As a relatively new and small energy supplier Spark Gas Shipping Limited would benefit from the proposals outlined in MOD 0380 for the following reasons:

- 1. Improved cash flow resulting from costs being charged on a more accurate estimate of demand. Costs would reflect to a greater extent the volume being invoiced to customers which is based on meter reads leading to matching of revenues and costs.
- 2. Follows the electricity industry in aiming for greater accuracy in the settlement of energy volumes.
- 3. Spark's unique position as a supplier to tenanted properties makes the company even more vulnerable to cash flow difficulties as a large proportion of our portfolio may be unoccupied at any point in time, leading to zero revenue while we are still liable for full costs based on AQ.
- 4. In addition to the advantages this would bring to Spark Gas Shipping we feel that the industry as a whole would benefit from these proposals as it would align costs with revenue leading to a cash flow situation which reflects customer demand more accurately. This would improve competition in the market as cash flow is a major consideration for smaller suppliers.

For these reasons Spark Gas Shipping agrees with the above proposal.

Best regards

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