Appendix 1 Questions for all interested parties

We welcome responses to the questions in Annex 1 or any other relevant data. We will consider any views about future capacity needs as expressions of interest and not firm commitments

Please submit reasons and supporting evidence (where possible) for your answers to the questions, which will be especially helpful to us.

1. General - Competition

- 1.1. Do you think that changing arrangements for accessing Licence Baseline Exit Capacity at Bacton (BBL):
 - 1.1.1. Would be good for competition?
 - 1.1.2. Would improve efficiency and competitive bi-directional interconnection with Europe?
 - 1.1.3. Would open new trading opportunities for Shipper User?
 - 1.1.4. Would provide additional access to existing storage facilities in Europe that Shipper Users would value?
 - 1.1.5. Would make GB a more attractive place for LNG deliveries due to the additional interconnection with Europe?
 - 1.1.6. Would be good for market GB's gas market liquidity and transit flows? \bigvee
 - 1.1.7. Would be good for consumers? If yes, how would consumers and Shipper Users benefit from this additional capacity to flow gas to Europe?
- 1.2. Please state any other reasons, why different arrangements for accessing capacity on exit at Bacton (BBL) would impact competition.

Brexit uncertanty

2. Specific - Market demand

- 2.1. Would the option of having the opportunity to purchase <u>Licence Baseline Exit Capacity</u> at Bacton (BBL) be relatively attractive compared to current arrangements? Yes, but depends on
- 2.2. General interest from Shipper Users in purchasing exit capacity at Bacton (BBL):
 - 2.2.1. Would you be interested in reserving exit capacity at Bacton (BBL), either now or at a future date? Yes, depends on price
 - 2.2.2. If yes, what capacity would you be interested in reserving: firm (obligated and/or non-obligated), interruptible or both?
 - 2.2.3. If interested in firm capacity, would you be more interested in short-term or long-term capacity products? Depends on price & trading position
- 2.3. Overall interest from Shipper Users in purchasing Licence Baseline Exit Capacity products on exit at Bacton (BBL):

- Please indicate the volume (___ GWh/day, duration (in years) and price (in \pounds) to which you would be interested in purchasing.
- Would you be willing to enter into a long-term contract which covers 2.3.2. the indicated amount of capacity from the previous question 2.3.1? If not, please indicate why and which products on exit at Bacton (BBL) you would you be interested in purchasing for the indicated amount.
- 2.4. Overall shipper interest in interruptible capacity products on exit at Bacton (BBL):
 - If only interruptible products were available at Bacton (BBL), would 2.4.1. you be interested in purchasing them and why? Yes idepends on price
 - Providing the price spread is favourable, would you be interested in day-ahead interruptible products on exit? If yes, please indicate the volume (GWh/day) that you would be interested in.
- 2.5. Overall interest from Shipper Users in accessing storage facilities in Europe:
 - Are you interested in physical reverse flow at Bacton (BBL) to access 2.5.1. storage facilities in Europe?
 - If yes, please indicate the volume that you may be interested in flowing to store in Europe.
- 2.6. The benefits/challenges from the change in arrangements for accessing exit capacity at Bacton to allow Shipper Users to access Licence Baseline Exit Capacity at Bacton (BBL):
 - What do you believe would be the benefits of such a change in existing arrangements at Bacton (BBL)? More certainty on booked capacity + standardisation of booking process.

 What do you believe would be the key challenges and disadvantages
 - 2.6.2. of changing existing arrangements at Bacton (BBL)? time frame of implementation + market consensus

3. Other points

- If available, please share with us your own demand 3.1.1. forecasts/expectations which may relate to GB's exports to the Continent.
- In your opinion, is there going to be demand for GB gas in Europe? If 3.1.2. yes, what are the assumptions underlying these trends.
- 3.1.3. In your opinion, would changing the existing arrangements for accessing exit capacity at Bacton (BBL) have any implications for gas security of supply in GB? If yes, please specify.
- Which auctions do you prefer/usually bid into and why? Booking via Prisma + implicit allocation 3.1.4.
- 3.1.5. Is there anything you would wish to add on the topic? mechanism