

25/02/2002

Dear Colleague,

**NOTICE OF IMPLEMENTATION  
MODIFICATION PROPOSAL No: 0495**

"LNG Overrun Regime for Constrained Storage Renominations"

Please note that Modification Proposal No 0495 was implemented with effect from 06:00 hours on 27/02/2002. The Final Modification Report, Version 1.0, was signed by Ofgem on 25/02/2002.

The new Network Code text resulting from this Modification follows.

**Modified Text:**

SECTION R: STORAGE

*Amend paragraph 4.2.5 to read as follows:*

"Without prejudice to Section Z6.2.8, on a Constrained Storage Day...."

SECTION Z: TRANSCO LNG STORAGE FACILITIES

*Delete paragraphs 1.4.5 and 1.4.6.*

*Add new paragraph 6.2.8 to read as follows:*

"6.2.8 Where in respect of a Constrained Storage Day a User has made a Storage Withdrawal Nomination in respect of a Constrained Storage Facility which exceeds the Storage Constrained Nomination Quantity (in accordance with paragraph 6.9.2(c) but not (d)) the User may make a Storage Renomination such that the revised Storage Nomination Quantity is not less than the Storage Constrained Nomination Quantity (in accordance with paragraph 6.9.2(c) but not (d))."

*Amend paragraph 6.8.1 to read as follows:*

"....pursuant to a Storage Constrained Renomination."

*Amend paragraph 6.8.2 to read as follows:*

"The Storage Constrained Nomination Quantity under a Storage Constrained Renomination will be independent of the relevant User's Available Storage Deliverability, and other than where the

circumstances in paragraph 6.8.3 apply, Transco, and not the User, will be liable (in accordance with paragraph 7, which shall apply *mutates mutandis* to Transco for the purposes of this paragraph) to pay (to Transco LNG Storage) any Storage Overrun Charges which may arise from a Storage Constrained Renomination."

*Add new paragraph 6.8.3 to read as follows:*

"6.8.3 Where the relevant User has made or makes a Storage Withdrawal Nomination for the Constrained Storage Facility in respect of which the Storage Nomination Quantity exceeds the Storage Constrained Nomination Quantity (in accordance with paragraph 6.9.2(c) but not (d)) the User will be liable (in accordance with paragraph 7) to pay any Storage Overrun Charges which may arise from the Storage Withdrawal Nomination."

*Amend paragraph 6.9.2 to read as follows:*

"(b) ....;

(c) subject to paragraph (d), for each User the Storage Constrained Nomination Quantity shall be in the proportions in which all Users have Available Storage Space in the Constrained Storage Facility on the Constrained Storage Day;

(d) subject to (a), where one or more Users have already made Storage Withdrawal Nominations or make a Storage Renomination under paragraph 6.2.8 for the Constrained Storage Facility in respect of which the Storage Nomination Quantity exceeds the Storage Constrained Nomination Quantity (in accordance with paragraph 6.9.2(c) but not this paragraph (d)) the Storage Constrained Nomination Quantity:

(i) for any User with such a prevailing Storage Withdrawal Nomination or Storage Renomination, shall be equal to the prevailing Storage Nomination Quantity; and

(ii) in respect of other Users shall be the remainder of the Total Constrained Quantity in the proportions in which all such other Users have Available Storage Space in the Constrained Storage Facility on the Constrained Storage Day. "

TRANSITION DOCUMENT, PART II

*Delete text at paragraph 8.17.4 and insert 'Not Used'.*

Yours sincerely,

Julian Majdanski  
Modification Panel Secretary