



APX Group and its role in the UK Gas Market

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Agenda



- What we can do for End Users
- APX Gas' role in the UK Gas Market
- What is the OCM
- Accessing APX Gas UK OCM data
- Who is APX Group

What we can do for End Users



- Provide access to the OCM, via your Shipper giving End Users Real Time access to information, particularly in times of High demand and likelihood of a GBA being called – Not previously available
- Educate End Users on how the market works
- Provide historical trade prices

APX Gas role in the UK Gas Industry



- Was appointed Market Operator in 1999
- Operate the OCM (On the day Commodity Market)
 - We currently have 65 members and we average 170 trades per day
 - We had our highest ever trading Month in May 06, at 467million therms
- Act as a central counterparty in all trades
- Independent to rest of UK Gas Industry
- Provides an anonymous, transparent screen based cleared service to the market
- Ensures access to market regardless of size/origin

What is the OCM



- The OCM operates 3 trading Markets:-
 - Title
 - This is where 99% of all OCM trades take place, including NGT
 - Physical
 - Previously NGT traded on this market, but rarely used now.
 - Locational
 - Used by NGT to relieve NTS constraints and for Gas Balancing Alerts.
- All trades on the OCM contribute towards the UK Gas Cashout prices.
 - System Average Price (SAP)
 - System Marginal Price (Buy)
 - System Marginal Price (Sell)

What market information services do we provide



- View Only Access to the trading screen
- Data Capture and Sales
- Provide price information to Bloombergs, Reuters etc.

Who are APX Group?



- APX Group provides energy exchanges operating markets in North West Europe
 - APX Gas UK
 - APX Power UK
 - APX Gas NL (TTF Hub)
 - APX Gas Zee (Zeebrugge Hub, in conjunction with Huberator)
 - APX Power Netherlands
- APX also provides clearing services in the UK and the Netherlands for Spot Carbon contracts traded/given up to the Climex Alliance
- APX Group revenues for 2005 were €25.2m, 149 Twh Total Volumes traded

Today's Message



- We can now provide you, the End User, with real time access to our Markets.
- We are happy to attend industry forums like this and discuss our views and experiences of the UK Gas regime
- We can provide you with historical trade prices for your own analysis and interpretation.
- THANK YOU FOR LISTENING

A VITAL LINK IN ENERGY TRADING

