

Tahir Mahmood
Account Manager

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02 April 2015

Dear Colleague

GAS DISPOSAL TENDER GDT 4-15
Invitation to participate in the tender for disposal of Operating Margins gas
from Avonmouth LNG Gas Storage Facility.

Pursuant to Section K of the Uniform Network Code (UNC), National Grid Gas invites you to take part in a Gas Disposal Tender for surplus Operating Margins gas in storage (Operating Margins) at Avonmouth LNG Gas Storage Facility. Users are invited to submit bids to buy gas in accordance with the enclosed Gas Disposal Tender Invitation Notice (GDT 4-15), the Gas Disposal Tender Rules (GDTR 1.0) and Gas Disposal Tender Terms (GDTT 1.0). These documents are available from the following website address;

<http://www2.nationalgrid.com/UK/Industry%20information/Gas%20transmission%20system%20operations/Balancing/Operating%20margins/>

If additional copies are required please contact the undersigned who will be pleased to forward them.

Each Bid made must be in respect of one (only) of the following Delivery Methods:

- By NBP Trade in accordance with the NBP 1997 Terms
- By Storage Gas Transfer in the relevant Gas Storage Facility.

When a completed Gas Disposal Tender Bid Notice is submitted to National Grid Gas for delivery by Storage Gas Transfer, it must also be accompanied by written confirmation from the tendering party that they have an arrangement with the facility operator to receive and hold gas in store at the Gas Storage Facility effective for the period commencing 01st May 2015.

National Grid Gas will then seek similar confirmation from the facility operator, if confirmation is not forthcoming by 16:00 hours on Market Day, the Bid will be treated by National Grid Gas as invalid.

Each Bid must also be in respect of a specific Delivery Period which is dependent upon the Delivery Method selected:

- For NBP Trades the Delivery Period will be 01st May 2015.
- For Storage Gas Transfers the Delivery Period will be 01st May 2015.

Each Bid must be in respect of a volume of gas, with each volume Bid being no less than a minimum Tendered Quantity of 500,000 kWh of gas. The maximum aggregate quantity of gas for which National Grid Gas will be willing to enter into a Gas Disposal Contract pursuant to this Gas Disposal Tender Invitation Notice is 13,701,550 kWh for the 1st May period. This could be via NBP Trade or Storage Gas Transfer.

The Bid Window Period will commence at 09:00 and close at 11:00 on Thursday 23rd April 2015 (Market Day). Bids must be submitted in writing by completing in full the Gas Disposal Tender Bid Notice (GDT 4-15). Completed Gas Disposal Tender Bid Notices must be submitted to National Grid Gas by facsimile to 01926 656613 marked for the attention of Tahir Mahmood.

If National Grid Gas accepts a Bid (in part or in whole) then it will use reasonable endeavours to notify successful Tendering Users using the Gas Disposal Tender Acceptance (GDT 4-15) by 17:00 hours on Thursday 23rd April 2015 (Market Day).

Timetable Summary

02nd April – Invitation to Tender (ITT) published on NGG website
23rd April – Bid Window between 09:00 and 11:00
23rd April – Results notification by 17:00
06th May – Results notification by 17:00 published on NGG website

Should you require any information regarding the Gas Disposal Tender, please contact me on 01926 656005.

Yours sincerely

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