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**Modification Proposals to Gas Transmission and Transportation Charging  
Methodology: NTS GCM 01**

The Chemical Industries Association supports Option 2, a transportation model of the NTS which excludes spare transmission capacity but includes a backhaul benefit. We believe that this is the appropriate model as it can produce repeatable results and can be made available to the industry. We believe that it is important to make charges stable over time and are concerned that the inclusion of spare capacity could give rise to unstable charges.

We would like to point out that our members favour a solution that would avoid pricing volatility. We also agree with the publication of the combined transportation and tariff model as this will provide greater transparency.

We do not agree with end dating of methodologies as this can create uncertainty and we expect that any changes required for the enduring regime would be progress before this date to allow time for industry consultation and implementation.

Kind regards,

Helen Bray  
Head of Competitiveness and Utilities



CIA members are committed to Responsible Care