

Review of the OCM Operator Provision



Laura Langbridge

Background

September 1999



March 2015



June 2015

**Energy Balancing
Gas Transporter**



**Standard Special
Condition A11
(22A, 22B)
of the GT Licence**



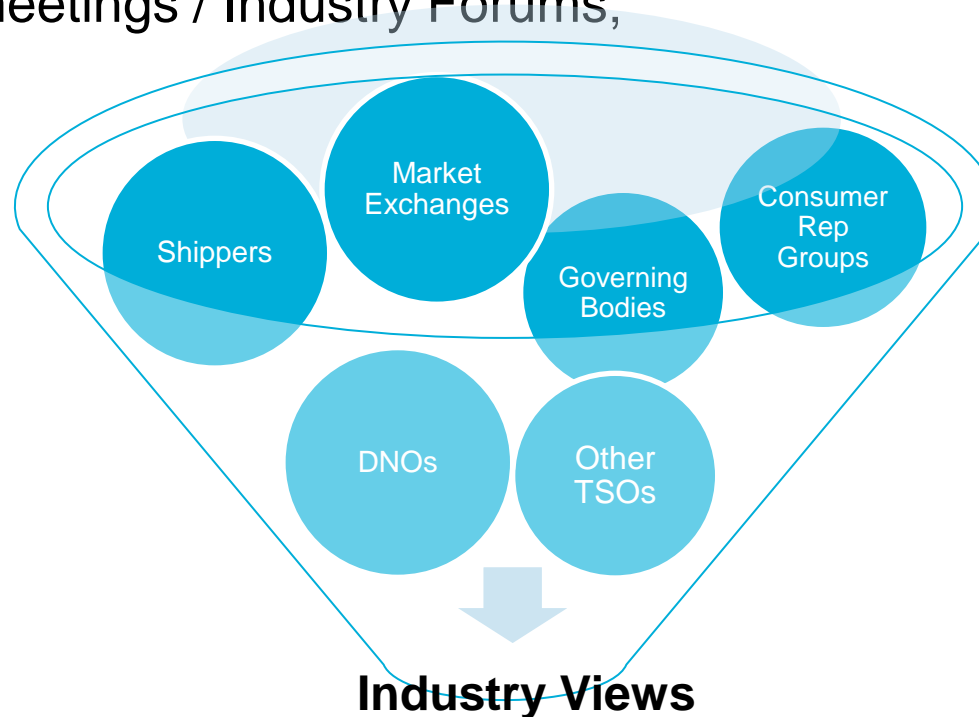
Stakeholder Engagement to date

June 2015



August 2015

- Email sent out by the Joint Office and the Operations forum distribution list on behalf of NGG asking interested parties to get in touch
- Bilateral meetings / Industry Forums;



Considerations – Initial feedback

“The OCM works well – we don’t think any changes to the market are required”

“You need to consider the complexity and cost of the change vs the benefits to consumers”

“The increase in competition could lead to a reduction in trading costs”

“Multiple markets will lead to excess costs to customers who will have to pay to access both markets”

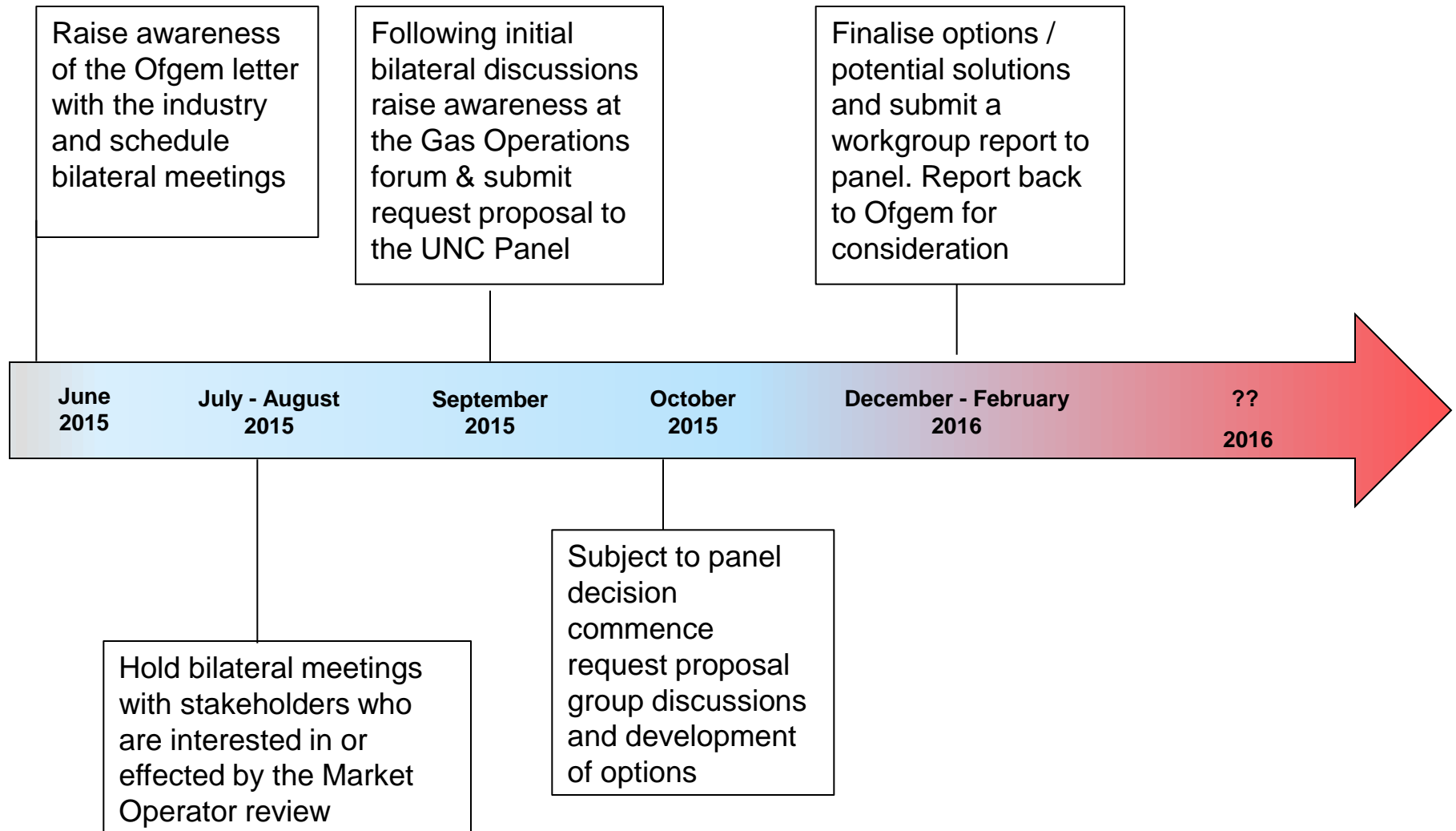
“Access to Multiple markets is unlikely to encourage more trades therefore it will just lead to a spilt in liquidity”

“Currently the OCM is working well, however we would be worried if liquidity started to move”

“NG should be able to access liquidity in other markets (economic & efficient)”

“Real time cash out prices are very important to shippers and the functionality of the market, we wouldn’t want this to change”

Timeline / Next steps



Questions / Contact details

- Any questions?
- If you have any further questions or views that you would like to discuss with us then please contact us using the details below

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