

Capacity Bundling & Regional Booking Platform

Into the Details

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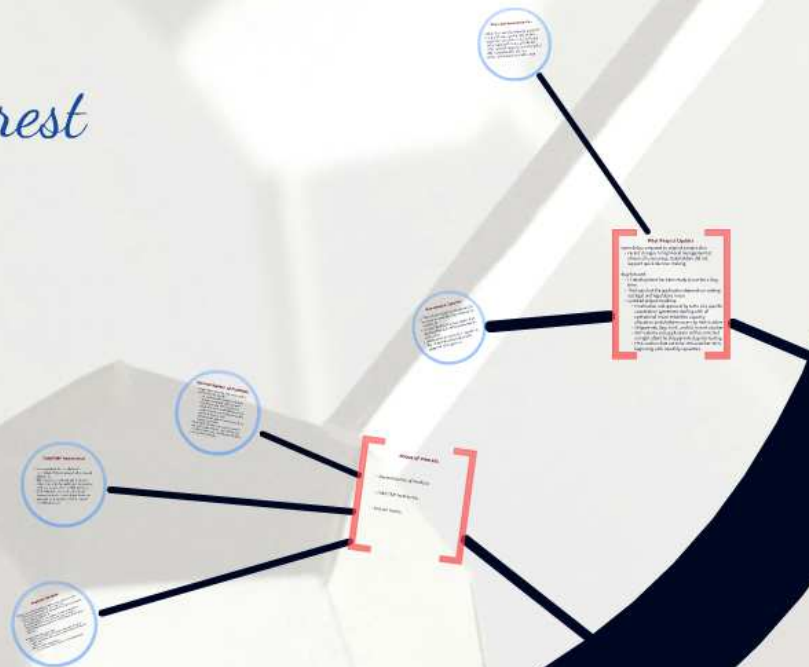
Core Group Hungary-Romania



Focus

Pilot Project (update)

Issues of Interest



Pilot Project Update

Some delay compared to original project plan

- recent changes in high-level management at almost all Core Group stakeholders did not support quick decision making

Way forward:

- IT development has been ready to use for a long time
- The launch of the application depends on sorting out legal and regulatory issues
- Updated project roadmap
 - Finalisation and approval by NRAs of a specific cooperation agreement dealing with all operational issues related to capacity allocation and platform access by mid-October
 - Shipper info days in HU and RO in end-October
 - RBP website and application will be switched on right after the Shipper info days for testing
 - First auction date set to be 18 November 2013, beginning with monthly capacities

Pilot could be extended to...

- Other than monthly capacity products
- Firm and interruptible reverse flow capacities up to the current technical setup (10 kcm/h firm and 40 kcm/h interruptible) may also be auctioned on RBP from December 2013 on
- Other network points and/or TSOs

Incremental Capacity

- FGSZ and Transgaz are considering to increase reverse flow capacities up to 200 kcm/h
- FID shall be based on successful Open Season Procedure to be conducted in early 2014
- Incremental Reverse Flow Capacity in the OS shall be allocated on RBP, subject to NRA approval

Issues of Interest

- Harmonisation of Products
- CAM/CMP Interaction
- Instant Access

Harmonisation of Products

- Project Members offer only same quality products in the bundle
 - No conditionally interruptible firm capacity or similar will be offered
 - Bundling is ensured through this measure for the whole lifetime of the capacity product including secondary market actions or CMP
 - Operational usage of capacity products remain consistent
- Associated domestic network access and network usage rules on both sides of the bundle interact with bundling and shall be reviewed accordingly

CAM/CMP Interaction

- It was realised that bundled and unbundled CMP processes shall be treated differently
- RBP is going to be developed further in order to enable the application processing CMP transactions for bundled products
- IT development is not enough, closer harmonisation in national regulations is required with regard to CMP in case of bundled products

Instant Access

RBP is a new platform, built to comply with the Network Codes

- RBP did not exist before CAM NC in any form
- It is an open-end project, its development and functions depend on its Members ideas as well
- It is deliberately back-end-neutral, i.e. does not require or promote any specific back-end (capacity and contract management) solution, TSOs can continue using their existing software

Adaptation (timeframe & costs)

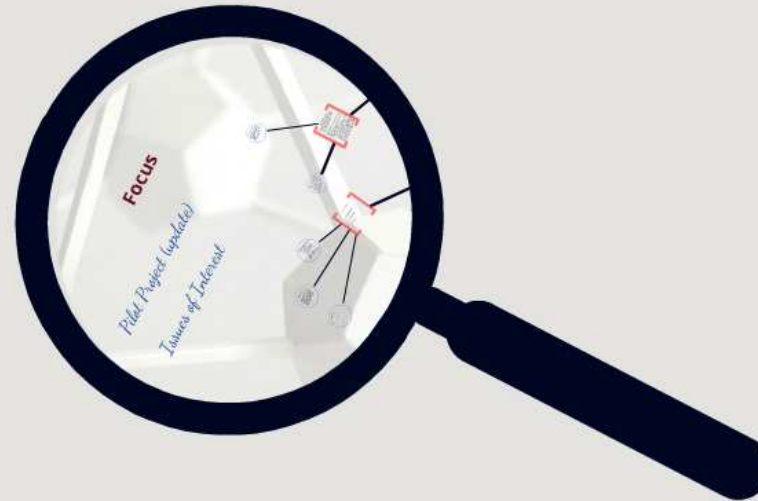
- Data exchange rules and formats compliant with INT NC
- Instant platform access via thin client for TSOs and Network Users alike
- RBP is an OPEX-only solution
 - No connection fee and no back-end requirements

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Thank you for your kind attention!