

Action 0101b update:

The process for appointing Shipper Nominated Directors to Xoserve's Board at a high level is:

- 1) Shipper Nomination Committee (SNC) is convened and shall comprise of at least 4 members (2 nominated by Energy UK and 2 nominated by ICoSS)
- 2) SNC is exclusively responsible for identifying and nominating candidates to fill the roles of Shipper Director
- 3) SNC agree with Board and company CEO, a description of the role and capabilities required for the appointment of Shipper Director
- 4) SNC shall have exclusive right to appoint up to 4 directors who shall be the Shipper Directors

Once appointed the Shipper Nominated Director shall act in a manner that is most likely to promote the success of the company for the benefit of its members as a whole.