

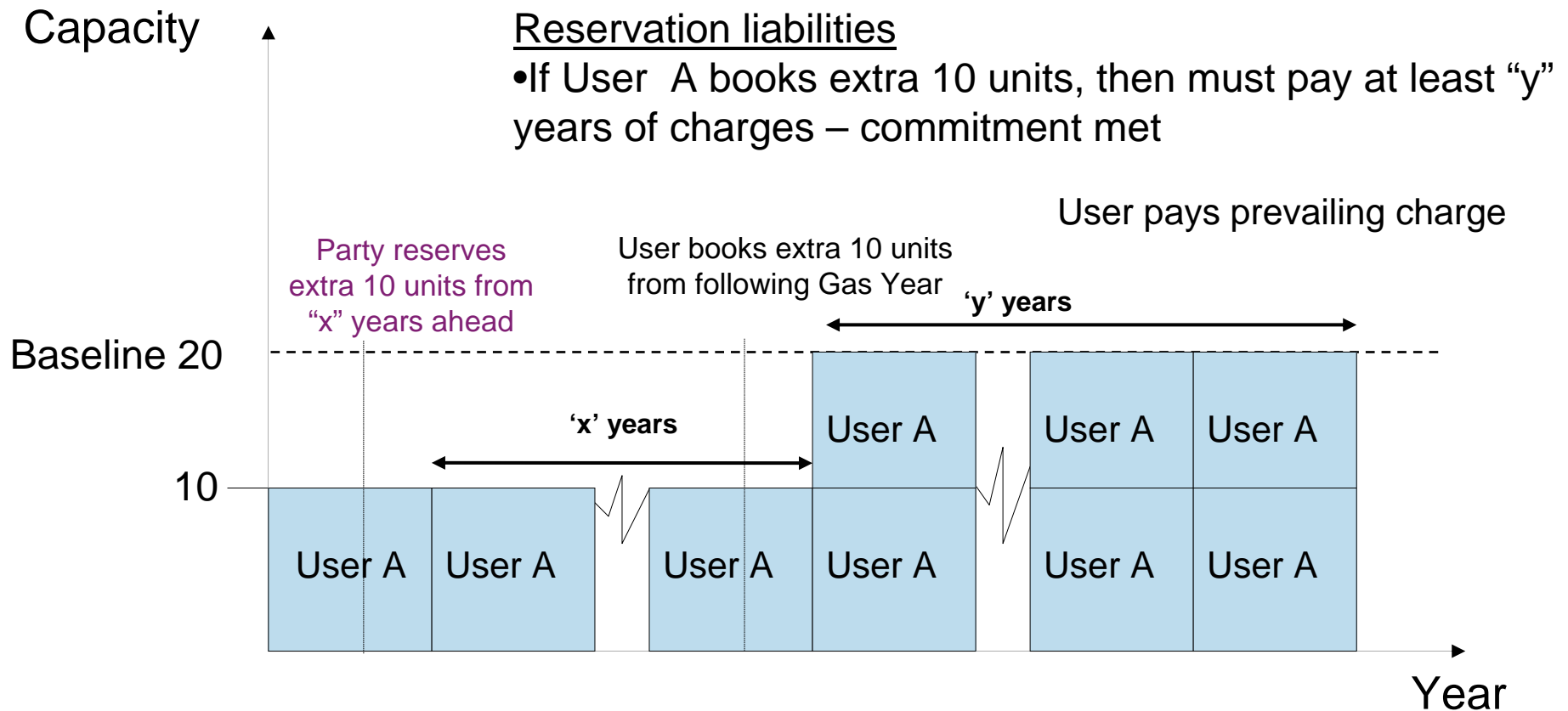
Enduring Offtake Arrangements

-Long term capacity release

EOWG, 24th February 2006

Option U1. One Party wants the unsold capacity

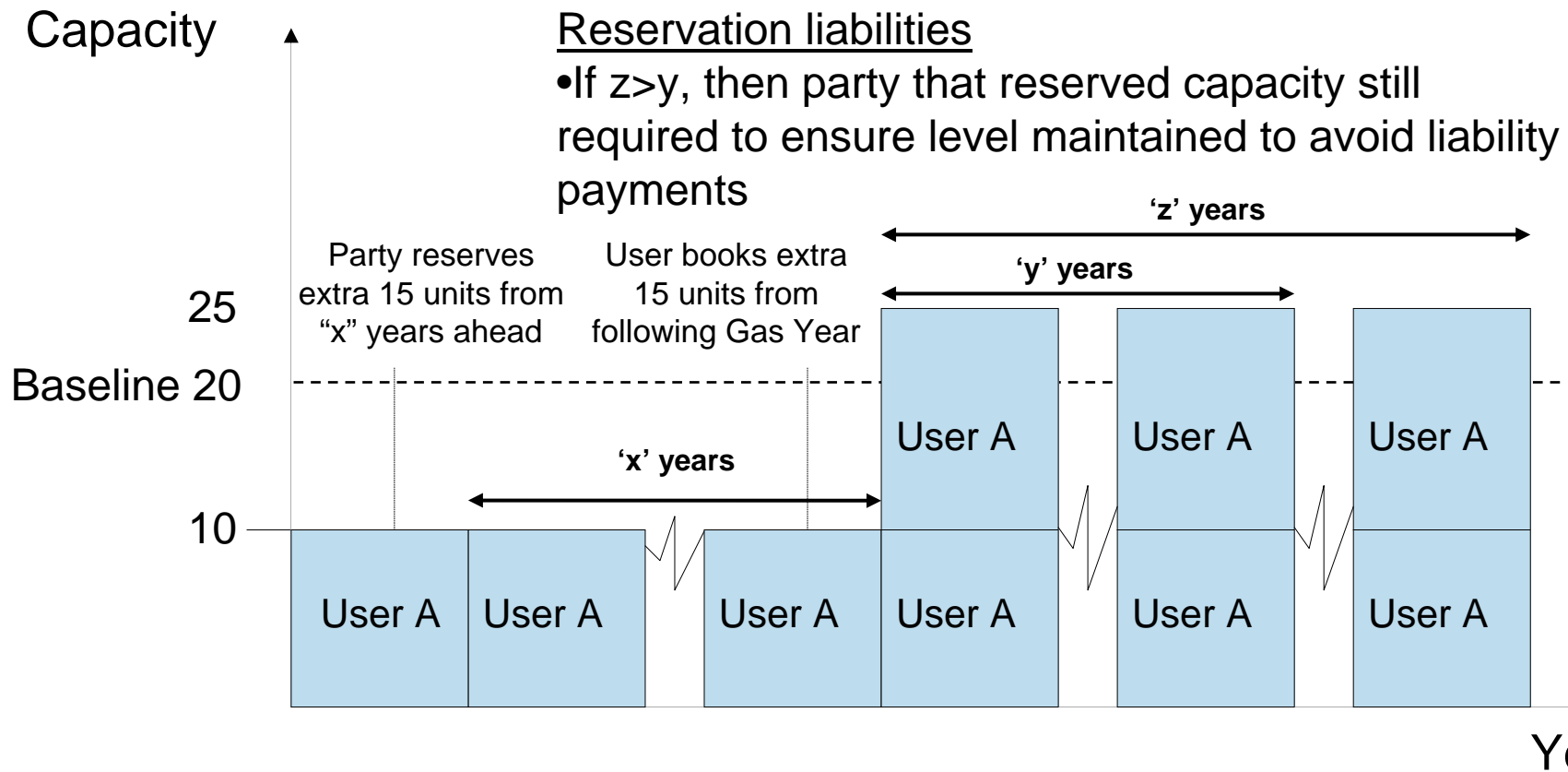
- Party (e.g. developer) reserves 10 extra units for “x” years ahead through reservation agreement – commits to ensure “y” years of charges paid
- User A then able to book extra 10 units ahead of gas year



NB. Could also be utilised to reserve capacity within constrained period

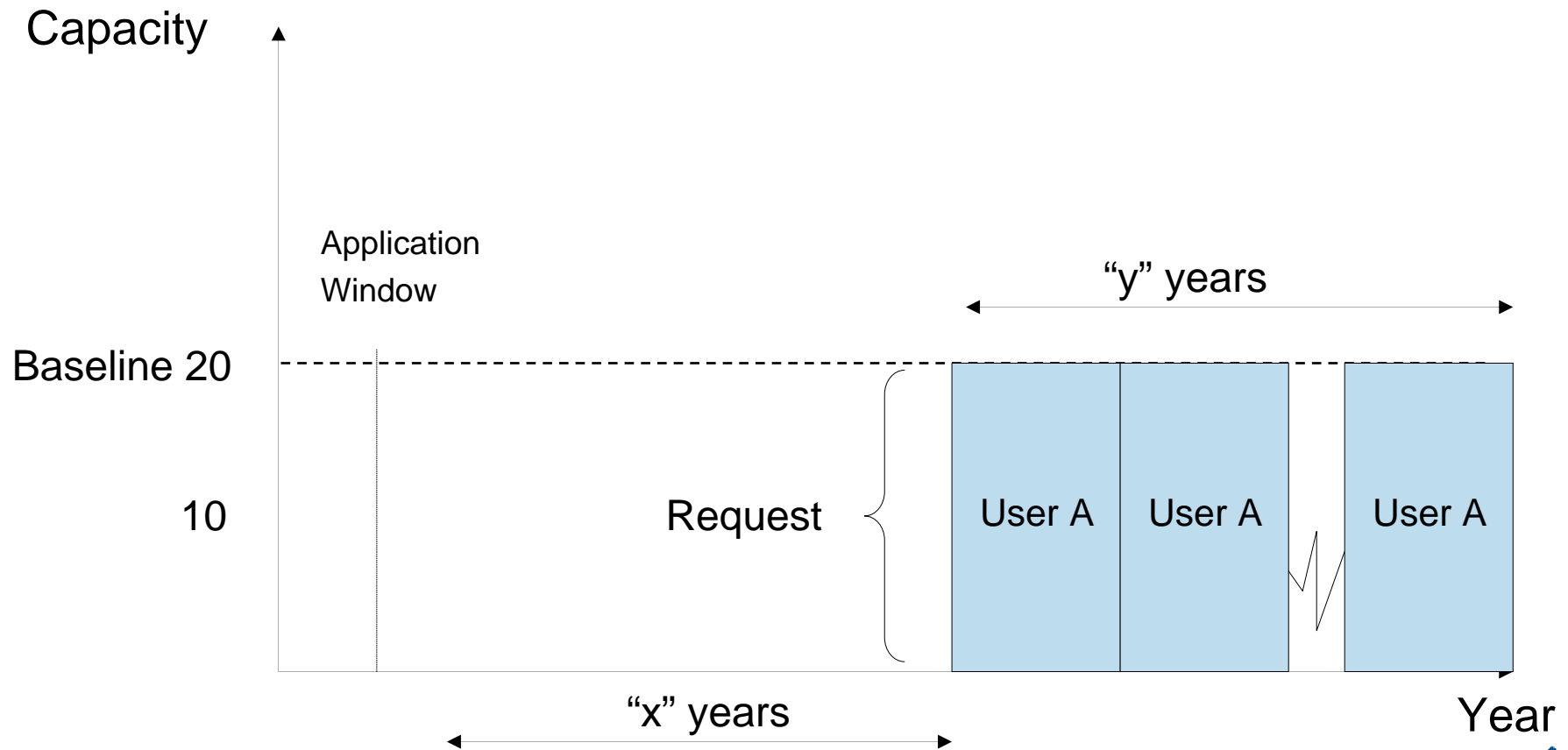
Option U1. One Party wants the unsold capacity plus incremental release

- Party (e.g. developer) reserves 15 extra units for “x” years ahead through reservation agreement – commits to ensure “z” years of charges paid
- User A then able to book extra 15 units ahead of gas year



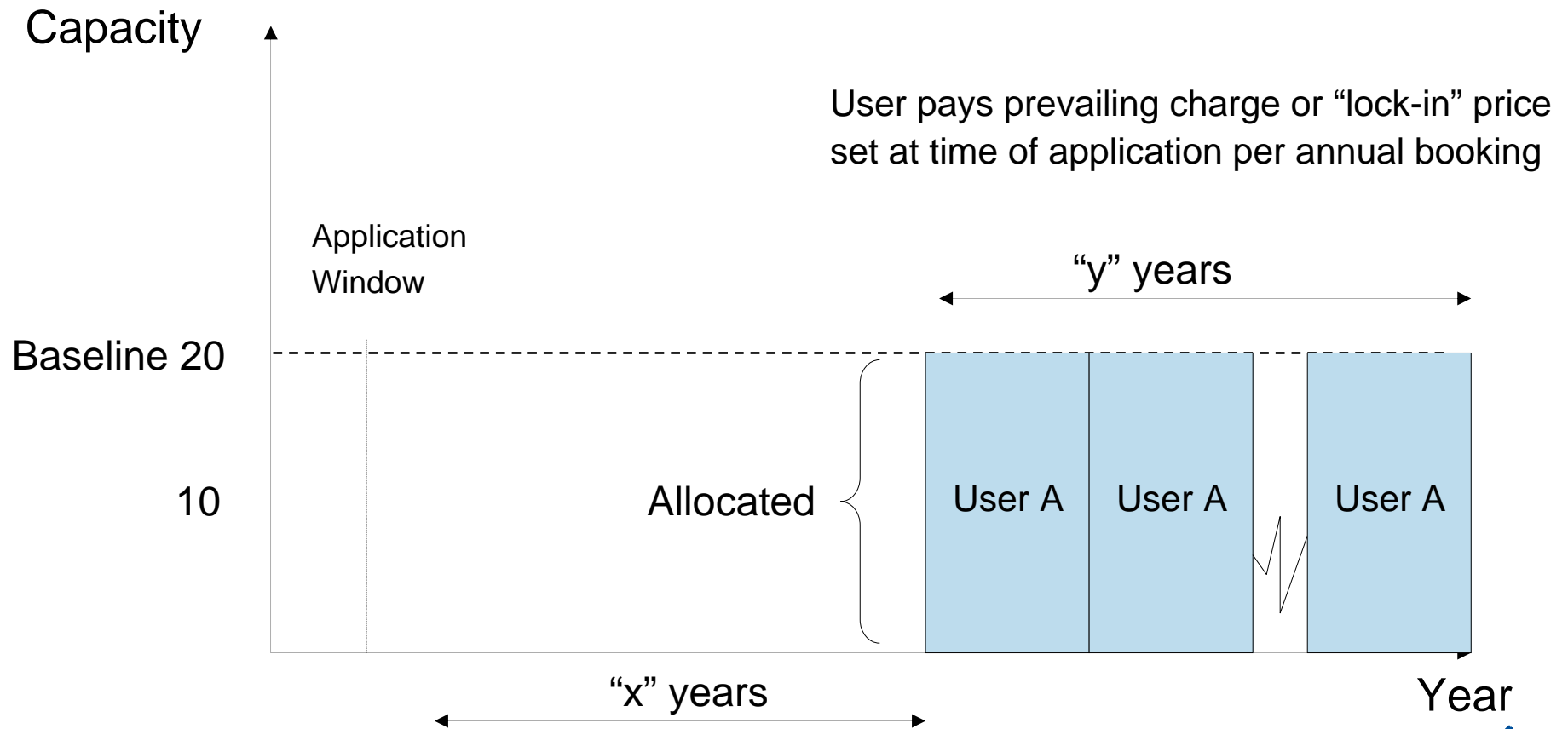
Option U2(A). One User wants the unsold capacity

- User A requests 20 units for at least “y” years



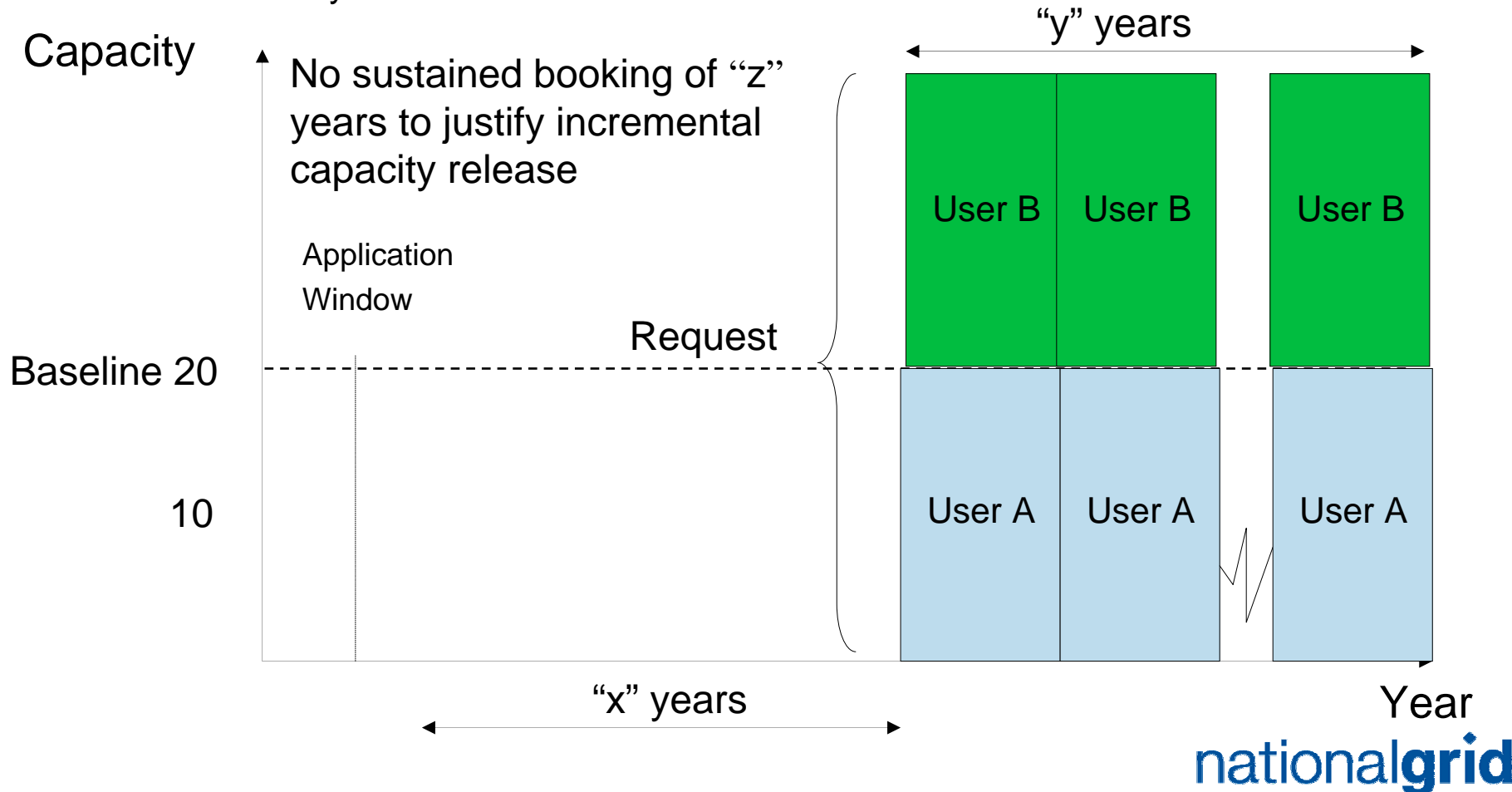
Option U2(A). One User wants the unsold capacity

- User A requests 20 units for at least “y” years
- allocated 20 units



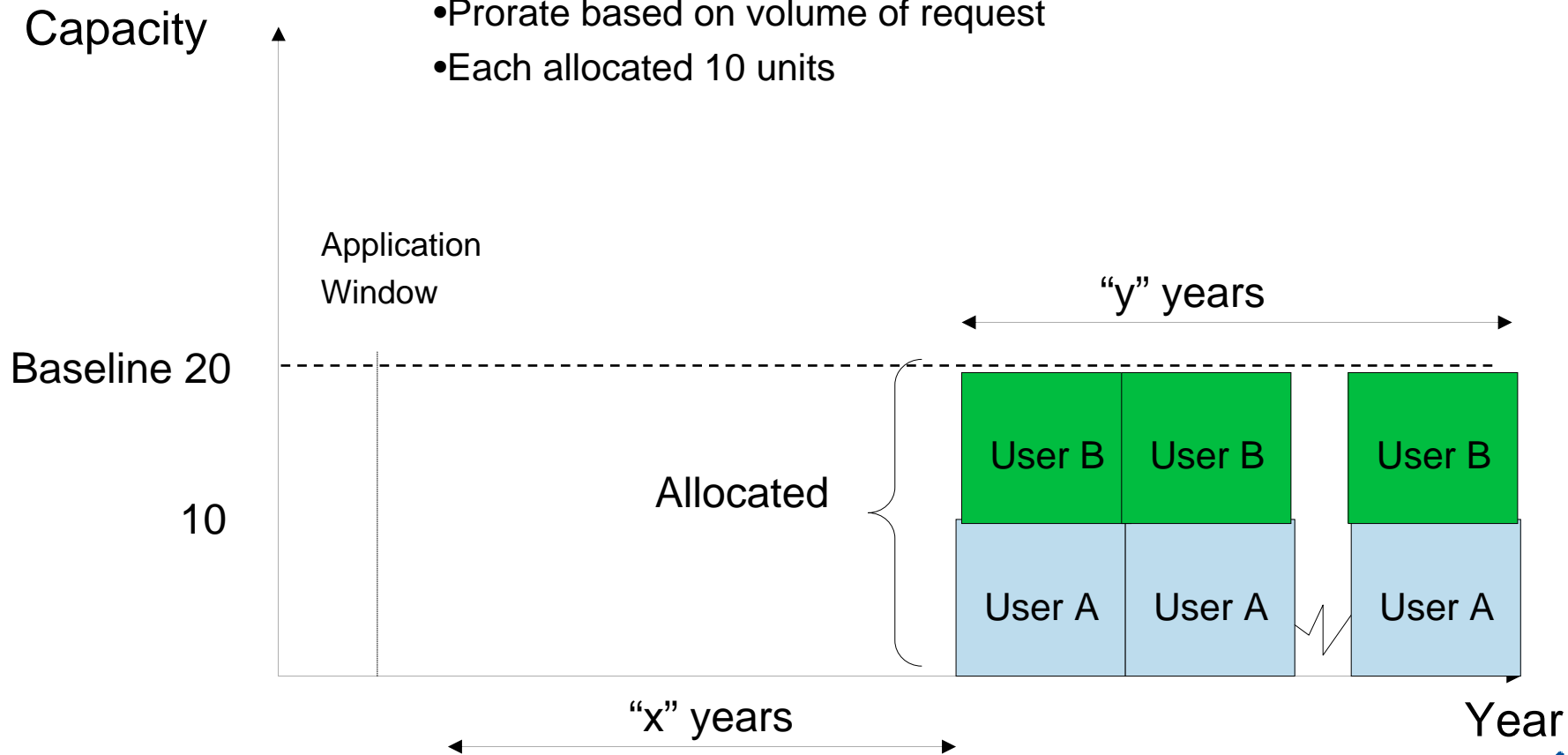
Option U2(A). Two Users want the unsold capacity

- User A and User B each request 20 units for at least “y” years.



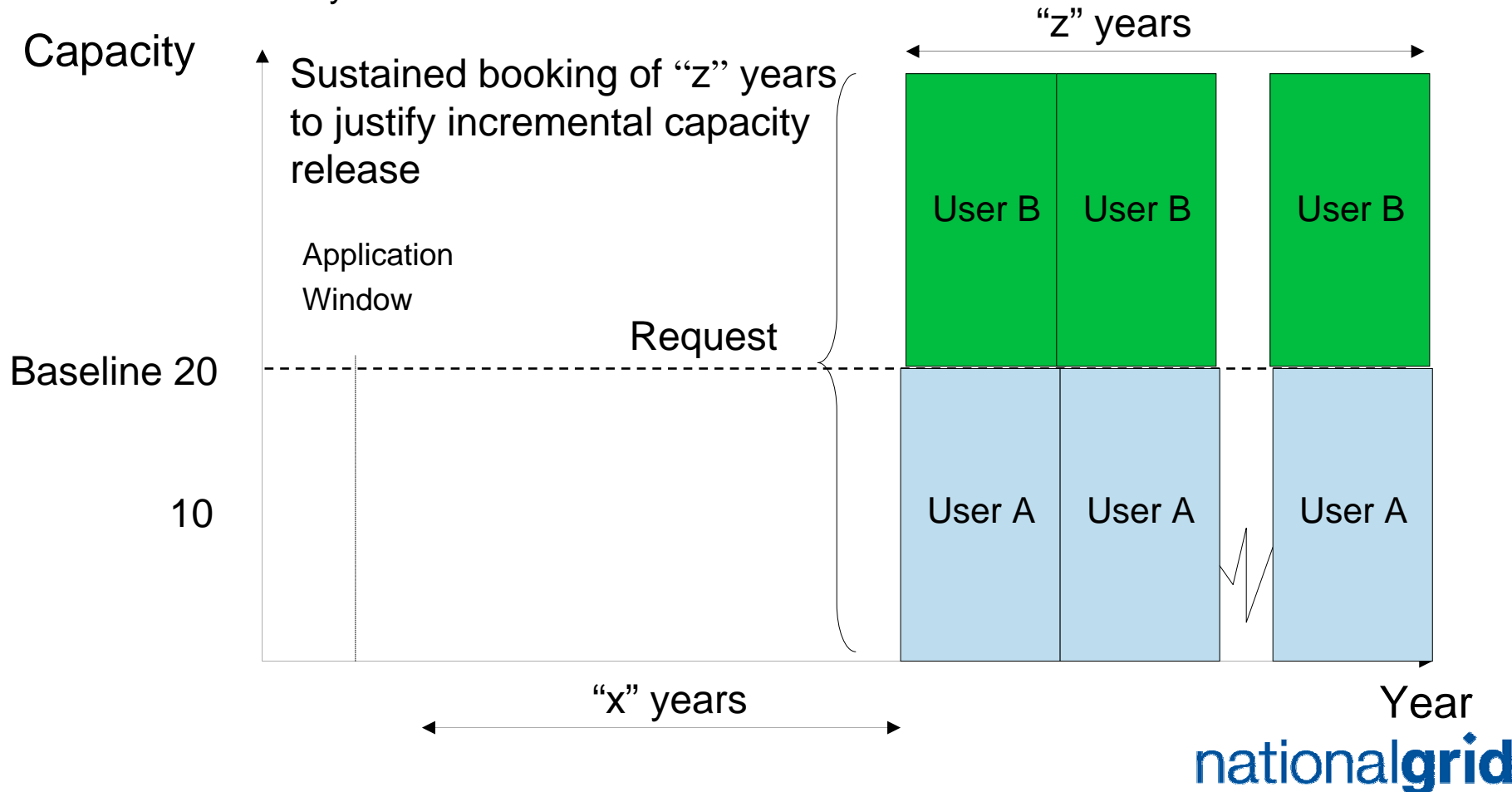
Option U2(A). Two Users want the unsold capacity

- User A and User B each request 20 units for at least “y” years
- Prorate based on volume of request
- Each allocated 10 units



Option U2(A). Two Users want the unsold capacity

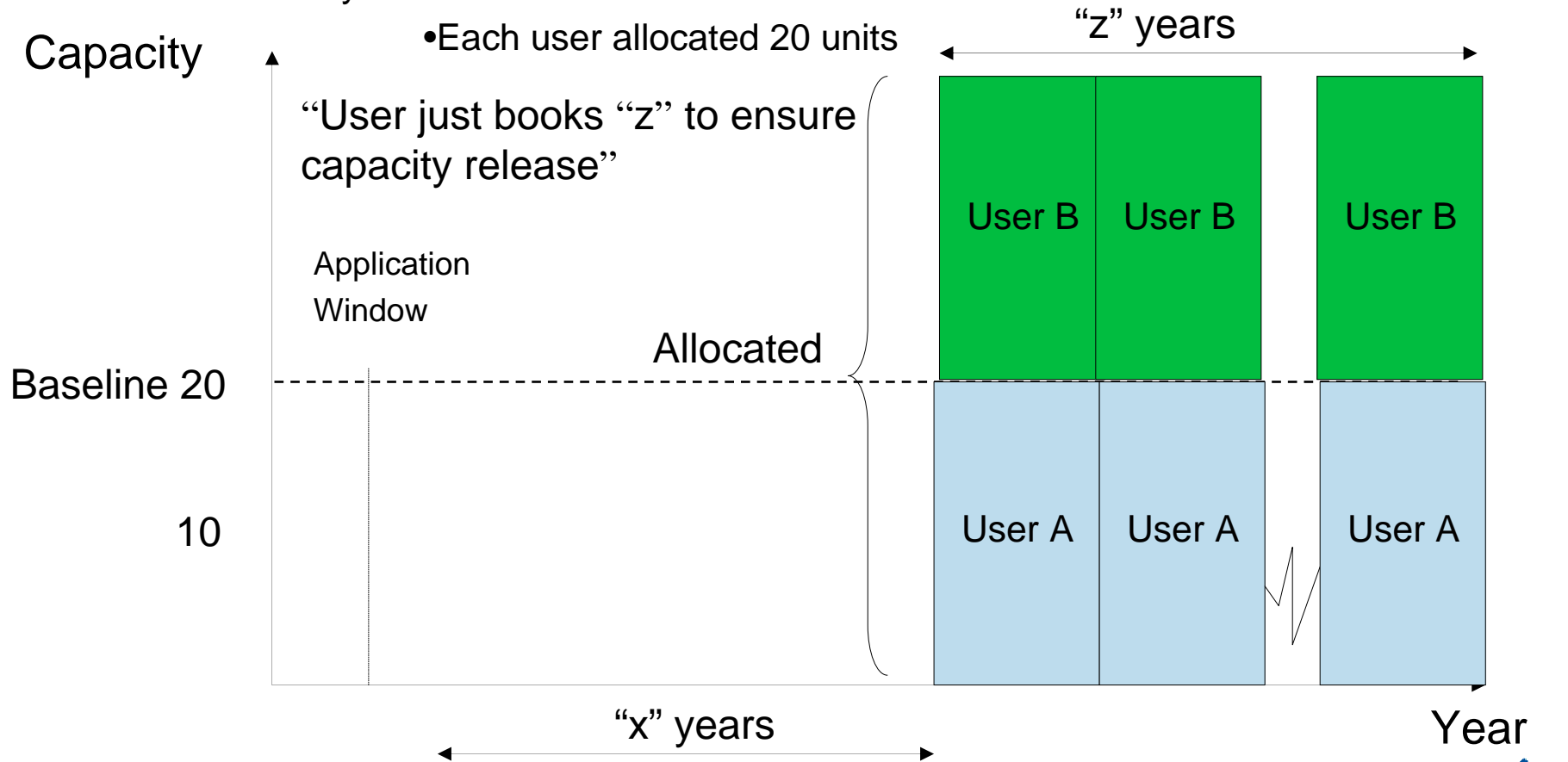
- User A and User B each request 20 units for at least “z” years.



Option U2(A). Two Users want the unsold capacity

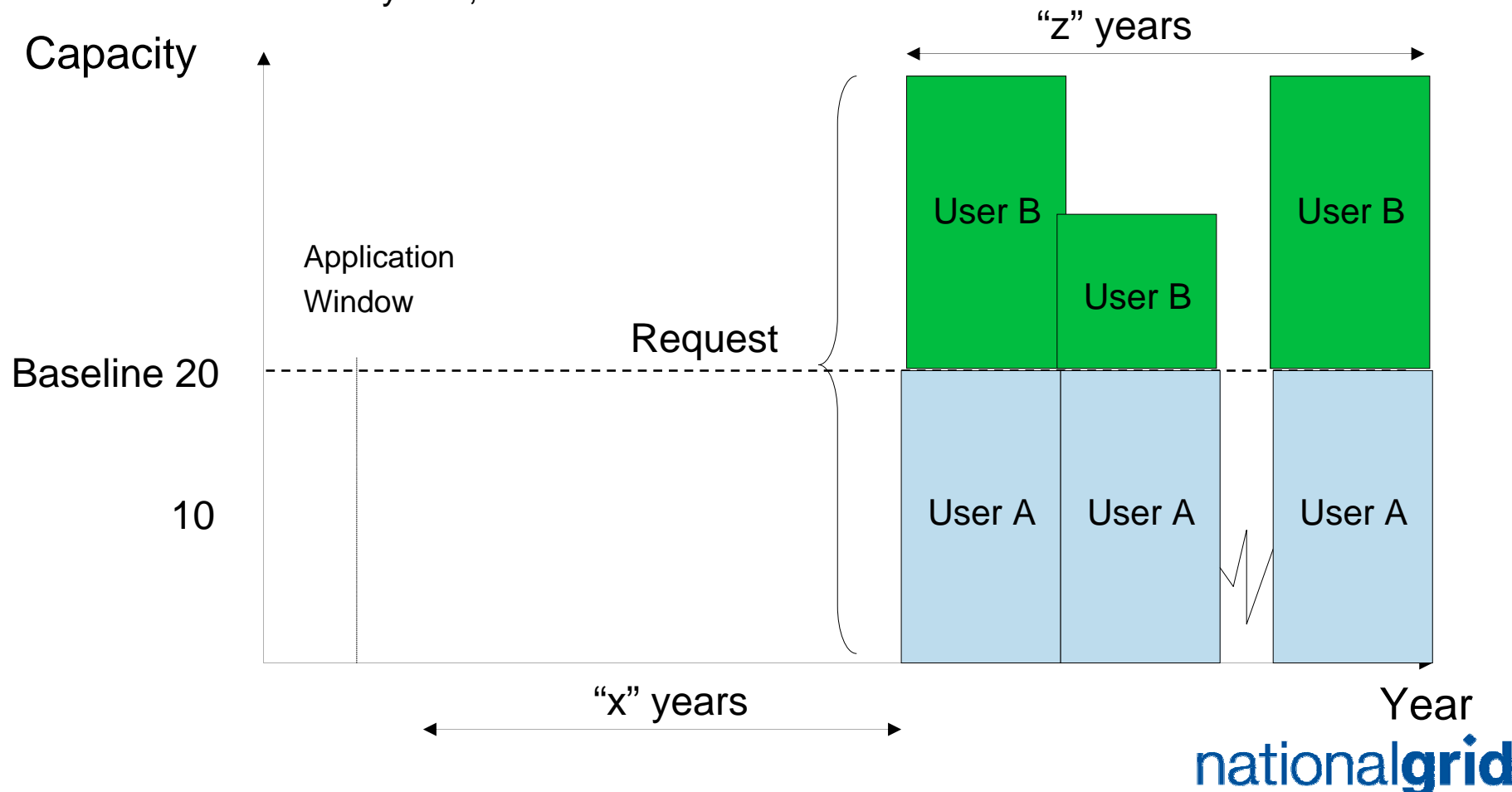
- User A and User B each request 20 units for at least “z” years

- Each user allocated 20 units



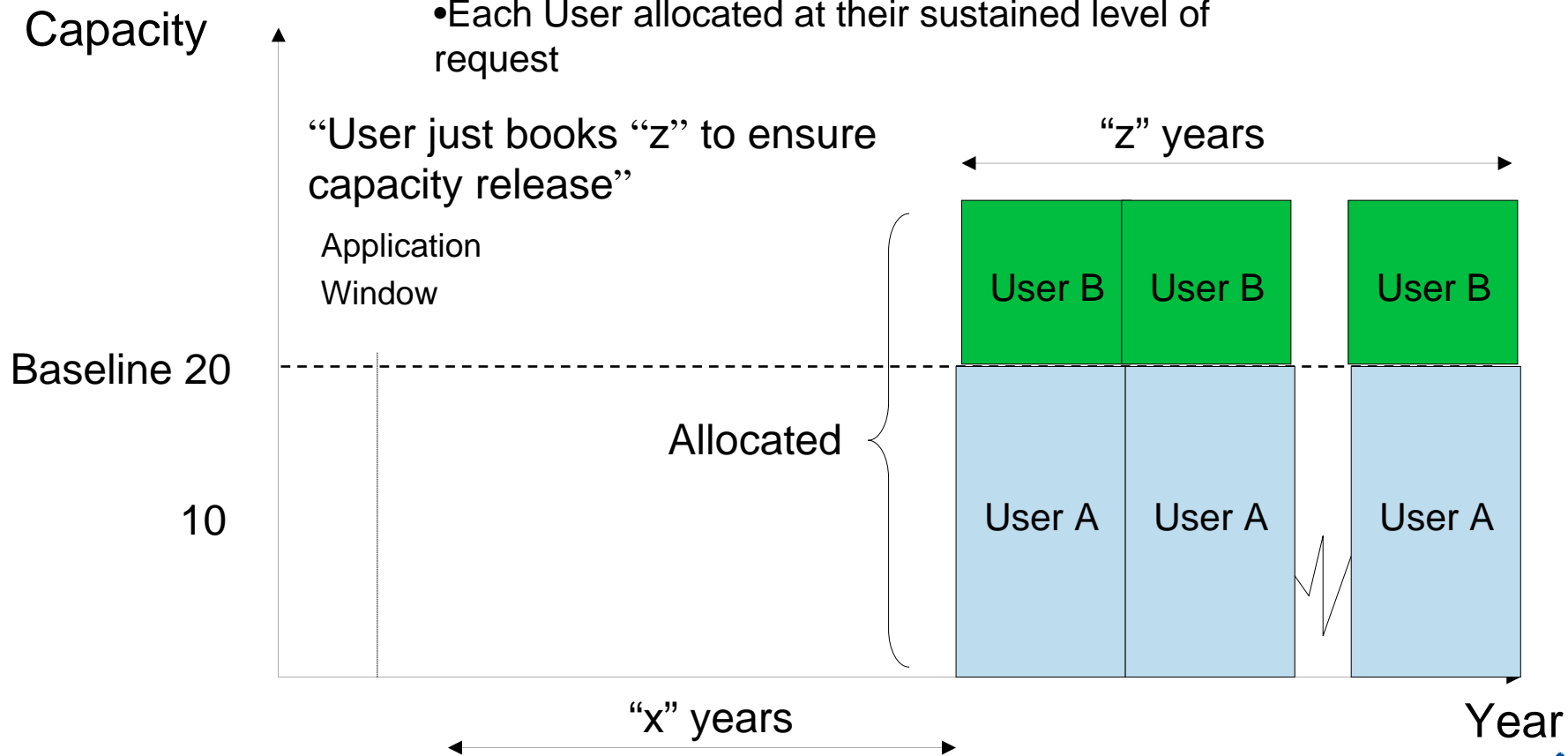
Option U2(A). Two Users want the unsold capacity

- User A provides sustained request of 20 units for at least “z” years, but User B doesn’t



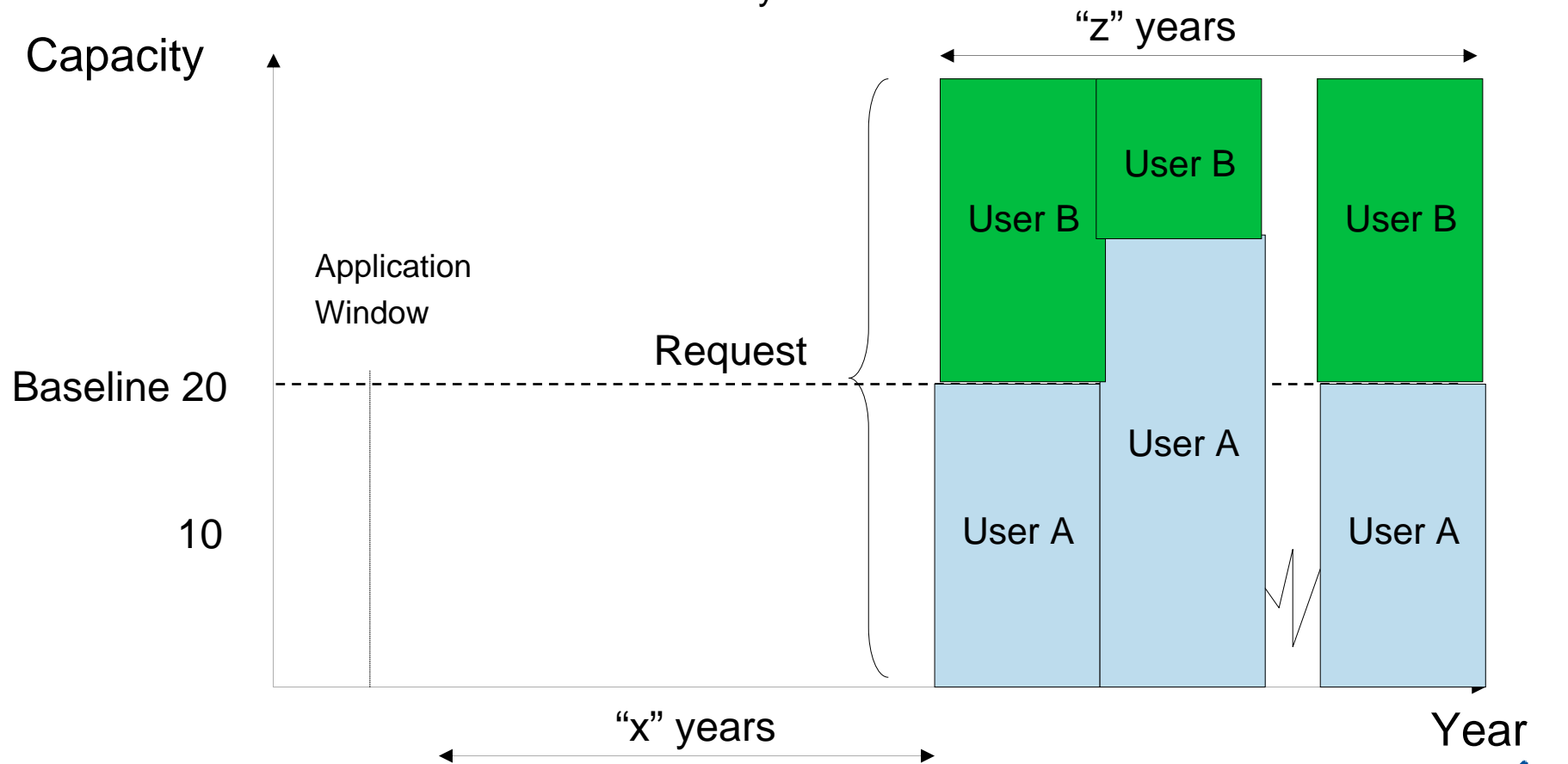
Option U2(A). Two Users want the unsold capacity

- User A provides sustained request of 20 units for at least “z” years, but User B doesn’t
- Each User allocated at their sustained level of request



Option U2(B). Two Users in aggregate want capacity above baseline

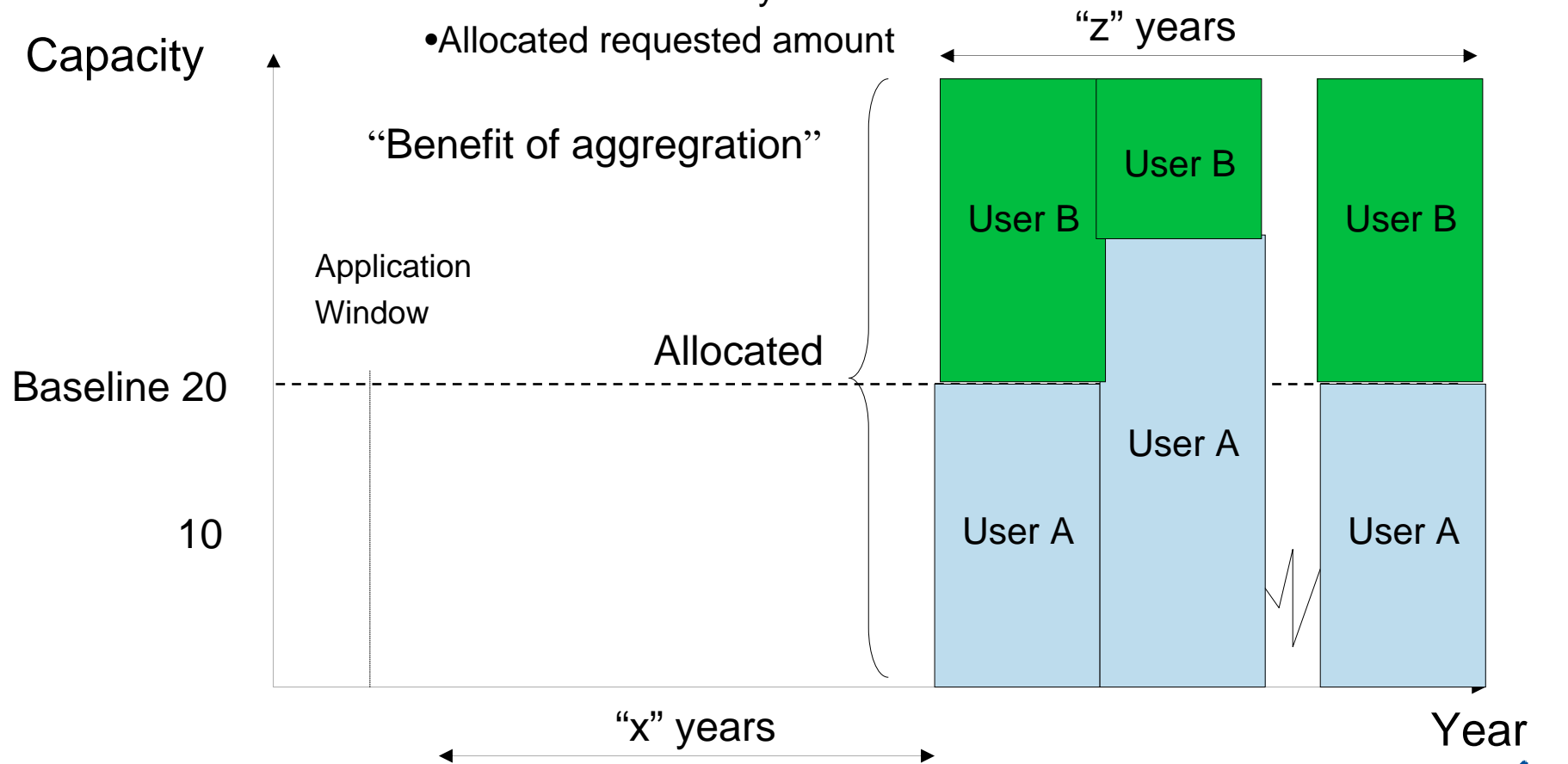
- User A and User B in aggregate provide sustained request of 20 units for at least “z” years



Option U2(B). Two Users in aggregate want capacity above baseline

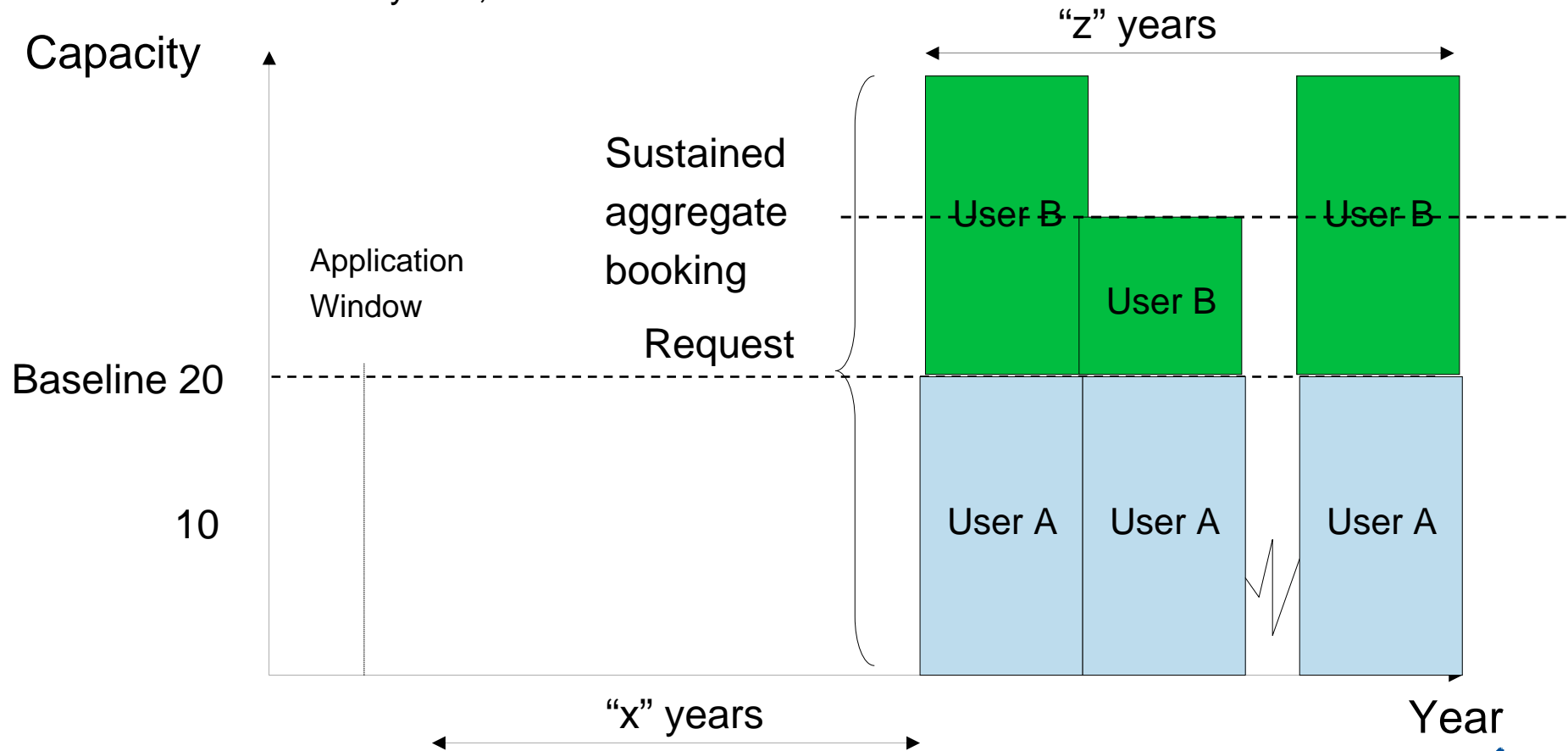
- User A and User B in aggregate provide sustained request of 20 units for at least “z” years

- Allocated requested amount



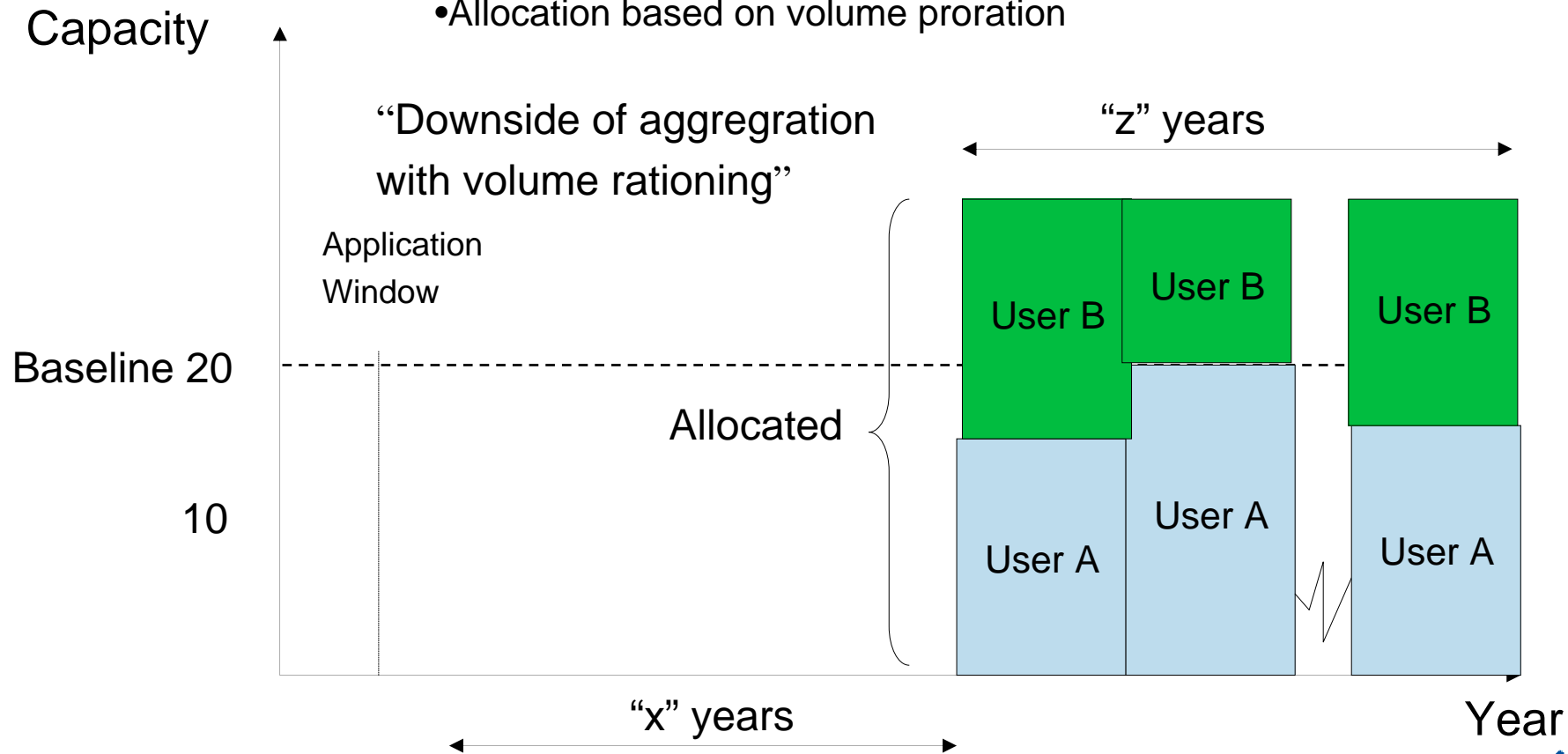
Option U2(B). Two Users in aggregate want capacity above baseline

- User A provides sustained request of 20 units for at least “z” years, but User B doesn’t



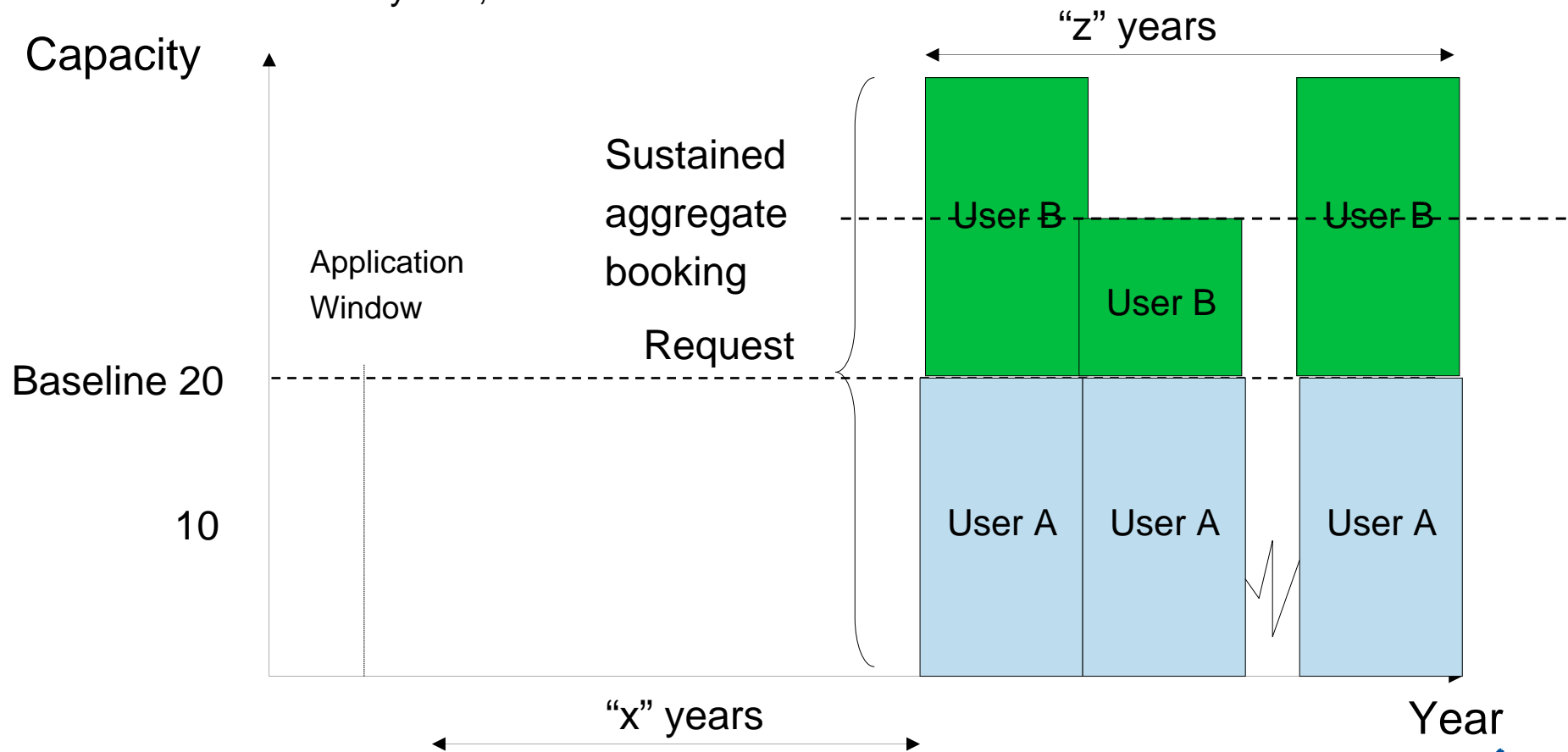
Option U2(B). Two Users in aggregate want capacity above baseline

- User A provides sustained request of 20 units for at least “z” years, but User B doesn’t
- Allocation based on volume proration



Option U3. Two Users in aggregate want capacity above baseline

- User A provides sustained request of 20 units for at least “z” years, but User B doesn’t



Option U3. Two Users in aggregate want capacity above baseline

- User A provides sustained request of 20 units for at least “z” years, but User B doesn’t
- Allocation based on price pro-rata using “clearing price” allocation mechanism

