

To: All holders of a gas shipper licence

**Gas Act 1986
Section 23(1)(b)**

**MODIFICATION OF THE STANDARD CONDITIONS OF GAS SHIPPER LICENCES
GRANTED UNDER SECTION 7A(2) OF THE GAS ACT 1986**

Whereas –

1. Each of the companies to whom this document is addressed (a Licence Holder) has been granted a licence (a Licence) under section 7A(2) of the Gas Act 1986 (the Act).
2. In accordance with section 23(2) of the Act the Gas and Electricity Markets Authority (the Authority) gave notice on 14 April 2015 (the Notice) that it proposed to modify Standard Licence Condition 1(1) (Definitions and Interpretation) of the Licence and by requiring any representations in respect of the modification to be made on or before 4 June 2015.
3. In accordance with section 23(4)(b) of the Act, the Authority gave notice of its intention to make the modification to the Secretary of State on 14 April 2015. The Authority has not received a direction to not make the modification.
4. Prior to the close of the consultation period in respect of the Notice, the Authority received five responses. All non-confidential responses have been placed on the Ofgem website. The Authority's response to these comments is set out in the letter¹ accompanying this Notice.
5. The Authority has carefully considered all responses received in relation to the proposed modification.
6. The Authority gives the following reasons for making the licence modification: that it considers the modification to be the most appropriate way to facilitate the implementation of certain aspects of the EU Network Code² on Capacity Allocation Mechanisms in Gas Transmission Systems³ (CAM) and the EU Network Code on Balancing of Gas Transmission Networks⁴ (BAL). More information on the reason and effects of the licence modification is set out in our accompanying letter to this Notice, in our statutory consultation dated 14 April 2015⁵ and in our open letter consultation dated 28 July 2014.⁶
7. The effect of the modification will be to amend the stated beginning and end times of the Great Britain (GB) gas day stated in the definition in the licences from 6am to 5am. This change will align the definition with the times of the "gas day" as defined in the above EU Network Codes.

¹ 'Licence modifications to gas licences under Section 23 of the Gas Act 1986 to ensure Great Britain's (GB's) compliance with the European Union legislative definition of gas day' (12 June 2015) available at: www.ofgem.gov.uk

² The EU Network Codes are a number of legally binding EU Regulations made under the package of EU legislation on European gas and electricity markets that is referred to as the Third Package.

³ Commission Regulation (EU) No 984/2013 of 14 October 2013 establishing a Network Code on Capacity Allocation Mechanisms in Gas Transmission Systems and supplementing Regulation (EC) No 715/2009 of the European Parliament and of the Council: <http://eur-lex.europa.eu/LexUriServ/LexUriServ.do?uri=OJ:L:2013:273:0005:0017:EN:PDF>.

⁴ Commission Regulation (EU) No 312/2014 of 26 March 2014 establishing a Network Code on Gas Balancing of Transmission Networks: <http://eur-lex.europa.eu/legal-content/EN/TXT/PDF/?uri=CELEX:32014R0312&rid=1>.

⁵ "Statutory consultation on proposed licence modifications to ensure Great Britain's ("GB's") compliance with the European Union legislative definition of gas day" (14 April 2015) available on our website: www.ofgem.gov.uk.

⁶ <https://www.ofgem.gov.uk/publications-and-updates/consultation-modification-legislation-and-licences-comply-eu-legislative-definition-gas-day>.

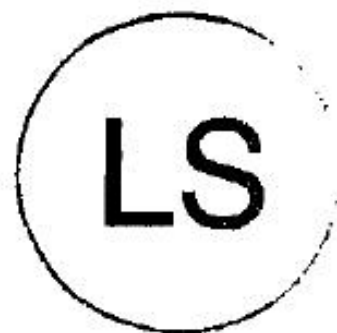
8. Where an application for permission to appeal the Authority's decision is made to the Competition and Markets Authority under section 23B of the Act, Rule 5.7 of the CMA's Energy Licence Modification Appeals Rules⁷ requires that the appellant must send to any relevant licence holders who are not parties to the appeal a non-confidential notice setting out the matters required in Rule 5.2. The attached Schedule 2 provides a list of the relevant licence holders in relation to this modification. The meaning of 'relevant licence holder' is set out in section 23(10) of the Act.

Now therefore

In accordance with the powers contained in section 23(1)(b) of the Act, the Authority hereby modifies the standard licence conditions for all gas shipper licences in the manner specified in attached Schedule 1. This decision will take effect on and from 1 October 2015.

This document constitutes notice of the reasons for the decision to modify the gas shipper licences as required by section 38A of the Act.

**The Official Seal of the Gas and Electricity Markets Authority
here affixed is authenticated by the signature of**



.....
Paul Branston
Associate Partner, Gas Networks
duly authorised on behalf of the Gas and Electricity Markets Authority

[12 June 2015]

⁷ The rules were published by the Competition Commission in September 2012. On 1 April 2014, the Competition Commission was abolished and its functions transferred to the Competition and Markets Authority (CMA). The Competition Commission rules have been adopted by the CMA Board.

Schedule 1: Licence Drafting (gas shipper licence)

Standard Licence Condition 1(1) (Definitions and Interpretation)

“day” means a period beginning at 65am on one day and ending immediately before 65am on the following day, and “daily” shall be construed accordingly;

Schedule 2: Relevant Licence Holders⁸

Abbey Securities (UK) Limited
Abeer INT UK LTD
Actogas GmbH
AES Ballylumford Limited
Aikafour Limited
Alpha Fuels Limited
Alpiq Ltd
Alpiq Suisse Ltd
Axpo UK Limited
Barclays Bank Plc
Barrow Shipping Limited
Better Energy Supply Limited
BG Gas Services Limited
BNP Paribas
Bord Gais Energy Limited
BP Exploration Operating Company Limited
BP Gas Marketing Limited
British Gas Trading Limited
Britoil Public Limited Company
BTG Pactual Commodities (Switzerland) S.A.
Business Energy Solutions Limited
C&M Distributors (UK) Limited
Calor Gas Limited
Canatxx Shipping Limited
Cargill International S.A.
Cargill PLC
Castleton Commodities Merchant Europe Sarl
Cemcor Energy Trading GmbH
Centrica Energy Limited
Centrica Storage Limited
Ceres Energy Limited
CEZ a.s.
CFP Trading Limited
Chevron North Sea Limited
Chevron Products UK Limited
Chive Fuels Limited
Citigroup Global Markets Limited
COER2 Commodities
Commerzbank AG
Conocophillips (UK) Limited
Contract Natural Gas Limited
Co-Operative Energy Limited
Corona Energy Retail 1 Limited
Corona Energy Retail 2 Limited
Corona Energy Retail 4 Limited
Corona Gas Management Limited
Coulomb Energy Supply Limited
Credit Suisse International
Crown Gas and Power Limited
Daligas Limited

⁸ Gas licence holders are listed at: <https://www.ofgem.gov.uk/publications-and-updates/all-gas-licensees-registered-addresses>

Danske Commodities A/S
DB Energy Commodities Limited
Delta Commodities (UK) Plc
Delta Energy B.V.
Det Norske Oljeselskap AS
Deutsche Bank AG London
Dong Energy Sales (UK) Limited
DONG Energy Salg & Service A/S
Drax Power Limited
Dual Energy Shipping Limited
Dufenergy Trading SA
E.ON Energy Gas (Eastern) Limited
E.ON Energy Gas (North West) Limited
E.ON Energy Solutions Limited
E.ON Global Commodities SE
E.ON UK Gas Limited
E.ON UK Industrial Shipping Limited
E.ON UK Plc
Eclipse Energy Supply Limited
EconGas GmbH
Economy Energy Trading Limited
EDF Energy PLC
EDF Trading Limited
Electrabel n.v./s.a.
Electrade S.p.A.
Electricite de France SA
Electricity Supply Board
Elektrizitats-Gesellschaft Laufenburg AG
ELF Exploration UK Plc
Endesa Trading SA
Eneco Energy Trade BV
Enel Trade SpA
Energy Logistics and Services GmbH
Energy24 Limited
Energys VM Gestion de Energia S.L.
ENI Gas & Power NV
ENI Trading & Shipping S.P.A
ENI UK Limited
ENOI SPA
E (Gas and Electricity) Limited
ESB Independent Generation Trading Limited
Esso Exploration and Production UK Limited
European Commodity Clearing AG
ExxonMobil Gas Marketing Europe Limited
FCL Petroleum Limited
First Utility Limited
Flogas Britain Ltd
Flow Energy Limited
Freepoint Commodities Europe LLP
Gasrec Limited
GasTerra B.V.
Gateway LNG Company Limited
Gateway Storage Shipping Company Limited
Gazprom Marketing & Trading Limited
Gazprom Marketing & Trading Retail Limited

GDF SUEZ
GDF Suez Marketing Limited
GDF Suez Solutions Limited
GDF Suez Teesside Limited
GDF Suez Trading
GECX Group Limited
Glencore Energy UK Limited
Global Energy Trading SA Luxembourg, Zug Branch
Global Investments Group Limited
Green Eco Trading Limited
Green Energy (UK) plc
Gunvor International B. V.
Hartree Partners Power & Gas Company (UK)
Limited
Hudson Energy Supply UK Limited
Iberdrola Generacion Espana, S.A.U
Iberdrola Generacion S.A.U
Ineos Chlor Energy Limited
Inspired Energy Solutions Limited
International Power Fuel Company Limited
J Aron & Company NY
J.P. Morgan Markets Limited
J.P. Morgan Securities plc
J.P. Morgan Ventures Energy Corporation
KAL-Energy Limited
Koch Commodities Europe Limited
Koch Supply & Trading Sarl
LED ECO Lights Limited
Locus Energy Ltd
Macquarie Bank Limited
Marathon Oil UK Limited
Mercuria Energy Europe Trading Limited
Mercuria Energy Trading SA
Merrill Lynch Commodities (Europe) Limited
Microdyne Limited
Mitsui Bussan Commodities Ltd
Mitsui Global Gas UK Ltd
Morgan Stanley & Co International Limited
Morgan Stanley Capital Group Inc
Mydas A.G.
Nationwide Electricity Limited
Neas Energy A/S
Noble Clean Fuels Limited
North Sea Gas Limited
Npower Commercial Gas Limited
Npower Direct Limited
Npower Gas Limited
Npower Northern Limited
Npower Yorkshire Limited
OMV Trading GmbH
Open4Energy Limited
Opus Energy Limited
Opus Gas Limited
Ovo Gas Limited
Palmetto Natural Gas Holdings LLC

PetroChina International (London) Co., Limited
Petronas Energy Trading Limited
Phillips 66 Trading Limited
Places for People Energy Limited
Plus Shipping Services Limited
Portland Gas Storage Limited
Rabo Trading Netherlands B.V.
Regent Gas Limited
Regent Park Energy Limited
Resource Energies Limited
RRP Investments Limited
RSG Harrow Limited
RWE Generation UK Plc
RWE Supply & Trading Netherlands .B.V.
RWE Supply & Trading Switzerland S.A.
RWE Supply and Trading GmbH
S. C. Isramart SRL
Scottish Power Energy Management Limited
Seaboard Energy Gas Limited
Shell Energy Europe Limited
SmartestEnergy Limited
Social Ventures in Energy Limited
Societe Generale
Société Valmy Défense 17
Sonatrach Gas Marketing UK Limited
South Hook Gas Company Ltd
Southern Electric Gas Limited
Spalding Energy Company Limited
Spark Gas Shipping Limited
SSE Airtricity Gas Supply (NI) Limited
SSE Energy Supply Limited
SSE Hornsea Limited
Star Energy Weald Basin Limited
Statkraft Energi AS
Statkraft Markets GmbH
Statoil (UK) Limited
Statoil Energie AS
Storengy UK Limited
Suisse Gas UK Limited
Sutton Bridge (Transactions) Limited
Swift Administration Limited
T. Baden Hardstaff Ltd
The Gas & Electricity Supply Company Ltd
The Nuclear Decommissioning Authority
The Renewable Energy Company Limited
The Royal Bank of Scotland Public Limited Company
Total E&P UK Ltd
Total Gas & Power Limited
Trafigura Beheer B.V.
Trafigura Nat Gas Limited
TrailStone GmbH
Tullow Oil SK Limited
Tynagh Energy Limited
UK Healthcare Corporation Limited
Unigas Limited

Universal Bioenergy Limited
Utility Professional Business Operations Ltd
Uttily plc
Valero Energy UK Ltd
Vattenfall Energy Trading Netherlands NV
Vattenfall Energy Trading GmbH
Vayu Limited
Viridian Energy Limited
Vitol S.A. Geneeva
VNG - Verbundnetz Gas Aktiengesellschaft
Winchester Gas Distribution Limited
WINGAS GmbH
Wingas Storage Enterprises Limited
Wingas UK Limited