

Implementation of the CAM network code at Bacton





Agenda

Introductions Lisa Martin

Background, objectives and possible solutions
 David McCrone

Presentation on amending the overrun regime Nick Wye

Breakout groups to discuss proposals and possible alternatives

All

Feedback and general discussion

All

Conclusions and next steps
 Lisa Martin



Purpose of the workshop

- The Capacity Allocation Mechanism (CAM) Network Code must be implemented by 1 November 2015
- We stated in our open letter (October 2013) that we consider Bacton entry capacity needs to be split as a result of CAM
- Shippers have expressed concern about the impact of splitting Bacton on the flexibility they currently have

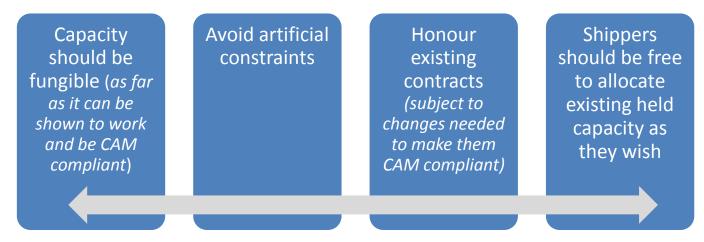
We have three objectives for this afternoon:

- To understand what shippers want in respect of flexibility at Bacton
- To give industry the opportunity to develop potential solutions that are CAM compliant
- To identify whether there are potential solutions that can be taken forward by industry



Shipper objectives

- Our open letter asked how to maximise flexible use of entry capacity at Bacton following implementation of CAM
- Shippers indicated they had a number of objectives

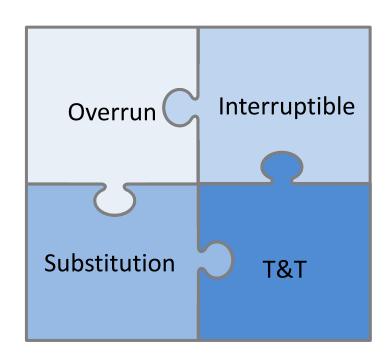


Question: What do these mean in practice? Have we accurately captured what shippers want? Are shippers looking for anything else in terms of flexibility at Bacton?



How might we get there?

- Responses suggested a number of possible options
 - Amending the existing overrun regime
 - Day ahead interruptible capacity
 - Substitution methodology made applicable to new ASEPs
 - Transfer and trade
- Any solution developed by industry must be compliant with the CAM Network Code



Question: What are the views on these options? Are there any more? Can these be made to work with CAM?



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