expected to further the GT Licence 'code relevant objectives' *'to efficiently discharge Licence obligations'* whereas others disputed this because this licence obligation had not yet been implemented.  
The Panel then voted and 3 votes were cast in favour of implementation (M Watson, A Raper and L Spierling for B Grubb). Therefore the Panel did not recommend implementation of this Proposal

- b) Proposal 0150A "Introduction of Unsold Entry Capacity Transfers"  
Members considered the report was in the correct form and discussed whether or not to recommend implementation of the Proposal. The Proposer considered that implementation of the Proposal could be expected to further the GT Licence 'code relevant objectives "*the economic and efficient operation of the pipeline system*" and "*the securing of effective competition between relevant shippers*", whereas others considered it could have adverse implications on buy-back quantities and would run counter to effective competition.  
The Panel then voted and one vote was cast in favour of implementation (R Fairholme). Therefore the Panel did not recommend implementation of this Proposal

The Panel then proceeded to a vote on which of the two Proposals would better facilitate achievement of the Relevant Objectives. Of the 7 Voting Members present, capable of casting 9 votes, 4 votes (C Wright, M Watson, A Raper and L Spierling for B Grubb) were cast in favour of implementing the Modification Proposal 0150 in preference to Alternative Modification Proposal 0150A, whereas 1 vote (R Fairholme) was cast in favour of implementing the Alternative Modification Proposal 0150A in preference to Modification Proposal 0150.

- c) Proposal 0151 "Transfer of Sold Capacity between ASEPs"  
Members considered the report was in the correct form and discussed whether or not to recommend implementation of the Proposal. The Proposer considered that implementation of the Proposal could be expected to further the GT Licence 'code relevant objectives "*the economic and efficient operation of the pipeline system*", whilst others doubted that Users would wish to transfer sold capacity.  
The Panel then voted and one vote was cast in favour of implementation (M Watson). Therefore the Panel did not recommend implementation of this Proposal

- d) Proposal 0151A "Transfer of Sold Capacity between ASEPs"  
Members considered the report was in the correct form and discussed whether or not to recommend implementation of the Proposal. The Proposer considered that implementation of the Proposal could be expected to further the GT Licence 'code relevant objectives "*the economic and efficient operation of the pipeline system*", as it would give Users the opportunity to transfer sold capacity between ASEPs. This could result in the avoidance of the stranding of gas offshore.  
The Panel then voted and one vote was cast in favour of implementation (R Fairholme). Therefore the Panel did not recommend implementation of this Proposal

The Panel then proceeded to a vote on which of the two Proposals would better facilitate achievement of the Relevant Objectives. Of the 7 Voting Members present, capable of casting 9 votes, one vote (M Watson) was cast in favour of implementing the Modification Proposal 0151 in preference to Alternative Modification Proposal 0151A and one vote (R Fairholme) was cast in favour of implementing the Alternative Modification Proposal 0151A in preference to Modification Proposal 0151.

**47.5 Existing Modification Proposals for Reconsideration.**

- a) Proposal 0104 "3rd Party Proposal: Storage Information at LNG Importation Facilities"  
Following a discussion those Panel Members present voted UNANIMOUSLY to defer making a decision until next meeting

**47.6 Any Other Business**

**47.7 Conclude Meeting and Agree Date of Next Meeting:**

The Panel noted that the next Panel meeting is due to be held at Elexon, 350 Euston Road, on 21 June 2007.