

# **DTI Consultation on Proposed Exemption For Certain Gas Transportations From A Prohibition on Conducting Particular Shipper Activities**

**Consultation issued: 19 November 2004  
Available on DTI and Ofgem websites**

## ISSUE

“In possible post-DN sales scenario” – Interface between DN and NTS would require DN operators to make arrangements with the NTS operators to offtake gas From the NTS. (Ofgem consultations on offtake arrangements);

## PROBLEM

- This is a shipping activity;
- Authority cannot give shipper and transporter licence to same entity.

## **SOLUTION**

SoS proposes to exercises her powers to exempt operators of the DNs and NTS from the requirement for a shipper licence.

## **BUT**

Proposed Order is limited;

Not intended to undermine shipping activity and therefore the intention of the Gas Act.