


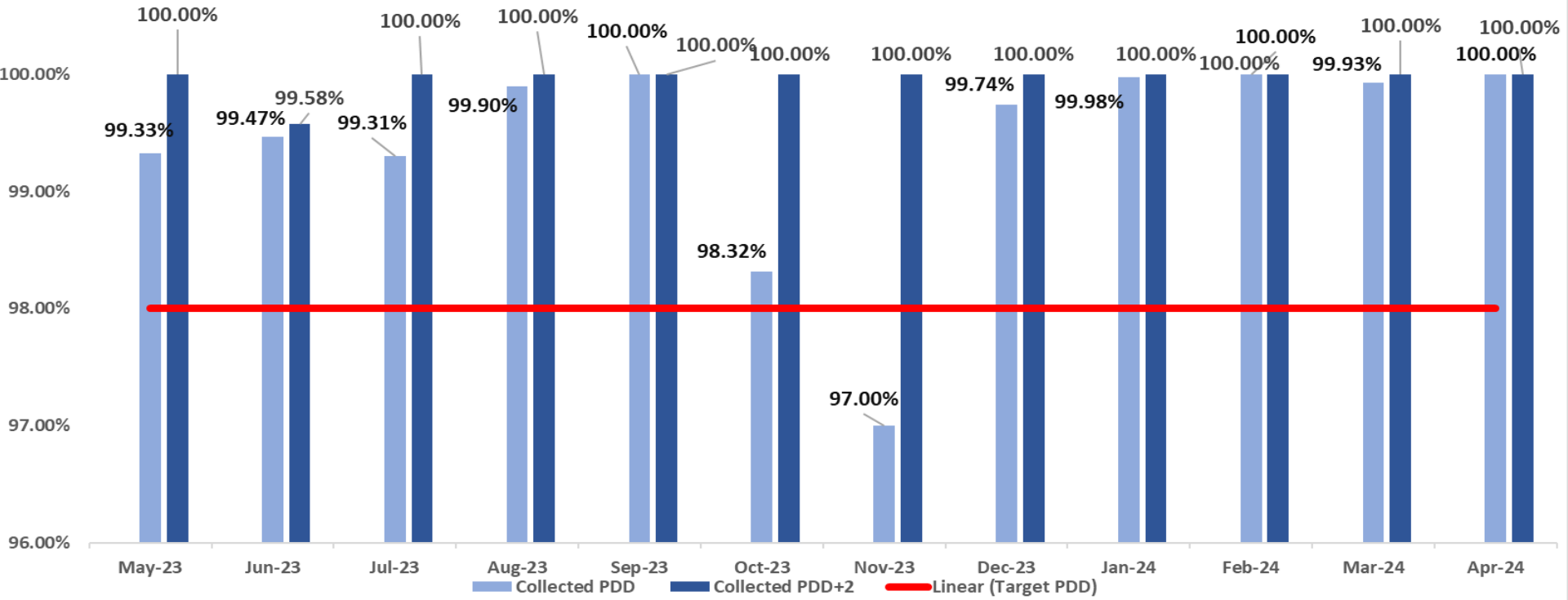


Energy Balancing Committee Operational Update

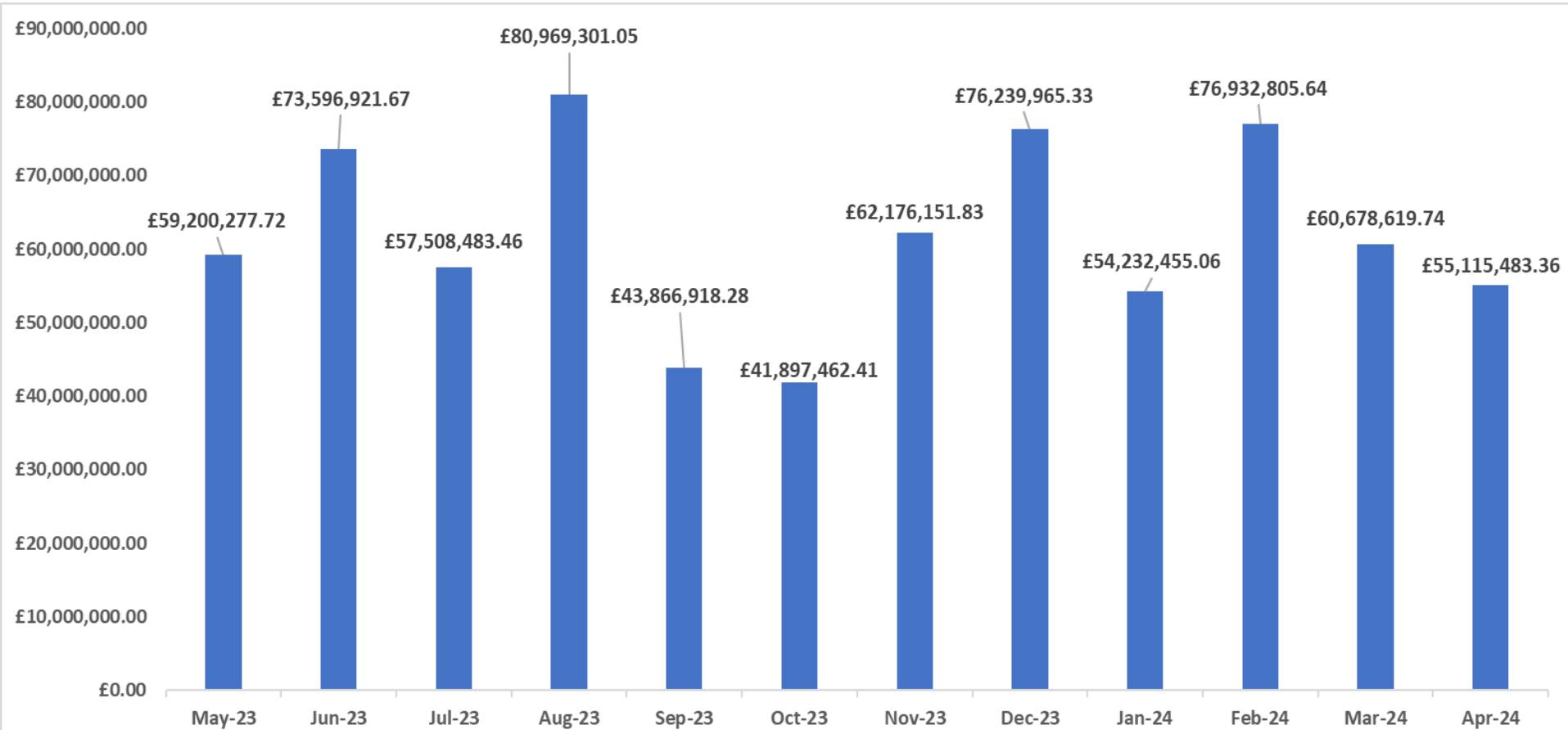
May 2024 Quarterly Meeting

Energy Balancing Credit Committee – Quarterly Meeting May 2024

| Subject Areas | Areas to cover | Quarterly RAG |
|--|--|---|
|  | <ul style="list-style-type: none"> 98% average rolling 12 month period of Cash Collected by Payment Due Date 100% of Cash Collected by Payment Due Date +2 | <ul style="list-style-type: none"> Cash Collection targets achieved by Payment Due Date for February, March and April. |

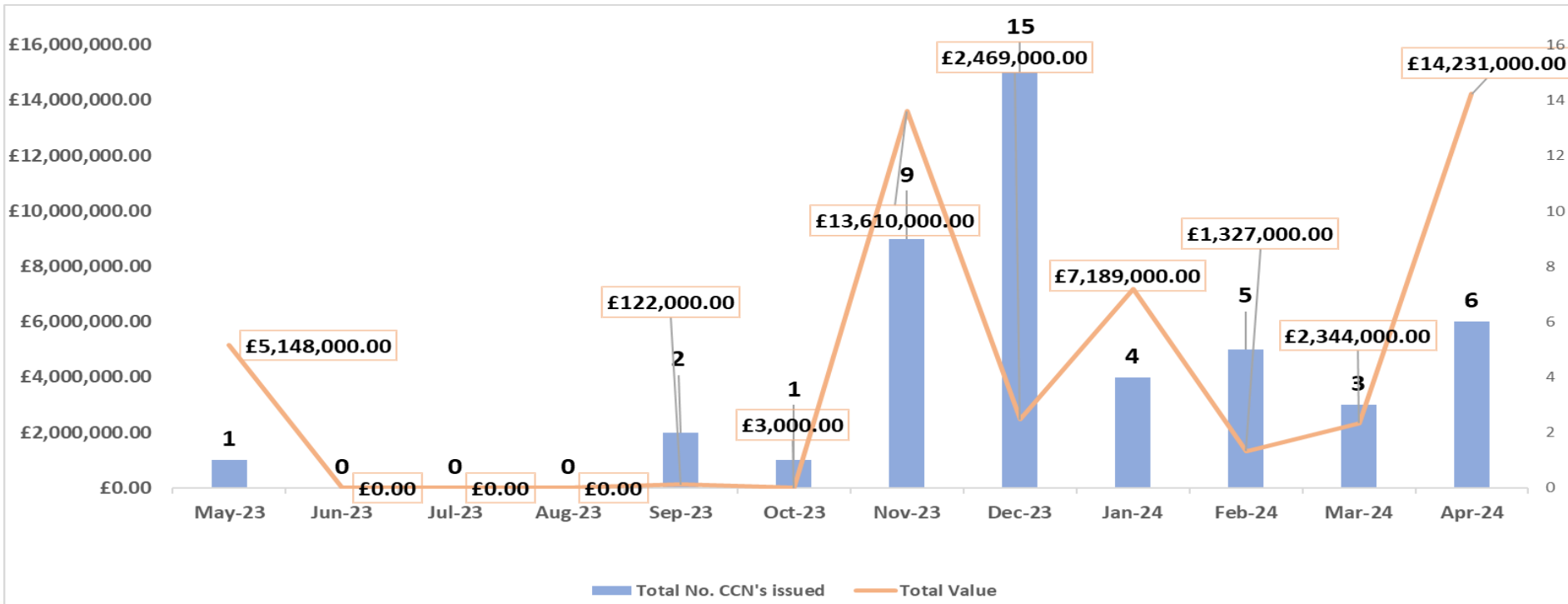


Debit Invoice Values



Energy Balancing Credit Committee Scorecard – Quarterly Meeting May 2024

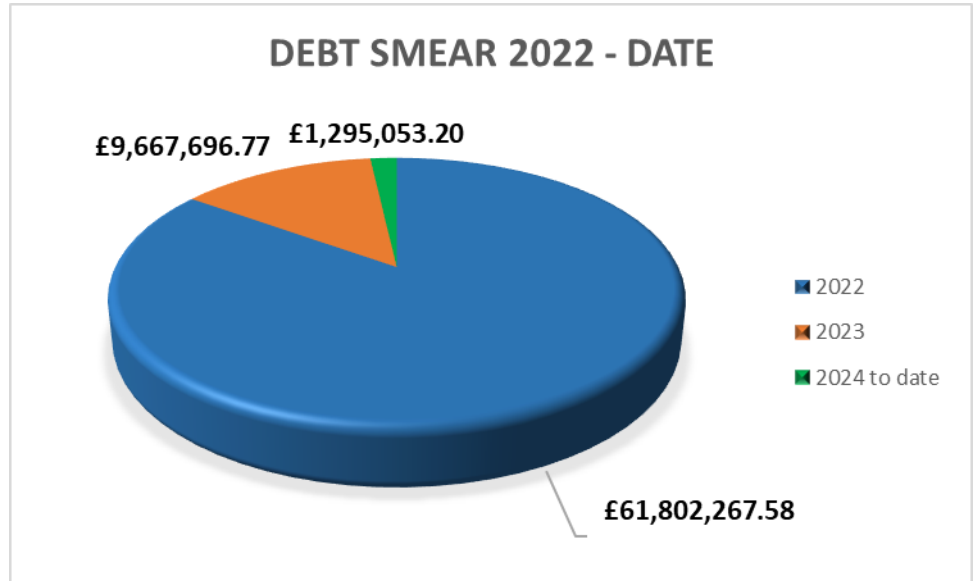
| Subject Areas | Areas to cover | Quarterly RAG |
|--|---|---|
|  | <ul style="list-style-type: none"> • Security Renewals completed within month • Further Security Requests • Cash Calls • Alerts • Credit Agency Update | <ul style="list-style-type: none"> • All securities renewed ahead of expiry. • 0 bank downgrades or credit agency alerts requiring action. • 5 Cash Calls issued in February, 3 in March and 6 in April. • 3 Further Security Requests issued due to users having cash calls issued within a 28 day period. |



| Year | Month Issued | Smear Value |
|------|--------------|-----------------|
| 2022 | January | (£3,963,662.56) |
| 2022 | February | £696,579.64 |
| 2022 | March | £2,039,382.38 |
| 2022 | April | £7,664,390.94 |
| 2022 | May | £4,940,637.47 |
| 2022 | June | £4,935,161.78 |
| 2022 | July | £4,986,790.95 |
| 2022 | August | £7,229,439.44 |
| 2022 | September | £13,043,803.89 |
| 2022 | October | £10,953,745.77 |
| 2022 | November | £6,478,220.22 |
| 2022 | December | £2,797,777.66 |
| 2023 | January | £2,536,733.09 |
| 2023 | February | £3,121,654.97 |
| 2023 | March | £1,524,370.37 |
| 2023 | April | £1,134,945.49 |
| 2023 | May | £634,684.25 |
| 2023 | June | £171,598.52 |
| 2023 | July | £174,350.83 |
| 2023 | August | £185,965.23 |
| 2023 | September | (£778,203.60) |
| 2023 | October | £476,437.06 |
| 2023 | November | £237,729.58 |
| 2023 | December | £247,430.98 |
| 2024 | January | £416,727.73 |
| 2024 | February | £119,914.07 |
| 2024 | March | £131,341.09 |
| 2024 | April | £87,563.67 |
| 2024 | May | £539,506.64 |

Industry Smear History

| Debt Smear 2022 - Date | |
|------------------------|----------------|
| Year | Debt Smeared |
| 2022 | £61,802,267.58 |
| 2023 | £9,667,696.77 |
| 2024 to date | £1,295,053.20 |



Upcoming Debt Smear

| Overdues to be Issued on April 2024 EBI Issued June 2024 | Failed User |
|--|-------------|
| (£5,070.67) | CNG |
| £6,509.50 | CNR |
| £125.71 | DAL |
| (£1,968.66) | EED |
| £8.83 | GRE |
| (£17.16) | LCE |
| £43,524.62 | PEC |
| (£29.78) | PFE |
| £59.91 | PFP |
| (£12,694.55) | GOE |

£30,447.75

| Overdues to be Issued on May 2024 EBI Issued July 2024 | Failed User |
|--|-------------|
| £12,564.68 | CNG |
| £123,544.58 | CNR |
| £7.37 | DAL |
| (£1,968.66) | EED |
| (£433.00) | GRE |
| (£0.14) | LCE |
| £16,308.80 | PEC |
| £4.41 | PFE |
| £1,016.45 | PFP |

£151,044.49

| Overdues to be Issued on June 2024 EBI Issued August 2024 | Failed User |
|---|-------------|
| £32,678.32 | CNG |
| £89,559.34 | CNR |
| (£147.01) | DAL |
| (£0.44) | EYS |
| (£2.68) | GRE |
| £3,582.91 | PEC |
| (£8.32) | PFE |
| (£19.41) | PFP |

£125,642.71

New Users – Credit Limit Monitoring

| New Shipper Ref | Security at Go Live | Current Security | Go Live Date | Comments |
|-----------------|---------------------|------------------|--------------|--|
| 2022 | | | | |
| 14 | £15,000 | £30,000 | 01/02/2022 | Security increased due to portfolio growth. |
| 15 | £250,000 | £250,000 | 01/03/2022 | No peaks - Balancing inside credit limit |
| 16 | £467,000 | £5,000,000 | 10/01/2022 | Security increased £5,000,000. FSR £4,000 Peaked at 70% 8.3.22 - 1st Cash Call 18.3.22, paid. |
| 17 | £20,000 | £20,000 | 13/04/2022 | No activity |
| 18 | £15,000 | £50,000 | 23/05/2022 | Monitored. Security increased to £25,000 due to approaching credit limit. Now balancing within limit. |
| 19 | £100,000 | £100,000 | 13/06/2022 | No peaks - Balancing inside credit limit |
| 20 | £400,000 | £400,000 | 27/06/2022 | No peaks - Balancing inside credit limit |
| 21 | £25,000 | £357,000 | 08/07/2022 | Peaked in October 2022 and had 4 Cash Calls and 2 FSRs issued. Customer also increased security to match activity. |
| 22 | £250,000 | £500,000 | 12/10/2022 | Cash Calls in April 2024 resulting in FSR and security increase. |
| 23 | £22,250 | £53,750 | 13/12/2022 | Customer request to increase security to avoid cash call. |
| 2023 | | | | |
| 24 | £8,000,000 | £8,000,000 | 10/01/2023 | No peaks - Balancing inside credit limit |
| 25 | £360,000 | £360,000 | 06/03/2023 | No peaks - Balancing inside credit limit |
| 26 | £40,000 | £40,000 | 06/03/2023 | No peaks - Balancing inside credit limit |
| 27 | £3,500,000 | £3,500,000 | 09/06/2023 | No peaks - Balancing inside credit limit |
| 28 | £30,000 | £30,000 | 16/06/2023 | No peaks - Balancing inside credit limit |
| 29 | £985,000 | £985,000 | 11/07/2023 | No peaks - Balancing inside credit limit |
| 30 | £27,000 | £27,000 | 13/07/2023 | No peaks - Balancing inside credit limit |
| 31 | £10,000 | £10,000 | 08/09/2023 | No peaks - Balancing inside credit limit |
| 2024 | | | | |
| 32 | £10,000 | £10,000 | 02/02/2024 | No peaks - Balancing inside credit limit. |

Action 0201

Xoserve to see if an outlook or forecast can be provided to indicate the potential scale of future debt smearing.

Outstanding Shipper Transfers

- It is not possible to know what charges will be generated for the pre termination periods, as this is dependent on what reads are submitted from Shippers to end the reconciliation period.

Significant LDZ Measurement Errors

- UIG reconciliation charges can be generated at any point if there is a Significant LDZ Measurement Error. It is only those that are considered Significant (over 50 gWh) that will impact terminated shippers as they are apportioned over the period of the error back to LIS.
- *There is a register of live measurement errors on the Joint Office website Live Measurement Errors_0.pdf (gasgovernance.co.uk)*

Replacement Read

- Replacement read actioned by the new shipper, there is no way of predicting this happening.

Action 0202

Xoserve to assess potential impacts in relation to Modification 0862 and report back to the next meeting.

- The change will be on the invoicing calculation for UIG reconciliation therefore, there is no direct impact on either the credit or security function operated by Xoserve for Energy customers.
- The MOD seeks to amend the UIG reconciliation period to ensure that UIG is reconciled in the same month that the energy originated from.