

Transco LNG Special Storage Capacity Invitation

Glenmavis LNG Storage Facility

Transco LNG Storage has today (Monday 12th September 2005) announced the launch of a Special Storage Capacity Invitation at its Glenmavis Storage facility in Scotland. The capacity is being offered for the remainder of the 2005/06 Storage Year¹ in accordance with the provisions of the Unified Network Code.

Background:

Transco LNG Storage primarily offers capacity on annual basis, through the Annual Storage Invitation (ASI). However no capacity was offered at the Glenmavis facility in the 2005/06 ASI due the replacement of the injection plant, which is due to be completed August 2006.

However, since the close of the ASI in April 2005, Transco LNG Storage has been investigating the technical and commercial viability of tankering LNG from the Dynevor Arms facility, in South Wales, to Glenmavis. It has now been established that such a service is viable.

The tankering of LNG by road is a well established service in the UK as LNG has been tankered to remote villages in Scotland since the 1970s. Outside of the UK, peak storage facilities in Zebrugge are filled via road tanker and in Spain and America road tankering of LNG is common place.

Capacity to be offered:

A total of 90,000,000 kWh of space, 45,000,000 kWh of deliverability² and 2,310,000 kWh of Injectability³ will be made available at Glenmavis via a one stage tender process, which will close on Thursday 22nd September 2005.

The commercial injection service will be offered at Glenmavis between the dates of 23rd September and 31st October inclusive. Transco LNG Storage will manage the road tankering of LNG from the Dynevor Arms Storage facility.

The results of this invitation will also be published on the Thursday 22nd September 2005 to allow commercial injection programmes to commence on Friday 23rd September 2005.

¹ The standard Storage Year runs from 1st May to 30 April

² Deliverability – The quantity of gas that can be withdrawn on a gas day.

³ Injectability – The quantity of gas that can be injected on a gas day