

APPLICATION FOR CONSENT TO MODIFY THE CODE
"Removal of a Redundant Cross Reference & Clarification of TPD Section K"
Version 1.0

Reference: C033

Transporter Proposal

The Joint Office of Gas Transporters would like to request that the Authority grant permission to amend the legal text as contained in the Uniform Network Code Transportation Principal Document Section K

As a result of ongoing work within the Joint Office of Gas Transporters and National Grid, it has been identified that a redundant cross reference currently resides in paragraph 4.3.4 of TPD Section K.

It is believed that the cross reference to paragraph 4.3.2 is no longer required as the reference to paragraph 4.3.1 is sufficient.

As a consequence, the following changes to the legal text are proposed.

Nature of Modification

TPD Section K4.3

The text below should be amended as follows:

“4.3.1 The **"Daily Margins Recovery Amount"** in respect of each Day is Eligible Margins Costs less Eligible Margins Revenues.

4.3.2 **"Eligible Margins Costs"** in respect of a Day is the sum of:

- (a) the amount of gas withdrawn, or delivered to National Grid NTS, from each Operating Margins Facility on the Day for Operating Margins Purposes multiplied by Net Margins WACOG; and
- (b) the amount of any Balancing Charges payable by National Grid NTS (Margins) in respect of the Day.

4.3.3 **"Eligible Margins Revenues"** in respect of a Day on which Operating Margins were utilised is the amount of the Daily Imbalance Charge payable to National Grid NTS (Margins) in respect of the Day (and reflecting the imbalance resulting from the delivery of gas to the Total System for Operating Margins Requirements and anything done under the Margins Gas Procurement Arrangements).

4.3.4 The withdrawal of gas from a surplus Operating Margins Facility as Carry-Across Gas shall not be treated as utilisation of such gas for Operating Margins Purposes, and such gas shall not be treated as withdrawn for Operating Margins Purposes for the purposes of paragraphs 4.3.1 and 4.3.2.”

11 ok

Transporter Application

This application contains the Transporters' proposal to modify the Uniform Network Code for which they now seek the consent of the Authority

Signed for and on behalf of Transporter.

Signature:

Tim Davis
Chief Executive Joint Office of Gas Transporters

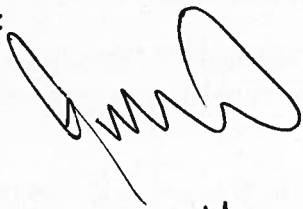
Date:

Gas and Electricity Markets Authority Response:

In accordance with Standard Special Condition A11 'Network Code and the Uniform Network Code' of the Gas Transporters Licence, I hereby consent to the above modification to the Code.

Signed for and on Behalf of the Gas and Electricity Markets Authority.

Signature:

A handwritten signature in black ink, appearing to be 'GEM' or similar, written over a faint line.

Date:

26 May 2012