

Update on Shipper Action 1002

Review Group 0631 11th December 2017

- **25/10/17**
- Shippers to calculate their own old world v new world position algorithm based on the guidance in the NDM Demand Estimation Methodology published on Joint Office website here:
- https://www.gasgovernance.co.uk/tpddocs



Update 05/12/17 – Corona's Analysis

 Analysis undertaken to compare pre and post NEXUS NDM demand allocation output for the period Oct16-May17 for the Corona portfolio.

Key Findings:

- Allocation method post NEXUS shows clear reduction in allocation so far for both SSP and LSP for the period reviewed.
- SSP allocation is significantly larger under-allocation (-3.5%) vs flat average of -1.9% for LSP EUCs.
- Under-allocation of SSP being the largest demand pot will have the largest contributing factor to the UIG pot until meter read submission.

Conclusions

- The new allocation does not include a WCF and SF smear of unidentified gas used in the old methodology.
- LSP meters have on average 1.9% less volume allocated in the new world assumption is the predominant portion is real unidentified gas that brings us close to the old method.
- SSP meters have on average 3.5% less volume allocated assumption is that the new allocation algorithm under allocated too much to SSPs that is now increasing temporary UIG.



Graph of outputs



