

# **OPERATING MARGINS**

## **GAS DISPOSAL TENDER INVITATION NOTICE**

**GDT 4-18**

**Issued 12<sup>th</sup> April 2018**

**System Operator  
National Grid Gas plc  
National Grid House  
Warwick Technology Park  
Gallows Hill  
Warwick  
CV34 6DA**

**PLEASE NOTE :**

**This document should be read in conjunction with the documents entitled:**

- **Gas Disposal Tender Rules GDTR 1.0**
- **Gas Disposal Tender Terms GDTT 1.0**
- **Gas Disposal Tender Bid Notice GDT 4-18**

**Each of these documents can be found at:**

<https://www.nationalgrid.com/uk/gas/balancing/operating-margins-om>

Reference No: GDT 4-18

**GAS DISPOSAL TENDER INVITATION NOTICE**

1. This Gas Disposal Tender Invitation Notice (“**Gas Disposal Tender Invitation Notice**”) is issued in accordance with, and is subject to, the Uniform Network Code (“**UNC**”), the Gas Disposal Tender Rules with reference number GDTR 1.0 (the “**Gas Disposal Tender Rules**”) and the Gas Disposal Tender Terms with the reference number GDTT 1.0 (the “**Gas Disposal Tender Terms**”).
2. Defined terms used in this Gas Disposal Tender Invitation Notice shall, unless the context otherwise requires or otherwise defined herein, have the meanings given to them in the Gas Disposal Tender Terms.
3. Users are invited to submit Bids in accordance with, and subject to, this Gas Disposal Tender Invitation Notice, the Gas Disposal Tender Rules and the Gas Disposal Tender Terms. Each Bid shall be for the purchase by the Tendering User from National Grid Gas of gas which is currently held in storage for Operating Margins purposes, pursuant to Section K of the UNC.
4. Each Bid made must use one of the following Delivery Methods:
  - a. NBP Trade; or
  - b. Storage Gas Transfer.
6. For all sites, when a completed Gas Disposal Tender Bid Notice is submitted to National Grid Gas for delivery by Storage Gas Transfer, it must also be accompanied by written confirmation from the Tendering User that it has an arrangement with the facility operator to receive and hold gas in store at the relevant facility effective for the period commencing 01<sup>st</sup> May 2018.
7. Each Bid must also be in respect of:
  - a. a specific Delivery Period, such Delivery Period being dependent on the Delivery Method and as per the table below; and
  - b. a volume of gas, specifying a Tranche being for a minimum Tendered Quantity of 500,000 kWh of gas, and for a maximum not exceeding that specified in the table below.

<b>Delivery Method</b>	<b>Delivery Period (all Days inclusive)</b>	<b>Max Quantity for Delivery Period (kWh)</b>
NBP Trade	23 <sup>rd</sup> Apr 2018 to 7 <sup>th</sup> May 2018	237,565,000
NBP Trade	01 <sup>st</sup> May 2018 to 7 <sup>th</sup> May 2018	<u>46,586,548</u>
<b>Total (Info Only)</b>		284,151,548
And/Or		
<b>Storage Gas Transfer in Facility:</b>		
Aldbrough	01 <sup>st</sup> May 2018	39,700,000
Hornsea	01 <sup>st</sup> May 2018	67,865,000
Stublach	01 <sup>st</sup> May 2018	130,000,000

<b>Delivery Method</b>	<b>Delivery Period (all Days inclusive)</b>	<b>Max Quantity for Delivery Period (kWh)</b>
Holford	01 <sup>st</sup> May 2018	8,792,130
Hatfield Moor	01 <sup>st</sup> May 2018	22,500,000
Humbly Grove	01 <sup>st</sup> May 2018	10,000,000
Hill Top Farm	01 <sup>st</sup> May 2018	5,294,418
<b>Total (Info Only)</b>		<b>284,151,548</b>

8. For the avoidance of doubt, Tendering Users may submit up to ten Bids for each quantity of gas offered for each Delivery Method specified in the table above, with each Bid being in the format described herein.
9. The Price in each Bid must be in pence per kWh and be to no more than four decimal places.
10. The maximum aggregate quantity of gas which is currently in storage which National Grid Gas will be willing to enter into a Gas Disposal Contract pursuant to this Gas Disposal Tender Invitation Notice is 284,151,548 kWh in total. This could be via NBP Trade or Storage Gas Transfer. National Grid Gas shall accept Bids in accordance with Section K 3.7 of the UNC generally, subject to Section K 3.7.3(g) and (h) of the UNC. In accordance with these provisions, National Grid Gas shall not be required to accept the highest priced or any bid where in its reasonable opinion a prudent seller of gas in comparable circumstances would not do so, and, should any quantity of gas remain unsold, National Grid Gas will take such other reasonable action as it shall think fit to dispose thereof. For the avoidance of doubt, National Grid Gas shall not accept Bids in aggregate for amounts exceeding such quantity.
11. Bids must be made in writing by completing in full the annexed Gas Disposal Tender Bid Notice and Schedule with the same Reference Number as this document.
12. Gas Disposal Tender Bid Notices must be submitted to National Grid Gas during the Bid Window Period by facsimile to facsimile number 01926 656613, marked for the attention of Mike McCluskey. The Bid Window Period is between 08:00 hours and 10:00 hours on Wednesday 18<sup>th</sup> April 2018.
13. If National Grid Gas accepts a Bid, whether in whole or in part, it shall use its reasonable endeavours to send a Gas Disposal Tender Acceptance Notice to the relevant Tendering User no later than 17:00 hours on Wednesday 18<sup>th</sup> April 2018.
14. Any questions regarding this Gas Disposal Tender Invitation Notice may be made prior to the end of the Bid Window Period between 09:00 hours and 16:00 hours Monday to Friday (bank holidays excepted) by telephone to Mike McCluskey of National Grid Gas on 01926 654100.