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| Network Innovation Competition 2021 Supplementary Answer form | | |

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| Project Name | EQUINOX | | |
| Question number | 5 | Pro forma section | 4 |
| Question date | 26/08/2021 | Answer date | 31/08/2021 |
| Question summary | What would be the payments per household per year for offering flexibility? | | |

## 

## Answer (please retain document formatting and do not exceed 2 pages unless otherwise agreed with Ofgem)

At this stage it is difficult to say that a customer will earn £x per annum from offering flexibility throughout the EQUINOX trials. A key element of the project is to determine the price points at which customers will engage with flexibility services. We recognise that stacking flexibility payments across DNO services and supplier services will be crucial to developing attractive value propositions to domestic customers. For this reason, EQUINOX includes Octopus Energy as a Project Partner.

We will consider learning from Future Flex and Intraflex to inform initial flexibility payments. Flexibility payments for DNO services were approx. £0.50p-£2.00/kW for Future Flex and c. £288/MW under Intraflex. These reflect the differing services procured and will inform how we approach the trials design under EQUINOX. We would expect to see prices alter through the trials as we and the suppliers learn what will help nudge consumer behaviour.