

Gas SCR**For consultation (16 June 2014)**Response address: wholesale.markets@ofgem.gov.uk

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UNIFORM NETWORK CODE – TRANSPORTATION PRINCIPAL DOCUMENT**SECTION F – SYSTEM CLEARING, BALANCING CHARGES AND NEUTRALITY¹****1.2 System prices**

1.2.1 Subject to paragraphs 1.2.2, ~~and~~ 1.2.5 and Section Q, for each Day:

(a) the "**System Marginal Buy Price**" is the greater of:

(i) the System Average Price plus the Default System Marginal Price; and

(ii) the price in pence/kWh which (subject to Section D4.1.4, 4.1.5(a)) is equal to the highest Balancing Action Offer Price in relation to a Market Balancing Action taken for that Day;

(b) the "**System Marginal Sell Price**" is the lesser of:

(i) the System Average Price less the Default System Marginal Price; and

(ii) the price in pence/kWh which (subject to Section D4.1.4, 4.1.5(b) and 4.1.7) is equal to the lowest Balancing Action Offer Price in relation to a Market Balancing Action taken for that Day;

(c) the "**System Average Price**" for a Day is (subject to Section D4.1.4 and 4.1.6) the price in pence/kWh calculated as the sum of all Balancing Transaction Charges divided by the sum of the Market Transaction Quantities and Non-Trading System Transaction Quantities for all Balancing Transactions respectively effected in respect of that Day.

¹ Implementation of modification 0428 effective 06:00hrs on 01/04/2014, will amend this document in whole or in part.