

Notice under Sections 7(5) and 8(4) of the Gas Act 1986

This notice is issued by The Gas and Electricity Markets Authority ("the Authority") under sections 7(5) and 8(4) of the Gas Act 1986 ("the Act") in connection with an application for a gas transporter licence ("the Application") made by Greenpark Energy Transportation Limited ('GETL') for the conveyance of gas from extractions sites using pipelines (within the specified area set out below which corresponds with a licence granted by the Department of Business Innovation & Skills to Greenpark Energy Limited for Petroleum Exploration Development) to a pipeline system operated by another gas transporter. The application was received by the Authority on 20 August 2008. In the Application, GETL requested a number of modifications be made to the standard conditions of the licence on the grounds that:

- a. The pipelines will only be operated at high pressures and will only allow gas to flow one way (from the extraction site to a pipeline system operated by another gas transporter);
- b. The gas will not be odourised and therefore will be unsafe for domestic or commercial use, apart from this, the pipe network is intended to be used for export only and no back-up supply will be available, therefore GETL will also not be able to guarantee any customers with a regular gas supply and GETL will not be offering this service;
- c. The short pipelines will be sized to meet the needs of the projects only and will only run through open Countryside;
- d. The pipelines will only connect to the NTS, with title passing to the NTS from the applicant at the connection point.
- e. As there will be no customers connecting to the pipelines and Greenpark Energy Limited (the ultimate holding company of GETL) hold a gas shipper licence, there is no likelihood of competitive shipper activities happening on the network;
- f. There will be no premises connected to GETL's pipeline and no additional construction will occur to connect Customers, or enhance the size of the network.

The Authority has considered that request in accordance with Section 8(3) of the Act.

A. Notice under section 7(5)

1. The Authority proposes to grant a gas transporter licence ("the Licence") under Section 7(2) of the Act to GETL (company number 06977962), whose registered office is situated at 20-22 Bedford Row, London, WC1R 4JS, Great Britain.
2. The Licence, if awarded, will authorise GETL to convey gas through pipes from extraction sites to a pipeline system operated by another gas transporter in the area specified in the map at Appendix 1.
3. The reasons why the Authority proposes to grant the Licence are:

- a. to secure that the reasonable demands for gas in Great Britain are met; and
- b. to secure effective competition in the supply of gas through pipes.

B. Notice under section 8(4)

4. If the Authority decides to grant the Licence to GETL then the Authority proposes to modify the standard licence conditions set out in paragraph 5 below in an identical manner:
 - a. the standard condition shall not have effect in the licence until the Authority has issued a direction;
 - b. the Authority may issue a direction where, on the licensee's application, the Authority grants an extension to the licence;
 - c. the Authority may issue a direction where any of the above stated conditions in paragraphs a to f inclusive change and
 - d. where the Authority issues a direction the standard conditions shall have effect to the extent and subject to the terms specified in the direction.
5. The standard licence conditions to be modified are:
 - 4 – Charging of Gas Shippers - General
 - 4A – Obligations as Regards Charging Methodology
 - 4B – Connection Charging Methodology
 - 4C – Charging of Gas Shippers – Supplemental Connection Charges
 - 4E – Requirement to Enter into Transportation Arrangements in Conformity with Network Code
 - 5A – Information to be provided to the Designated Registrar of Pipes
 - 7 – Provision of information Relating to Gas Illegally Taken
 - 8 – Provision and Return of Meters
 - 9 – Network Code and Uniform Network Code
 - 14 – The Supply Point Administration Agreement
 - 17 – Provisions of Services for Specific Domestic Customer Groups
 - 18 – Arrangements for Access to Premises
 - 20 – Payments in Relation to Standards of Performance
 - 21 – Reporting on Performance
 - 22 – Provision of Information During Unplanned Interruptions
 - 27 – Adjustment of Amounts by Reference to the Retail Prices Index
 - 28 – Termination of Shipping Arrangements
 - 31 – Supply Point Information Service

The proposed modifications are set out in Appendix 2.

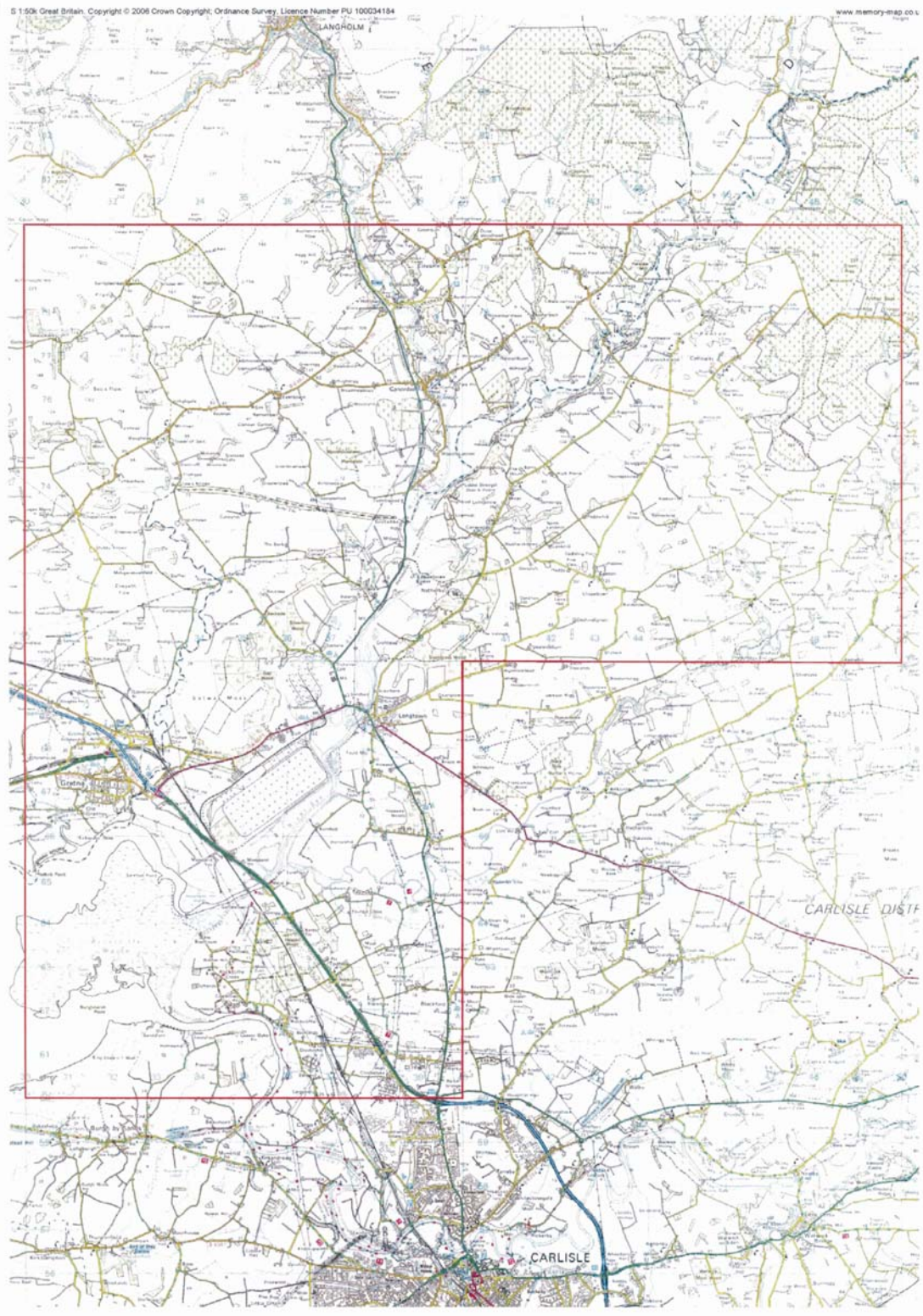
6. The reasons for the proposed modifications are that, having considered the grounds stated above, the Authority is of the view that it is requisite to meet the circumstances of the particular case, in accordance with Section 8(3) of the Act, to modify the licence. Given the limited extent of the licence applied for it is not necessary for the conditions listed above to be in effect in the licence. However, were the licence to be extended it may become necessary for those conditions to have effect.

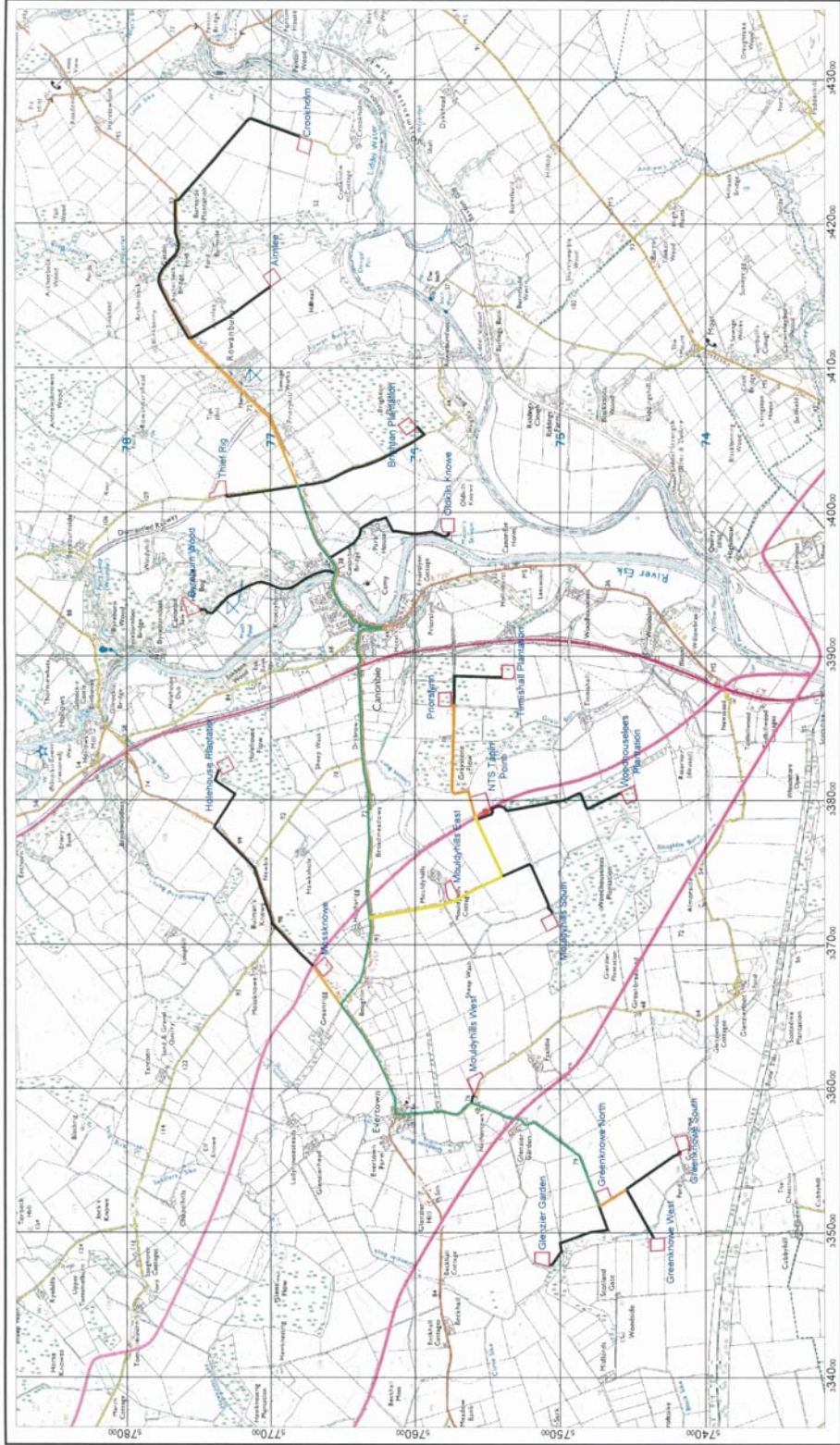
7. Any representations or objections with respect to the proposed grant of the licence to GETL, or in relation to the proposed modifications, may be made on or before 12 April 2010 and should be addressed to Catherine Wheeler at 9 Millbank, London, SW1P 3GE, or catherine.wheeler@ofgem.gov.uk.

Mark Cox
Duly authorised on behalf of the Authority


12 February 2010

Appendix 1











Title: Site Location and Gas Collection System
 Location: PEDL 159
 Ref Code: -
 Date: 14/08/09 Scale: 1:12,500 Original Paper Size: A1
 Drawn by: Marilyn Gray Checked: GW
 Field No: 159
 Project No: 07285 334500
 Northings: 57400
 Eastings: 34000
 Web: www.grepparkenergy.com
 10/3/10




Scale: 1:12,500 @ A0

500 1000m

Legend

	Agreed Proposed Sites		406mm ID
	NTS Pipe Network		300mm ID
	2 x 406mm ID		200mm ID



Greenpark Energy Ltd.

Appendix 2

Proposed amended standard conditions

Each of the standard conditions to be modified (listed below) shall have two paragraphs (set out below) inserted before what is currently the first paragraph. The numbering of the current paragraphs will change accordingly, with paragraph 1 becoming paragraph 3 and so on. The reference number referred to in paragraph 2 will be the publication reference number of the modification notice should the licence be granted with the proposed modifications.

Paragraphs to be inserted (Note that "X" will be replaced with the number of the final paragraph in each of the standard conditions):

- 1 Until the Authority has issued to the licensee a direction pursuant to paragraph 2, paragraphs 3 – X of this condition shall not have effect within this licence; and the licensee shall not be obliged to comply with any of the requirements in paragraphs 3 – X of this condition.
- 2 Where any of the circumstances of the licence that justify paragraph 3 - X not being in effect (see Modification Notice under Section 11 (Reference Number XXX/XX for a list of these circumstances) in this licence change, the Authority may issue the direction indicated in paragraph 1. When the Authority has issued to the licensee a direction, paragraphs 3 – X of this condition shall have effect within this licence from the date specified in the direction; and the licensee shall be obliged to comply with the requirements of paragraphs 3 – X to the extent and subject to the terms specified in the direction.

Standard conditions to be modified:

- 4 – Charging of Gas Shippers - General
- 4A – Obligations as Regards Charging Methodology
- 4B – Connection Charging Methodology
- 4C – Charging of Gas Shippers – Supplemental Connection Charges
- 4E – Requirement to Enter into Transportation Arrangements in Conformity with Network Code
- 5A – Information to be provided to the Designated Registrar of Pipes
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