NTS Entry Capacity Transfer & Trading Application Fees

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Gas TCMF 5th April 2007

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Transfer Calculation Process

- Key Inputs
  - Number of sold out (recipient) ASEPs
  - Number of (donor) ASEPs with available capacity
- Calculation steps
  - For each recipient ASEP
    - Identify maximum capability
    - For each donor ASEP
      - Identify flow reduction (new maximum flow) required to allow recipient to flow at maximum
      - Identify quantity of capacity reduction required to achieve flow reduction at donor

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Transfer Example

- 2 ASEPs sell out = 2 Recipient ASEPS
- 22 ASEPs remaining = 22 Donor ASEPS
- Calculate Maximum capability for 2 recipient ASEPs
- 2 x 22 = 44 potential transfer pairs (transfer ratios)
- NB Only 22 transfer ratios need to be calculated if all applications are for only one recipient ASEP

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Trade Calculation Process

- Calculation steps
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  - For donor ASEP
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    - Identify quantity of capacity reduction required to achieve flow reduction at donor

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Application Fees

- For both trades and transfers the fee will be related to the time/effort required to calculate the maximum capability and the transfer ratio(s).
- Example
  - Rate [£320/day]
  - Calculate recipient Capability [days]
  - Calculate donor to recipient transfer [days]
- For transfers the process generates a fixed cost per recipient ASEP hence the application fee must be per ASEP and will depend on the number of applicants
- For trades the application fee will be the fixed cost of processing the trade

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