

UNC0449 Update

Transmission Workgroup - 3rd October 2013

nationalgrid

Congestion Management Procedures (CMP)

- CMP is the first of the twelve Network Codes to go live, will occur on the 1st October 2013.
- To facilitate this NG raised UNC0449, introducing:
 - Interconnection Point as a new classification of "System Point"
 - Surrender processes for NTS Entry and Exit Capacity
 - AMSEC Auction Oversubscription
 - Transparency obligations
- UNC0449 implemented 1 October 2013 First use will be the Surrender and Oversubscription processes for the February 2014 AMSEC Auction. Surrender process to be initiated in December 2013.
- Potential overlap with Christmas holiday period. Workgroup views sought on options available.



High Level Surrender Process

| Step 1 | NG issue surrender invitation / not less than 15 business days prior to AMSEC Invitation |
|--------|---|
| Step 2 | Surrender Window Opens / not less than 5 business days after step 1 |
| Step 3 | Surrender Window closes / open for 5 consecutive business days |
| Step 4 | AMSEC Auction Invitation Issued / not less than 28 days prior to the first day of the AMSEC Auction |
| Step 5 | AMSEC Auction opens / held on 4 business days / 2 business days between each day |
| Step 6 | AMSEC Auction Closes |
| Step 7 | Unsatisfied bids in Tranche 4 allocated via adhoc Oversubscription and Surrender Auction |
| Step 8 | NG enacts surrenders via Forward Agreements / within 5 business days of adhoc auction closure |

nationalgrid

Timeline Options

| Step | Description | Option 1 | Option 2 | Option 3 | Option 4 |
|------|--------------------------------------|----------|----------|----------|----------|
| 1 | Surrender Invitation | 19/12/13 | 18/12/13 | 18/12/13 | 18/12/13 |
| 2 | Surrender Window Open | 16/12/13 | 30/12/13 | 03/01/14 | 06/01/14 |
| 3 | Surrender Window Close | 20/12/13 | 06/01/14 | 09/01/14 | 10/01/14 |
| 4 | AMSEC Auction Invitation issued | 13/01/14 | 13/01/14 | 13/01/14 | 13/01/14 |
| 5 | AMSEC Auction Open | 10/02/14 | 10/02/14 | 10/02/14 | 10/02/14 |
| 6 | AMSEC Auction Close | 21/02/14 | 21/02/14 | 21/02/14 | 21/02/14 |
| 7 | Oversubscription & Surrender Auction | 25/02/14 | 25/02/14 | 25/02/14 | 25/02/14 |
| 8 | NG enact Forward Agreements | 04/03/14 | 04/03/14 | 04/03/14 | 04/03/14 |



Surrender Fax Example

Surrender of Entry Capacity under Congestion Management Procedures

| Capacity Team, Warwick | | Fel: 01926 65 4057 | Fax: 01926 65 4059 | |
|--|------|----------------------------|----------------------------|--|
| Auction: | MSEC | Auction Transaction Period | 01 Apr 2013 to 30 Sep 2014 | |
| BA Code: (i.e. Gemini 3 letter code)Shipper Name | | | | |

confirm that the following firm entitlements are being offered for surrender at Bacton ASEP IP in accordance with UNC Transportation Principle Document Section B Annex B3. To withdraw or amend existing Surrender offers for a particular sub-transaction period then please send a new form with the new quantities for each relevant sub-transaction period. (Quantity of 0 for withdrawal).

| Interconnection Point (IP) ASEP ID | Sub- transaction period start date | Sub- transaction period end date | Surrender Offer Quantity (kWh/d) | Minimum Surrender Amount (kWh/d) |
|--|---|---|-------------------------------------|-------------------------------------|
| BA | 01-Apr-13 | 30-Apr-13 | 1,500,000 | 100,000 (example row) |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

| Fax Originated By | Fax Received By | |
|-------------------|-----------------|---------------|
| Company | On Behalf Of | National Grid |
| Signature | Signature | |
| Position | Position | |
| Date | Date | |
| Tel No | Tel No | |
| Fax No | Fax No | 01926 65 4059 |

Please note: Illegibility and/or failure to complete the proforma correctly will result in NON input of data and the return of the form to the originator

National Grid Gas plc. Registered in England. No 2006000. Registered Office 1-3, Strand, London, WC2N 5EH

nationalgrid

Long Term UIOLI and Day Ahead UIOLI

- Long Term UIOLI;
 - NG will monitor Capacity Entitlements and Capacity Utilisation (at IPs only);
 - Report will be sent to Ofgem twice per year
 - First report due April 2014 (Oct March)
 - not part of UNC Modification 0449
 - NG currently looking to determine whether new UNC Modification is required.
- Firm Day Ahead UIOLI;
 - not required until July 2016