

This Presentation has been produced as a guide to the process and procedures required to support Modification Proposal 0195AV. Every effort has been made to ensure that the information contained within it is correct. However if there is a conflict with National Grid's Gas Transporter Licence in respect of the NTS ('the Licence'), or the Uniform Network Code ('UNC'), then the Licence or the UNC shall prevail.

Enduring NTS Exit Capacity Arrangements 2009 Processes Workshop

18th March 2009

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Introduction – Purpose of the day

- ◆ Provide an overview of the NTS Exit Processes to be run by National Grid NTS during 2009.
- ◆ Provide an overview of the key dates and milestones
- ◆ Give clear guidance on the actions that you may wish to take this year to secure the appropriate amount of Enduring Annual NTS Exit Capacity for October 2012 onwards.

Presenters		
Paul Gallagher	NG NTS	Project Manager: Exit Reform Delivery
Mike Thorne	NG NTS	Gas Customer Manager
Peter Zeng	NG NTS	Capacity Manager
Steve Fisher	NG NTS	Senior Gas Access Analyst

What is NOT being covered

This workshop is only looking at the processes that can be undertaken in 2009, therefore we will not be covering the following items in this workshop:

- Medium Term Capacity Applications (annual)
- Short Term Capacity Arrangements – Firm & Off Peak (daily)
- Assignments
- Transfers
- Overrun Charges
- Deemed Applications
- Constraint Management
- Liabilities

These areas will be covered by further communications prior to their implementation.

Agenda

Three key questions to be covered by today's workshop:

- ◆ **How do I know if I have the correct amount of NTS Exit Capacity for use from October 2012 onwards?**
- ◆ **How can I apply for Enduring Annual NTS Exit Capacity for use from October 2012 onwards?**
- ◆ **How can I apply for a reduction in my Enduring Annual NTS Exit Capacity from October 2012?**

How do I know if I have the correct amount of NTS Exit capacity for use from October 2012?

- ◆ **What is the Baseline at my site?**
- ◆ **What are my Initialised Values?**
 - Overrun User & Booking Agent Process
 - What happens if my site starts taking gas during the transitional period
- ◆ **What is the MSPOR?**

Baseline at site

◆ NTS Baseline: NTS Exit (Flat) Capacity:

- ◆ The Baselines for all NTS Exit Points can be found in National Grid's Licence in respect of the NTS ('the Licence') which can be found on Ofgem's website:
 - http://epr.ofgem.gov.uk/document_fetch.php?documentid=13292
 - Table 2 of Annex A to Special Condition C8E
- ◆ An example of the table from the license is shown below :

Offtake Point	Type Of Offtake*	Enduring Flat Baseline (GWh/day)
Burton Point (Connah's Quay)	DC - INTERRUPTIBLE	73.21
Caldecott (Corby Power Station)	DC - FIRM	21.12
Deeside	DC - FIRM	28.48

◆ The new sites notified to National Grid NTS in March are in the process of being added into the Licence.

* Not Applicable in the Enduring Regime

Initialisation Principles

National Grid NTS notifies Users of allocation of initialised Enduring Annual NTS Exit Capacity (Or an agent can allocate at shared sites)

- 4 year User Commitment is not associated with initialised rights
- Users can reduce their initialised value in the July 2009 (or any subsequent) reduction window (subject to lead times)

Enduring Annual NTS Exit Capacity allocated to Users at all NTS Exit Points on the following basis:

- ◆ For Direct Connect NTS Exit Points
 - Based on peak 2007/08 Capacity Holdings
 - Firm booking + interruptible allocations
- ◆ For NTS/LDZ Offtakes
 - Based on OCS statement for year 2011/12 agreed in 2008

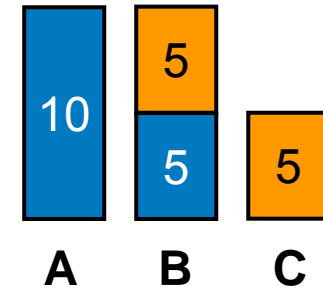
If total initialised value for site > baseline

- Scaled back to baseline

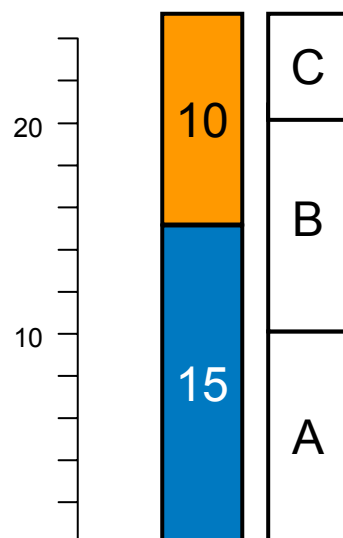
Initialisation: Working Example

In the 2007/08 Gas year at one DC NTS exit point:

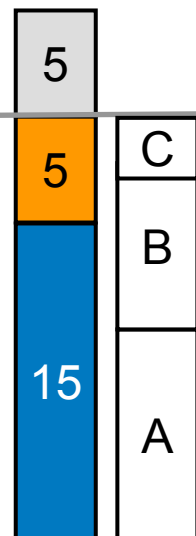
- Shipper A booked a maximum **firm** NTS Exit Capacity of 10GWh/day only.
- Shipper B booked a maximum **firm** NTS Exit Capacity of 5GWh/day and the maximum recorded flow at an **interruptible** meter was 5GWh/day.
- Shipper C booked no firm NTS Exit Capacity and the maximum recorded flow at an **interruptible** meter was 5GWh/day.



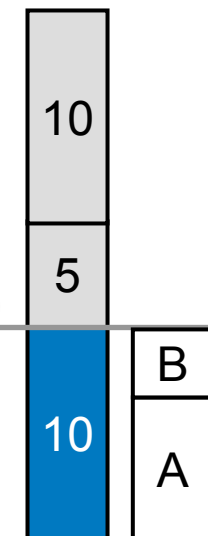
baseline 26



baseline 20



baseline 10



Initialisation Values:

Shipper **A** = 10
Shipper **B** = 10
Shipper **C** = 5

(No pro-ration)

Shipper **A** = 10
Shipper **B** = 7.5
Shipper **C** = 2.5

(Interruptible pro-rated @ 50%)

Shipper **A** = 6.66
Shipper **B** = 3.33
Shipper **C** = 0

(Firm pro-rated @ 66.6% & No Int.)

Overrun User & Booking Agent Process ⁽²⁾

An Overrun User or User Agent may be appointed as Exit Capacity Booking Agent at a Shared Supply Meter Point or an NTS CSEP

- ◆ Must give notice to National Grid NTS no later than 7th April 2009 that all Users at the site and the Exit Capacity Booking Agent agree to the appointment, and provided evidence that all relevant Users at the NTS Exit Point have jointly given notice of such appointment. (*Form: COBF*)



- ◆ **National Grid NTS will inform the Booking Agent of the aggregate amount of initial Enduring Annual Capacity allocated to the NTS Exit Point by 16th April 2009 (*Form: BAF*)**

- ◆ **Exit Capacity Booking Agent must then tell National Grid NTS the amount allocated to each individual User at the Exit Point (which must equal total aggregate amount or will be rejected) by 23 April 2009. (*Form: BAF*)**



- ◆ **National Grid NTS notifies each user their initialised value at each exit point via fax and email by 1st May 2009**

Overrun User & Booking Agent Process ⁽¹⁾

◆ A User can be appointed as an Overrun User if:

- The proposed Overrun User has submitted the appropriate form to National Grid NTS (*Form: COBF*) and provided evidence that all relevant Users at the NTS Exit Point have jointly given notice of such appointment.
- The Overrun User at the same time gives their agreement to the appointment
- A date from which the agreement will become effective is stated
- There are no credit restrictions in place on that User

◆ The Form is available on the National Grid Website:

- www.nationalgrid.com/uk/Gas/Data/Excap



◆ If a new User starts operating at the site, they must give agreement to the appointment of the Overrun User, otherwise the arrangement falls away

◆ A revocation of the agreement can be given with at least 5 Business Days' notice (via letter)

◆ A User can be appointed as Overrun User at any time from
1 April 2009 onwards

Initialisation: Timeline

1 April – implementation of new regime

7 April – latest date for notifying NTS of Exit Capacity Booking Agent at NTS Exit Point

23 April – Exit Capacity Booking Agent notifies NTS of individual User initialised allocations, which equal aggregate amount previously notified

1 April

1 May

16 April – NTS notifies Exit Capacity Booking Agent of aggregate value of initialised Capacity allocated to site

1 May – NTS notifies each User of initialised amount of Enduring Annual (Flat) Capacity allocated to them at each NTS Exit Point

What Happens if My Site Starts Taking Gas During The Transitional Period?

◆ **Where an Advanced Reservation of Capacity Agreement (ARCA) is signed in order to reserve capacity that will first be used in the transitional period (1 October 2008 – 30 September 2012),**

- ◆ The Capacity Reserved under the ARCA will be initialised to the Shipper(s) that registers it:
 - within 10 business days of the capacity being registered:
 - Providing that the terms of the ARCA and UNC are complied with
 - Providing the capacity is registered before 30th September 2012

◆ **In relation to a New NTS Exit Point (where an ARCA does not apply), the Shipper(s) will be initialised within 10 business days of the capacity being registered.**

Maximum Supply Point Offtake Rate

- ◆ **Maximum Supply Point Offtake Rate (MSPOR) = rate which NTS determines to be the maximum instantaneous rate which it is feasible (technically) to make gas available for offtake at the Exit Point**
- ◆ **MSPOR value for each site will be notified to Users by 1 May 2009 at the same time as initialisation values**
- ◆ **MSPOR related release only triggered if 13.30 D-1 Demand forecast < 80% of 1 in 20 peak day demand**
- ◆ **The value of MSPOR at 30 Sept 2012 will set the value of the Maximum NTS Exit Point Offtake Rate from 1 Oct 2012**

How can I apply for Enduring Annual NTS Exit Capacity for use from October 2012 Onwards?

A) I have a new site that is not defined within the Licence

- New Sites Process (required prior to a Capacity Application)

B) I am a Developer for a site defined within the Licence

- via ARCA

C) I am a User (shipper / DN) for a site defined within the Licence

- Via Application Window
- Ad-Hoc

Steps To Offtake Gas From The NTS

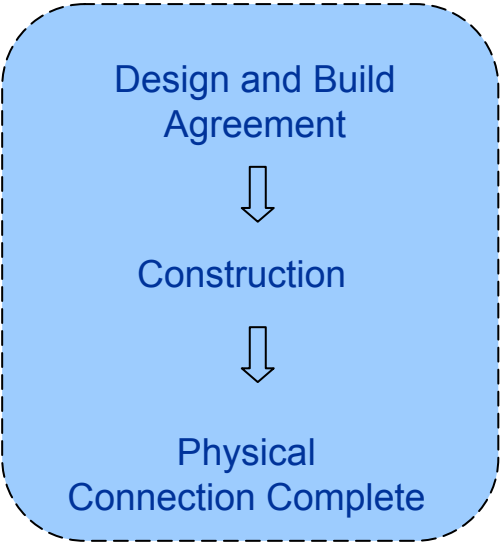
- ◆ There are three distinct processes that need to be completed before gas can be offtaken from the NTS:
 - ◆ The physical connection to the NTS Exit point must be completed and commissioned, including SPA processes
 - ◆ User must have obtained sufficient transmission Exit capacity via the relevant mechanisms and have the necessary contractual rights to use that capacity; and
 - ◆ The appropriate operational agreement detailing the conditions for gas to flow must be signed, e.g. Network Exit Agreement, Storage Connection Agreement, Supplemental Agreement

Overview Of The NTS Exit Capacity & Connection Process

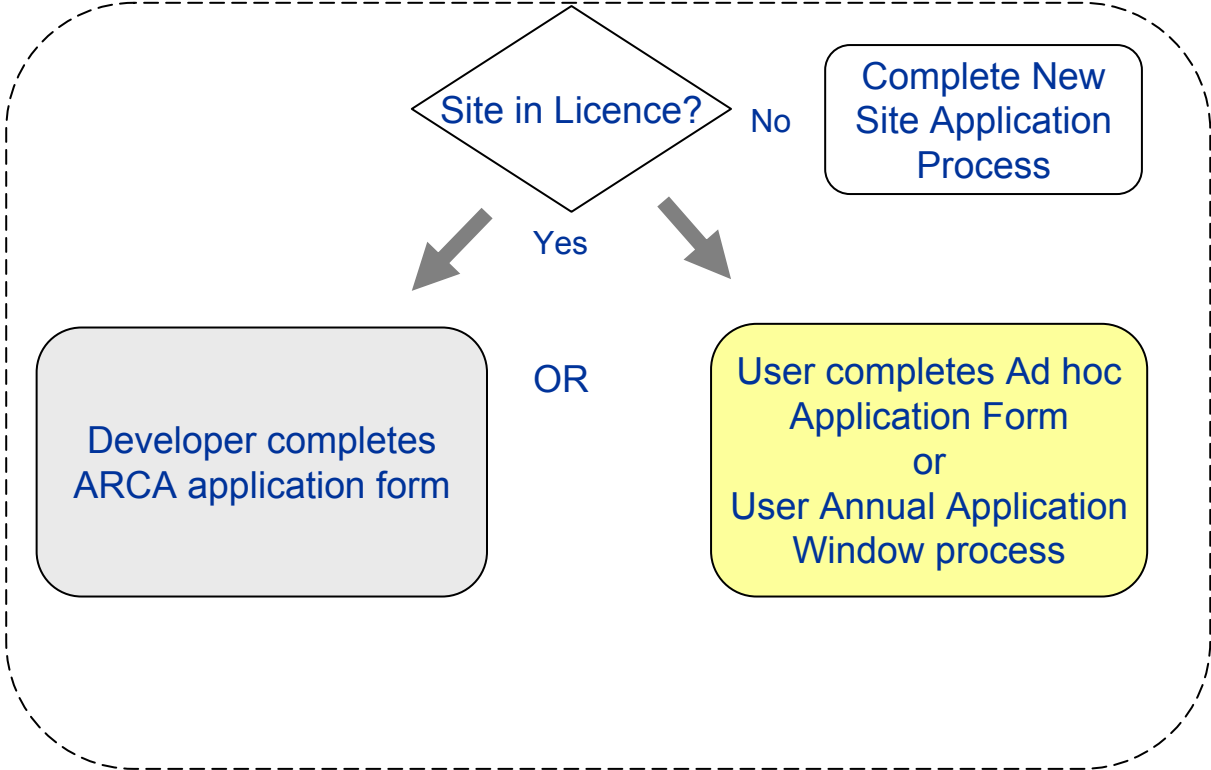
Customer Completes Enquiry Form

Acknowledgement from National Grid NTS

NTS Exit Connection



New Site Application and ARCA or User Adhoc Application or User Annual Application Window



Application for Enduring Annual NTS Exit Capacity

Application for Enduring Annual Exit Capacity:
A) I have a new site that is not defined within the Licence

New Sites Process

New Sites Process

All

Site not defined within Licence

New Sites Process

- ◆ **User/Reservation Party completes an Initial Enquiry Form (IEF) and emails to National Grid NTS**
 - ◆ Form will be available on National Grid website under 'Gas', 'Connections', 'Transmission Connections'
 - www.nationalgrid.com/uk/Gas/Connections/ntsenry/
 - Email: transmission.newgasconnections.NTS@uk.ngrid.com
- ◆ **User/Reservation Party may submit different initial enquiry forms for assessing different potential sites for a project**
- ◆ **Bilateral discussions regarding physical connection and capacity requirements for project**
- ◆ **User/Reservation Party confirms project proceeding and requests site to go into Licence by completing and emailing New Site Form (NSF)**
- ◆ **National Grid NTS writes to Ofgem regarding new site**
- ◆ **Ofgem runs Section 23 process to modify Licence**



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New Sites Process

All

Site not defined within Licence

New Sites Process

User/Reservation Party

National Grid NTS

Ofgem

Complete and submit enquiry form

1

Acknowledge enquiry with National Grid NTS ref no.

2

Dialogue about NTS connection and capacity requirements for project

Confirm the project will proceed and formally request Licence change to include the new site

3

Provide supporting material to enable the site to be included in the Licence

4

Follow Section 23 process for new site

New site added to Licence

5

Apply for capacity (quote National Grid NTS ref no)

6

Inform site added to Licence and update application forms

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Application for Enduring Annual NTS Exit Capacity

Application for Enduring Annual Exit Capacity:
B) I am a Developer for a site defined within the Licence


Application via ARCA

Application via ARCA

Developer

Site defined within the Licence

via ARCA

- ◆ **Developers can request Enduring Flat Capacity via an ARCA (by faxing & emailing the ARCA Application Form (AAF)) for a:**
 - ◆ new site; or
 - ◆ an existing site that passes threshold (>125% of the prevailing baseline or 10GWh/day).
- 
- ◆ **The ARCA is a bilateral agreement outside UNC but the principles applied will be based on UNC ad hoc application rules**
 - ◆ **Earliest date that capacity can be requested is 1 October 2012. From this date, it will be 6 months from the date of request. However, ...**
 - ◆ **... National Grid NTS will assess whether reinforcement is required as per its Exit Capacity Release Methodology Statement.**
 - ◆ **Developer must nominate a User to register the capacity, after the Demonstration Information requirements are satisfied**

ARCA Process

Developer

Site defined within the Licence

via ARCA

Developer

National Grid NTS

Complete ARCA application form
(with National Grid NTS ref no)
Select the site from the drop-down list of sites

1

Carry out validation checks including credit check. Confirm all necessary data received.
Acknowledge application

Liaise on key project milestones to aid agreement on
Demonstration Information

Accept the offer and sign
ARCA within
30 day validity period.

2

Send offer letter and ARCA.
Specify Demonstration Date and
Demonstration Information to be satisfied.

3

Countersign ARCA. Reserve capacity.

4

Provide Demonstration Information by
Demonstration Date.

5

Notify when Demonstration Information
requirements are satisfied.

6

Nominate and confirm User(s) to be
registered as holding the Reserved
Capacity.

7

Monitor Reserved Capacity against
associated User(s) holding capacity. Annual
reconciliation for each of the 4 years.

Demonstration Date Guidance

- ◆ **Demonstration Date and Demonstration Information apply to both ad hoc capacity applications and ARCAs**
 - ◆ User/Developer required to provide National Grid NTS with certain information (agreed at time of application) by a pre-agreed date
 - ◆ National Grid NTS will publish guidance on Demonstration Information by 1 April 2009
 - ◆ If a User/Developer does not provide the appropriate Demonstration Information (e.g. relevant consents are secured) National Grid NTS can:
 - reset the Demonstration Date (up to three Demonstration Dates per project);
 - defer the capacity Registration Date
 - ◆ If the Demonstration Date is reset twice, and then not met, National Grid NTS can either:
 - agree with User/Developer a further Demonstration Date; or
 - cancel the User/Developer capacity reservation and recover all costs and expenses incurred in performing design works

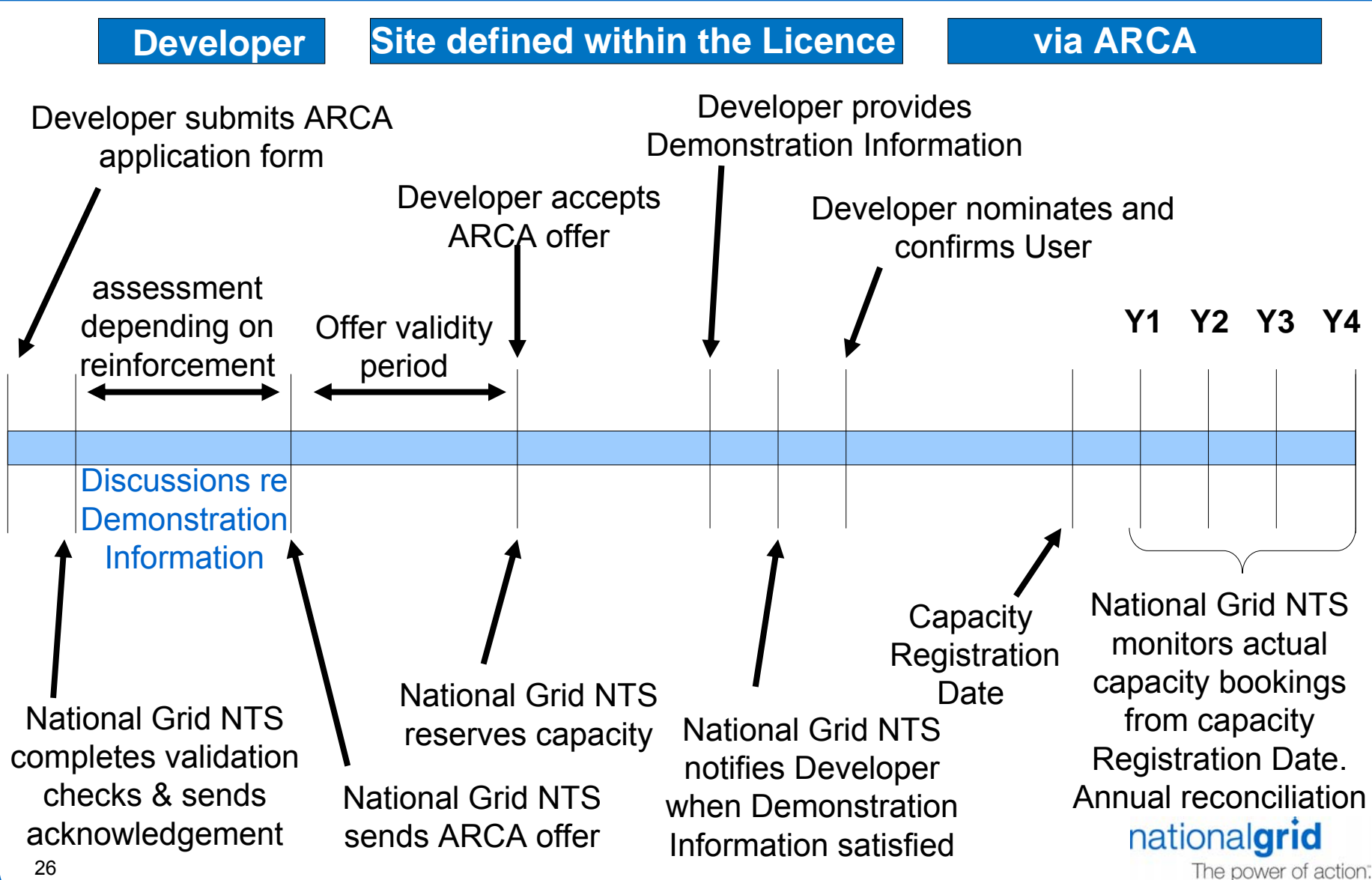
Demonstration Date Information

- ◆ **Purpose is to give assurance to National Grid NTS prior to moving to the construction phase of reinforcement**
- ◆ **User / Developer must meet the agreed demonstration criteria:**
 - ◆ At least two 'internal' criteria
 - ◆ All relevant 'external' criteria
- ◆ **May be reviewed if the Demonstration Date is reset**

Demonstration Date Information

Internal to the User or Developer	External to the User or Developer
Full financial backing for the Project.	Where required, planning consent under Section 36 of the Electricity Act 1989 (as amended) applied for and/or granted.
Contracts for detailed design placed for the facilities (and connecting pipeline where required) downstream of the NTS Exit Point.	Full planning permission granted for the Project site and for National Grid's NTS connection facilities at the NTS Exit Point, where this is remote from the Project site.
Contracts for construction placed for Project facilities downstream of the NTS Exit Point, including connecting pipeline, where required.	Full planning permission granted for any connecting pipeline between the NTS Exit Point and the Project site.
Construction commenced at the Project site.	
Construction of connecting pipeline commenced, where required.	

Application via ARCA Timeline



Time for a break.....

Application for Enduring Annual NTS Exit Capacity

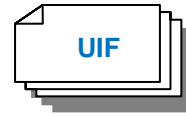
Application for Enduring Annual NTS Exit Capacity:
C) I am a User (shipper / DN) for a site defined within the Licence

Application Window

Communications

National Grid NTS will issue through Joint office request for

- ◆ User contact details to be sent to email box before 1 April 2009 (*Form: UIF*)
NTS.Exitcapacity@uk.ngrid.com



- ◆ Information received will be used as the basis for future communication to users with regards to the Offline Exit Capacity processes for 2009.

July Application Window

- ◆ Users are requested to send their applications by Fax to National Grid NTS (fax number will be contained in the Invitation Letter), and also electronically to the above email box.
- ◆ National Grid NTS will e-mail receipt to users

Notification of Allocation at the end of September

- ◆ National Grid NTS will fax the allocations to users using the details provided.

Application Window Invitation Letter

USER

Site defined within the Licence

Application Window

By not later than 3rd June 2009, National Grid NTS will publish via the Joint Office the Application Window Invitation Letter:

- Issued 28 days before the Annual Application window
- Invitation Information
- National Grid NTS Contact details

Application Window ⁽¹⁾

USER

Site defined within the Licence

Application Window

Application Window:

- Open every business day from 1st to 31st July, 08:00 to 17:00
- Application Window will close at 17:00 on the last business day of July
 - For 2009 Application Window, this will be 31 July 2009
- Application forms received after 17:00 or before 08:00 on each business day will be rejected.
- Application forms received after the Application Window closes will be rejected
 - These will be based on the National Grid NTS Fax receipt timestamp.
- Application forms will be sense checked to ensure all required information has been provided, but not validated to ensure the data provided is as per the Users requirements.
- Invalid Applications will be notified of being rejected as part of the receipt process.
- Should you require any guidance in completing the Application forms then please contact National Grid NTS Capacity Team prior to sending the form in.

Application Window ⁽²⁾

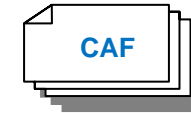
USER

Site defined within the Licence

Application Window

Users can create, modify, and withdraw applications for Enduring Annual NTS Exit (Flat) Capacity for years from 1 October Y+4, Y+5 and Y+6 (for 2009 applications this will be 2012, 2013 and 2014)

- ◆ Following the invitation letter issued by e-mail via the Joint Office.
 - Users wishing to apply fill in the Enduring Annual Exit (Flat) Capacity Application Form which will be attached to the Invitation Letter, and will also be available on the National Grid Website
 - <http://www.nationalgrid.com/uk/Gas/Data/Excap>
 - One form per user per exit point per request type
- ◆ Users should send each application form to National Grid NTS by fax and email
 - Fax number to be confirmed in the Application Window Invitation Letter
 - Email: NTS.Exitcapacity@uk.ngrid.com
- ◆ National Grid NTS will e-mail users a receipt of their valid applications
 - What users applied for
 - Latest status of their application (where the last application is a revision to a previous application)



DNO Users

For the DNO users applying for Enduring Annual NTS Exit (Flat) Capacity from October 2012 during the Application Window

- ◆ For Enduring Annual NTS Exit (Flat) Capacity, use the Enduring Annual Exit (Flat) Capacity Application form to create, modify and withdraw application for Enduring Annual NTS Exit Capacity (*Form: CAF*)
 - One form per exit point
 - Same process as for all other exit points, as described previously
- ◆ For flex and pressures at each exit point, use the Offtake Capacity and Pressure Application form (*Form: OCSF*)
 - In April, National Grid NTS have the opportunity to request permanent pressure reductions from DN's, and where this is applicable, the DN will be contacted directly.
- ◆ Forecast Information will continue to be requested in the existing format.



DNO Flex and Pressures Applications for the Period from October 2012 ⁽¹⁾

DNO

Site defined within the Licence

Application Window

Application Window

- Open every business day from 1st to 31st July, 08:00 to 17:00
- Application Window will close at 17:00 on the last business day of July
 - For 2009 Application Window, this will be 31 July 2009
- Application forms received after 17:00 or before 08:00 on each business day will be rejected.
- Application forms received after the Application Window closes will be rejected.

DNO Flex and Pressures Applications for the Period from October 2012 ⁽²⁾

DNO

Site defined within the Licence

Application Window

Users can create and modify applications at each exit point for flex, start and end of day pressures

- ◆ User has to fill in the Offtake Capacity and Pressure Application Form available on National Grid Website (*Form: OCSF*)
 - www.nationalgrid.com/uk/Gas/Data/Excap
 - Unique reference number for each application, generated automatically by the system
 - One form per each exit point
- ◆ User has to send the Offtake Capacity and Pressure Application Form (Form: OCSF) to National Grid NTS by fax and email to
 - NTS.Exitcapacity@uk.ngrid.com
- ◆ National Grid will email users acknowledging the receipt of their application
- ◆ National Grid NTS will sense check users applications for flex and pressures and will contact users directly if there are any queries regarding the data submitted



DNO Flat, Flex and Pressure Adjustment In September

DNO

Site defined within the Licence

Application Window

By 15th September

- National Grid NTS will notify DNO users of their indicative allocation for flex and pressures at each exit point.

The week following 15 September (5 business days)

- If flex and pressure requests have not been accepted by National Grid NTS, DNO users may reasonably adjust their flat, flex and pressure applications
 - Enduring Annual NTS Exit Capacity Application form for applying for revised Exit (Flat) Capacity at an exit point
 - Offtake Capacity and Pressure Application form to apply for revised flex and pressures
 - Send application forms to National Grid NTS via email and fax
 - National Grid NTS will acknowledge the revised application by emailing a receipt to users
- ◆ Applications for Exit (Flat) Capacity, flex, and pressure adjustment received after end of the 5th business day following 15th September will be rejected (for 2009 applications, this will be the 22nd September)

Application Window Allocation Process

USER

Site defined within the Licence

Application Window

National Grid NTS will notify Users of their Allocations (subject to ExCR) via fax by 30th September 2009.

- ◆ The ExCR applies to application window, ad-hoc applications and ARCA reservations.
- ◆ ExCR currently out for consultation and covers:
 - Allocation Rules
 - Revenue Drivers
 - User Commitment
 - etc

Publication of Information Post Allocation

USER

Site defined within the Licence

Application Window

National Grid NTS is obliged to publish a range of information post allocation

For 2009 Application Window

- National Grid will publish the aggregate allocation information 24 hours after the allocations
 - Aggregate allocation information in relation to Enduring Annual NTS Exit (flat) Capacity application, TPD UNC B3.2.8 (d)
 - Aggregate allocation information relating to reduction of Enduring Annual NTS Exit (flat) Capacity, TPD UNC B3.2.24

The information will be published on the National Grid website

- www.nationalgrid.com/uk/Gas/Data/Excap

Application Window Timeline

USER

Site defined within the Licence

Application Window

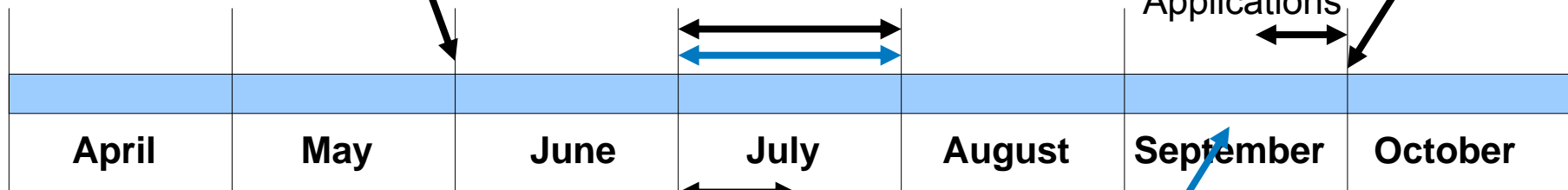
July Application Window Invitation Letter

Enduring Annual Flat Capacity Applications for Y+4, Y+5, Y+6

DNO Applications for Flex and Pressures

Potential DNO adjustment of Applications

allocations



April

May

June

July

August

September

October

Enduring Annual Flat Capacity Reduction Window

NTS provides Flex and Pressure indications to DNO's

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Application for Enduring Annual NTS Exit Capacity

Application for Enduring Annual NTS Exit Capacity:
C) I am a User (shipper / DN) for a site defined within the Licence

Ad-Hoc

Ad-Hoc ⁽¹⁾

USER

Site defined within the Licence

Ad-Hoc

- ◆ **Ad-Hoc Applications: Can apply from 1 October – 30 June**
- ◆ **Must be for a:**
 - ◆ New Site, or
 - ◆ An Existing Site that passes threshold (>125% of the prevailing baseline or 10GWh/day)
- ◆ **Can apply for up to 4 separate tranches**
- ◆ **First gas flow must not be earlier than 6 months from date of application or later than the default delivery date, 1 October Gas Year Y+4 (2009 applications can only be for 1 October 2012 onwards)**

Ad-Hoc ⁽²⁾

USER

Site defined within the Licence

Ad-Hoc

◆ **Users contact National Grid NTS via email to request an Ad-Hoc Enduring Exit (Flat) Capacity Application Form**

- Email: NTS.Exitcapacity@uk.ngrid.com

◆ **Users fill in Ad Hoc Enduring Exit (Flat) Capacity Application Form and email and fax to National Grid NTS (Form: ADCAF)**

- Fax number to be confirmed in the form
- Email: NTS.Exitcapacity@uk.ngrid.com



◆ **National Grid NTS will e-mail users acknowledging the receipt of the application**

◆ **National Grid NTS must make an offer by fax in 15 days, or 90 days if it is believed that Works will be required, or more than 90 days if both parties agree**

- Offer specifies Demonstration Information and date, and Capacity Registration Date
- Reasonable endeavours to meet the Capacity Registration Date requested

◆ **User has 30 days to accept the offer**

- by notifying National Grid NTS by faxing a letter of their acceptance, which includes the original offer details.

Publication of Information Post Allocation

USER

Site defined within the Licence

Ad-Hoc

National Grid NTS is obliged to publish a range of information post allocation

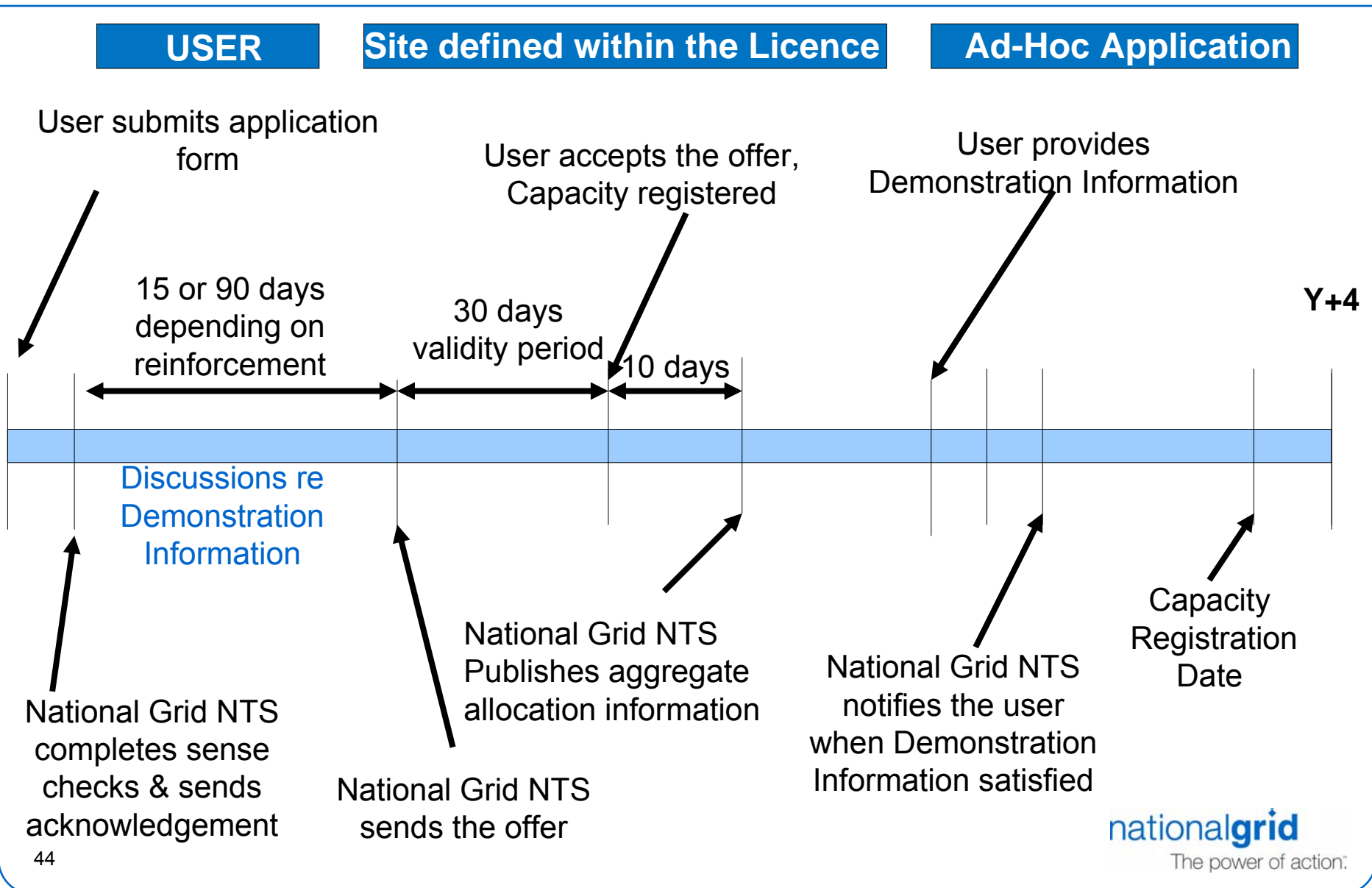
For Gas Year 2009/10 Ad Hoc Application Window

- National Grid will publish the allocation information within 10 days after the offer has been accepted in accordance with TPD UNC B3.2.13

The information will be published on the National Grid website

- www.nationalgrid.com/uk/Gas/Data/Excap

Ad-Hoc Application Timeline



How can I apply for a reduction in my Enduring Annual NTS Exit Capacity from October 2012?

- i) Via the Reduction Window**
- ii) Ad-Hoc (at National Grid NTS' request)**

Reduction of Enduring Annual NTS Exit Capacity

Reduction of Enduring Annual NTS Exit Capacity

Reduction Window

Reduction Window ⁽¹⁾

USER

Reduction Window

- ◆ **Users can apply to reduce their Enduring Annual NTS Exit (Flat) Capacity**
 - ◆ Subject to User Commitment validation checks (there is no user commitment associated to the initialised values in 2009)
- ◆ **User specifies Reduction Date**
 - ◆ Default is 1 October Y+2, NTS may agree, at its discretion to reduce earlier than Y+2
 - Subject to National Grid NTS being able to utilise the Capacity to meet a request at the same Exit Point
 - ◆ Can be no earlier than 1 October Y+1
- ◆ **For 2009 Reduction Window, users can apply to reduce their Enduring Annual NTS Exit (Flat) Capacity from 1 October 2012 onwards**

Reduction Window ⁽²⁾

USER

Site defined within the Licence

Reduction Window

Reduction Window:

- Open every business day from 1st to 15th July, 08:00 to 17:00
- Reduction Window will close at 17:00 on the 15th July
- Reduction Application Forms received by fax and email after 17:00 or before 08:00 on each business day will be rejected.
- Reduction Application Forms received by fax and email after the Reduction Window closes will be rejected.

- Application forms will be sense checked to ensure all required information has been provided, but not validated to ensure the data provided is as per the Users requirements.
- Invalid Applications will be notified of being rejected as part of the receipt process.
- Should you require any guidance in completing the Application forms then please contact National Grid NTS Capacity Team prior to sending the form in.

Reduction Window ⁽³⁾

USER

Site defined within the Licence

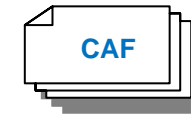
Reduction Window

Users can create, modify, and withdraw reduction applications for Enduring Annual NTS Exit Capacity for years from 1 October 2012

During the Reduction Window.

- Users have to fill in the Enduring Annual Exit (Flat) Capacity Reduction Application Form which will be available on the National Grid Website (*Form: CAF*)

- <http://www.nationalgrid.com/uk/Gas/Data/Excap>



- One form per each exit point

- ◆ Users have to send each reduction application form to National Grid NTS by fax and email
 - Fax number to be confirmed in the Application Window Invitation Letter
 - Email: NTS.Exitcapacity@uk.ngrid.com
- ◆ National Grid NTS will email users a receipt of their valid reduction applications

National Grid NTS will, not later than 30 September, notify users of the outcome of their reduction applications by fax

nationalgrid

The power of action.

Publication of Information Post Allocation

National Grid NTS is obliged to publish a range of information post allocation

For Gas Year 2009/10 Reduction Window

- Where users were invited to submit a notice of reduction, National Grid will publish information relating to the reduction no later than 24 hours after the user is notified, TPD UNC B3.2.24

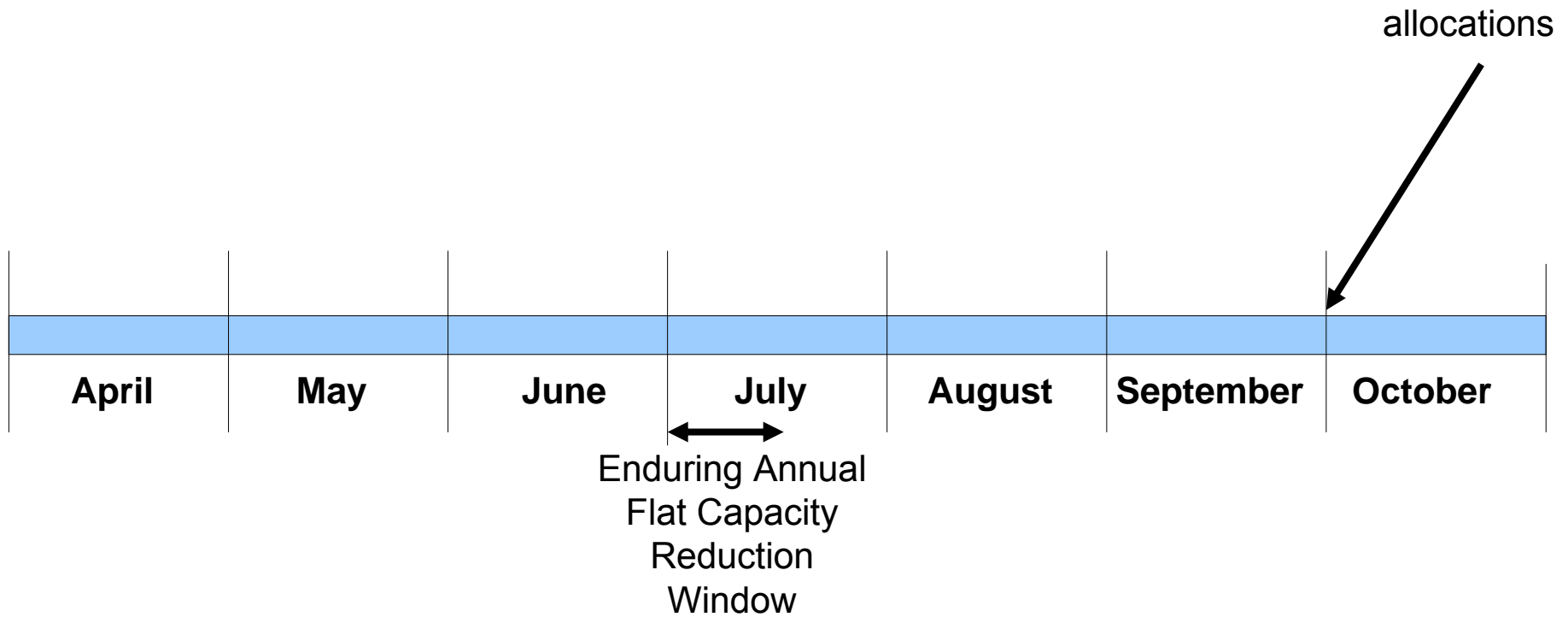
The information will be published on the National Grid website

- <http://www.nationalgrid.com/uk/Gas/Data/Excap>

Reduction Window Timeline

USER

Reduction Window



Reduction of Enduring Annual NTS Exit Capacity

Reduction of Enduring Annual NTS Exit Capacity

Ad-Hoc

Ad-hoc Reduction (Offline Process)

USER

Ad-Hoc Reduction

National Grid NTS may invite Users to submit a notice of reduction in order to support a Capacity request at the same NTS Exit Point

- National Grid NTS will issue an invitation by email via the Joint Office which will specify
 - The NTS Exit Point
 - The period during which a User may give a notice of reduction
 - The earliest date on which NTS may give notice to the reduction
 - Minimum reduction amount
 - The date on which NTS will notify the User as to whether it will give effect to the notice reduction

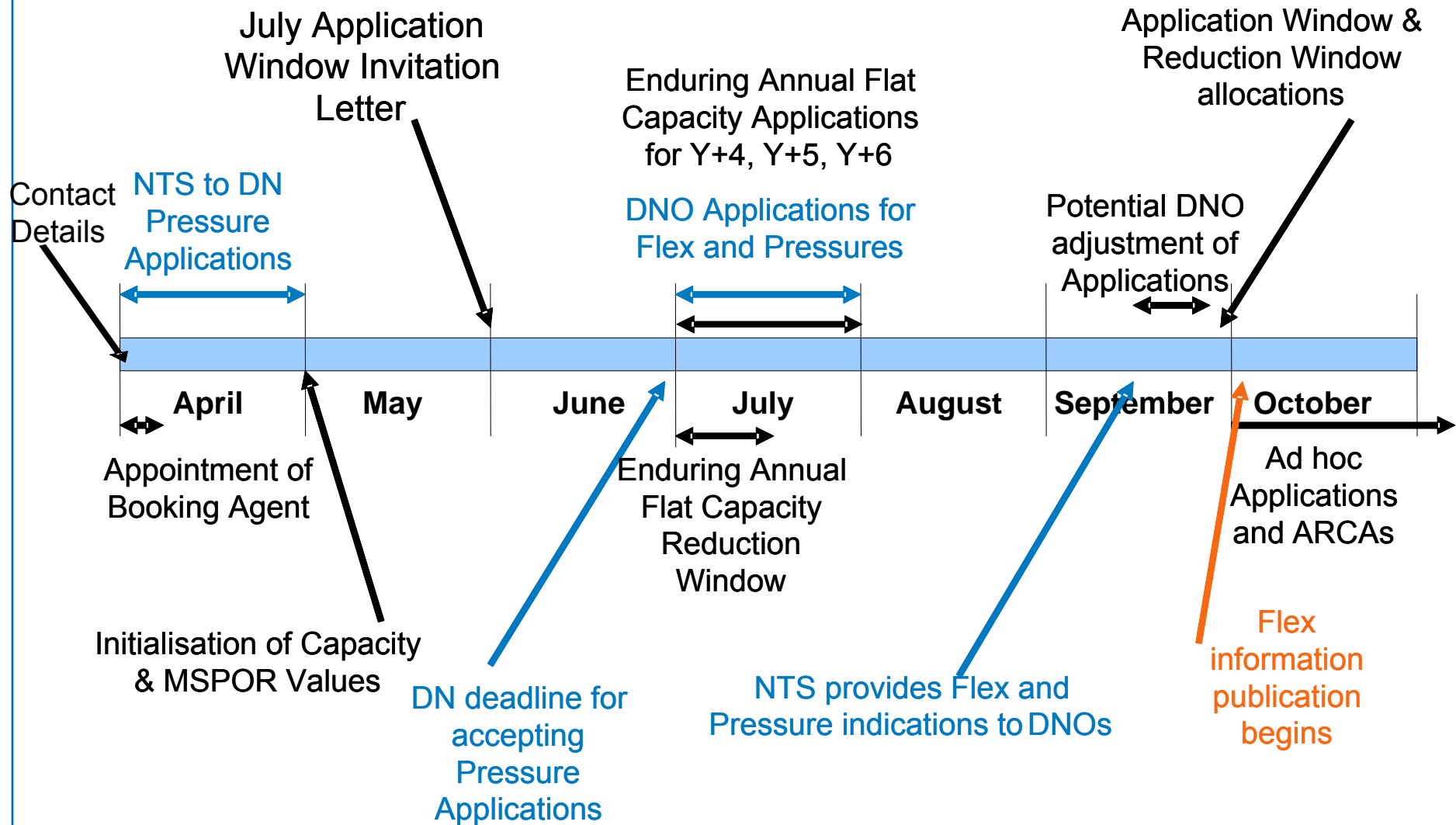
◆ National Grid NTS will provide users with the Ad-Hoc Reduction Application Form at the time of the request

- Users fill in the Ad-Hoc Reduction Application Form and send it National Grid NTS via email and by fax
- National Grid NTS will email users a receipt of their valid reduction applications

By not later than the date specified in the invitation, National Grid NTS will notify users by fax of the outcome of their reduction applications

Summary & Contact Details

Summary: 2009 Timeline



Key Activities for 2009

Respond to request for Contact Details

Overrun User / Booking Agent Process

Initialisation Values

Watch out for communications via the Joint Office

Application Window

Reduction Window

Contact National Grid NTS if you have any queries

Key Forms

Form	Location	Key Contact
Nomination for Exit Capacity Overrun User and Booking Agent (COBF)	www.nationalgrid.com/uk/Gad/Data/Excap	NTS.Exitcapacity@uk.ngrid.com
Booking Agent Exit Capacity Allocation (BAF)	Via National Grid NTS Communications	NTS.Exitcapacity@uk.ngrid.com
Initial Enquiry Form (IEF)	www.nationalgrid.com/uk/Gas/Connections/ntsentry/	transmission.newgasconnections.NTS@uk.ngrid.com
New Sites Form (NSF)	www.nationalgrid.com/uk/Gas/Connections/ntsentry/	transmission.newgasconnections.NTS@uk.ngrid.com
ARCA Application Form (AAF)	www.nationalgrid.com/uk/Gas/Connections/ntsentry/	transmission.newgasconnections.NTS@uk.ngrid.com
User Information Details (UIF)	Via Joint Office Communications	NTS.Exitcapacity@uk.ngrid.com
Capacity Application Form – Exit Flat Application (CAF)	www.nationalgrid.com/uk/Gad/Data/Excap	NTS.Exitcapacity@uk.ngrid.com
Enduring OCS Application (OCSF)	www.nationalgrid.com/uk/Gad/Data/Excap	NTS.Exitcapacity@uk.ngrid.com
Ad-Hoc Enduring (Flat) Capacity Application Form (ADCAF)	Via National Grid NTS Communications	NTS.Exitcapacity@uk.ngrid.com

Key Documents

◆ National Grid NTS's Licence in respect of the NTS

- ◆ Currently being consulted on
<http://www.ofgem.gov.uk/Pages/MoreInformation.aspx?docid=60&refer=Networks/Trans/GasTransPolicy/offrev>

◆ Exit Capacity Release Methodology Statement

- ◆ Currently being consulted on
<http://www.nationalgrid.com/uk/Gas/Charges/statements/transportation/IExCR/>

◆ 195AV Modification Proposal

- ◆ Via Joint Office
<http://www.gasgovernance.com/Code/Modifications/ClosedMods/CM191-200/>

◆ 195AV Legal Text

- ◆ Via Joint Office
<http://www.gasgovernance.com/Code/Modifications/ClosedMods/CM191-200/>

Contact Details

E-mail:

General exit queries for NTS

exitreform.pmo@uk.ngrid.com

Customer Agreements

transmission.newgasconnections.nts@uk.ngrid.com

Capacity Team

NTS.Exitcapacity@uk.ngrid.com

Web:

NTS Exit Reform Website www.nationalgrid.com/uk/Gas/OperationalInfo/endureexitcap/

195AV Modification and legal text

www.gasgovernance.com

Capacity Team Info

www.nationalgrid.com/uk/Gas/Data/

Phone:

Capacity Team

01926 654058