

## Update to Gas Transportation Charges Statement – Changes to Appendix D QSEC Step Prices and Table 2 Entry Capacity Reserve Prices

Below is an update to the Gas Transportation Charges Statement 1 April 2006. Appendix D, which details the reserve and step prices for use in the auctions of Quarterly System Entry Capacity, has been updated and any existing appendix D in the transportation charges statement should be replaced with the revised appendix. Table 2 in the transportation charges statement has also been updated to reflect the revised entry capacity reserve prices. The full Transportation Charges Statement can be found on our website under <http://www.nationalgrid.com/uk/Gas/Charges/statements/>.

Note also that system entry capacity (RMSEC and DSEC) purchased during September 2006 for use from 1 October 2006 will be subject to the appropriate revised reserve prices.

National Grid has also published the revised Incremental Entry Capacity Release Methodology Statement and IECR Model which can also be found on our website on the link given above.

If you have any questions relating to this notice please contact our Transmission Charging & Revenue team on 01926 654633.

**Table 2 Entry Capacity Reserve Prices for Capacity for use from 1 October 2006**

Entry Point	Reserve Prices	
	Pence per kWh per day	
	MSEC	DSEC
<b>Coastal Terminals &amp; LNG Importation</b>		
Bacton	0.0063	0.0042
Barrow	0.0005	0.0003
Easington&Rough	0.0012	0.0008
Isle of Grain	0.0064	0.0043
Milford Haven	0.0089	0.0059
St Fergus	0.0220	0.0147
Teesside	0.0020	0.0013
Theddlethorpe	0.0011	0.0007
<b>Onshore Fields and Connections</b>		
Burton Point	0.0001	0.0001
Hatfield Moor	0.0014	0.0009
Hole House Farm	0.0001	0.0001
Wytch Farm	0.0000	0.0000
<b>Storage</b>		
Barton Stacey	0.0000	0.0000
Cheshire	0.0001	0.0001
Garton	0.0013	0.0009
Glenmavis	0.0183	0.0122
Hatfield Moor	0.0014	0.0009
Hornsea	0.0053	0.0035
Partington	0.0003	0.0002
<b>Constrained LNG</b>		
Avonmouth	0.0022	0.0015
Dynevor Arms	0.0000	0.0000
<b>New Entry Point</b>		
Fleetwood	0.0000	0.0000

## Appendix D QSEC Step Prices

Below are the entry capacity reserve prices together with the price steps for each incremental capacity for use in the auctions of Quarterly System Entry Capacity.

Pence/kWh/day

	Coastal Terminals & Importation Facilities							
	Bacton	Easington&Rough	Theddlethorpe	St Fergus	Teesside	Barrow	Milford Haven	Isle of Grain
Baseline	0.0063	0.0012	0.0011	0.0220	0.0020	0.0005	0.0089	0.0064
2.5%	0.0064	0.0013	0.0012	0.0221	0.0021	0.0006	0.0093	0.0066
5.0%	0.0066	0.0014	0.0013	0.0222	0.0022	0.0007	0.0097	0.0068
7.5%	0.0067	0.0015	0.0014	0.0223	0.0023	0.0008	0.0100	0.0069
10.0%	0.0068	0.0016	0.0015	0.0224	0.0024	0.0009	0.0101	0.0070
12.5%	0.0070	0.0018	0.0016	0.0225	0.0025	0.0010	0.0103	0.0072
15.0%	0.0072	0.0019	0.0017	0.0227	0.0026	0.0011	0.0108	0.0075
17.5%	0.0074	0.0021	0.0018	0.0229	0.0027	0.0012	0.0114	0.0077
20.0%	0.0076	0.0023	0.0019	0.0236	0.0028	0.0013	0.0120	0.0079
22.5%	0.0078	0.0025	0.0020	0.0259	0.0029	0.0014	0.0127	0.0081
25.0%	0.0080	0.0027	0.0021	0.0287	0.0030	0.0015	0.0134	0.0083
27.5%	0.0082	0.0029	0.0022	0.0306	0.0031	0.0016	0.0142	0.0085
30.0%	0.0084	0.0031	0.0023	0.0319	0.0032	0.0017	0.0150	0.0086
32.5%	0.0086	0.0033	0.0024	0.0334	0.0033	0.0018	0.0159	0.0087
35.0%	0.0087	0.0034	0.0025	0.0346	0.0034	0.0019	0.0167	0.0089
37.5%	0.0089	0.0036	0.0026	0.0358	0.0035	0.0020	0.0171	0.0090
40.0%	0.0091	0.0037	0.0027	0.0367	0.0036	0.0021	0.0175	0.0091
42.5%	0.0092	0.0039	0.0028	0.0371	0.0037	0.0022	0.0179	0.0092
45.0%	0.0094	0.0040	0.0029	0.0374	0.0038	0.0023	0.0183	0.0093
47.5%	0.0095	0.0041	0.0030	0.0378	0.0039	0.0024	0.0186	0.0095
50.0%	0.0096	0.0043	0.0031	0.0381	0.0040	0.0025	0.0189	0.0096
Baseline (GWh)	1745	1062	848	1677	761	712	950	453

Pence/kWh/day

Onshore Fields and Connections							
Hatfield Moor		Wytch Farm		Burton Point		Hole House Farm	
Baseline	0.0014	Baseline	0.0000	Baseline	0.0001	Baseline	0.0001
10%	0.0016	10%	0.0001	10%	0.0002	10%	0.0002
20%	0.0017	20%	0.0002	20%	0.0003	20%	0.0003
30%	0.0018	30%	0.0003	30%	0.0004	30%	0.0004
40%	0.0019	40%	0.0004	40%	0.0005	40%	0.0005
50%	0.0020	50%	0.0005	50%	0.0006	50%	0.0006
Baseline (GWh)	55		3.2		55		26

Pence/kWh/day

Constrained LNG			
Avonmouth		Dynevov Arms	
Baseline	0.0022	Baseline	0.0000
10%	0.0027	10%	0.0012
20%	0.0029	20%	0.0022
30%	0.0030	30%	0.0030
40%	0.0039	40%	0.0038
50%	0.0043	50%	0.0044
Baseline (GWh)	149		50

## Appendix D QSEC Step Prices continued

Pence/kWh/day

Storage Sites											
Garton		Cheshire		Hornsea		Glenmavis		Partington		Barton Stacey	
Baseline	0.0013	Baseline	0.0001	Baseline	0.0053	Baseline	0.0183	Baseline	0.0003	Baseline	0.0000
2.5%	0.0014	7.5%	0.0002	8.33%	0.0056	10%	0.0184	6.25%	0.0004	10%	0.0002
5.0%	0.0015	15.0%	0.0003	16.67%	0.0059	20%	0.0185	12.50%	0.0005	20%	0.0004
7.5%	0.0016	22.5%	0.0004	25.00%	0.0063	30%	0.0186	18.75%	0.0006	30%	0.0005
10.0%	0.0017	30.0%	0.0005	33.33%	0.0066	40%	0.0187	25.00%	0.0007	40%	0.0006
12.5%	0.0018	37.5%	0.0006	41.67%	0.0068	50%	0.0188	31.25%	0.0008	50%	0.0007
15.0%	0.0019	45.0%	0.0007	50.00%	0.0070			37.50%	0.0009		
17.5%	0.0020	52.5%	0.0008					43.75%	0.0010		
20.0%	0.0021	60.0%	0.0009					50.00%	0.0011		
22.5%	0.0022	67.5%	0.0010								
25.0%	0.0023	75.0%	0.0011								
27.5%	0.0024	82.5%	0.0012								
30.0%	0.0025	90.0%	0.0013								
32.5%	0.0026	97.5%	0.0016								
35.0%	0.0027	105.0%	0.0020								
37.5%	0.0028	112.5%	0.0023								
40.0%	0.0029	120.0%	0.0027								
42.5%	0.0030	127.5%	0.0031								
45.0%	0.0031	135.0%	0.0035								
47.5%	0.0032	142.5%	0.0040								
50.0%	0.0033	150.0%	0.0044								
Baseline (GWh)	420		214		175		99		215		90

Pence/kWh/day

New Entry Point	
GWh	Fleetwood
Baseline	0.0000
65	0.0001
130	0.0002
195	0.0025
260	0.0049
325	0.0073
390	0.0074
455	0.0075
520	0.0076
585	0.0077
650	0.0083
715	0.0089
780	0.0095
845	0.0100
910	0.0103
975	0.0106
1040	0.0108
1105	0.0111
1170	0.0115
1235	0.0119
1300	0.0124
Baseline (GWh)	0