

BBLC Implicit Allocation Guidance Document

Introduction

The *BBLC Implicit Allocation Guidance Document* together with Exhibit I of the *BBL Company General Terms & Conditions (Implicit Allocation)*, sets out the rules that apply to the *Implicit Allocation of Transmission Capacity IA*.

In the *BBL Company General Terms & Conditions (GTC)* the terms defined shall have the same meaning when used in this *BBLC Implicit Allocation Guidance Document*.

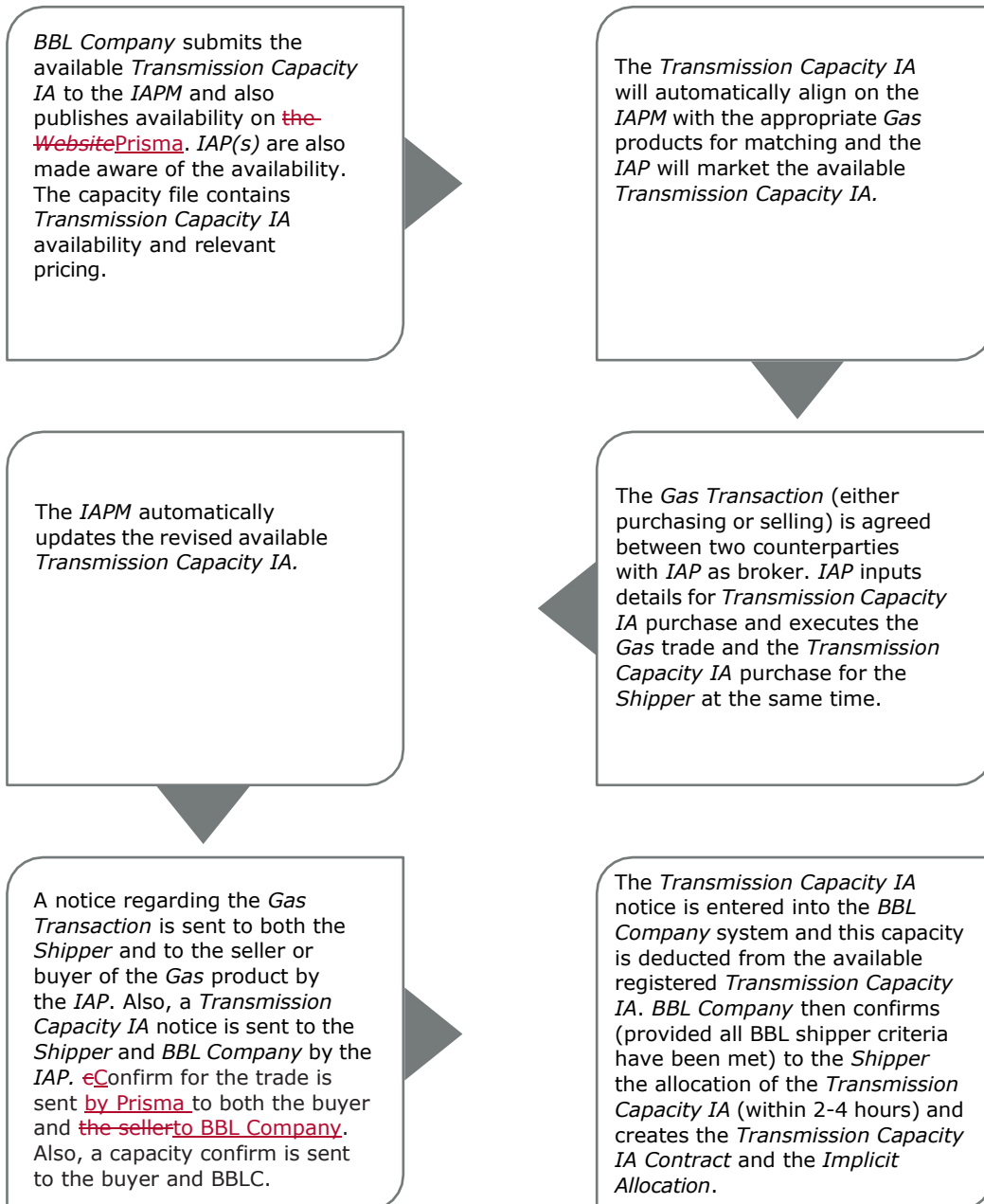
BBL Company and partners in the Implicit Allocation process

BBL Company will appoint an *Implicit Allocation Partner(s) (IAP)* to offer *Transmission Capacity IA* on behalf of *BBL Company* in combination with an equivalent quantity of *Gas*.

BBL Company in cooperation with the *IAP* will also appoint an *Implicit Allocation Platform (IAPM)* to ensure that offered *Transmission Capacity IA* sold through the *IAP* is displayed in a clear and transparent manner.

The process involving both the *IAP* and *IAPM* for the purchase of *Transmission Capacity IA* through the *Implicit Allocation* is shown below.

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Requirements for Shippers to be able to participate in the Implicit Allocation process

Shippers who wish to buy Transmission Capacity IA products through Implicit Allocation must:

- 1) Become a formal BBL Shipper and need to sign the BBL Company General Terms & Conditions
- 2) Conclude a contractual agreement with the Implicit Allocation Partner
- 3) Obtain access to the Implicit Allocation Platform.

Transparency in regards to available capacity and products offered through Implicit Allocation

BBL Company will make Transmission Capacity IA products (see Table 1) available for sale through the Implicit Allocation process. BBL Company will offer a maximum of 90% of the available capacity via Implicit Allocation for capacity products up to and including the fifth (5th) Gas Year. From the sixth (6th) Gas Year onwards BBL Company will offer a maximum of 80% of the available capacity via Implicit Allocation. All Transmission Capacity IA will be offered as firm, unbundled capacity.

After the monthly PRISMA auction has taken place, BBL Company will offer an additional maximum of 90% of the after the Implicit Allocation Process available capacity for Transmission Capacity IA that is available for the applicable month

All Transmission Capacity IA products offered through Implicit Allocation will be available for sale at the BBL Exit Point (firm forward flow) and Entry Point Reverse Flow at Bacton.

The quantity of Transmission Capacity IA that will be made available for sale through Implicit Allocation each Gas Day will be published in an up-to-date, actual overview on the [IAMP BBL Company Website](#).

BBL Company makes sure that the IAP and the IAPM will also be provided with an up-to-date overview on available Transmission Capacity IA and the relevant capacity tariffs.

BBLC will offer following Transmission Capacity IA products via Implicit Allocation:

- Monthly, Quarterly, Seasonal, Annual, Balance of the Month, Weekend, Working days next week, Daily.

Table 1: Overview of tenors and relevant available Transmission Capacity IA

Implicit Allocation Offer			Restrictions	
Product Length	Period	Availability	Max. Available Capacity (%)	Profiling
annual	Gas Year (GY)	8 front GYs	80-90	none
Seasonal	2 contiguous quarters	15 front GYs	80-90	none
quarterly	calendar quarter	15 front GYs	80-90	none
monthly	calendar month	15 front months	90 of the available capacity +90 of the thereafter available capacity after the monthly Prisma auction	none
Balance of the Month	Remainder of the calendar month	Not applicable	90+90 of the remaining available capacity after the monthly Prisma auction	

Weekend, Working Days next week, Daily	As stated	Not applicable	90+90 of the remaining available capacity after the monthly <i>Prisma</i> auction	
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~~BBLC will publish all~~ The available transmission capacity and all sold transmission capacity (via *Implicit Allocation*

~~or via PRISMA auctions~~) will be published on the IAMP. ~~BBL Company Website~~.

Capacity tariffs for *Transmission Capacity IA*

BBL Company will publish the tariffs of *Transmission Capacity IA* for any potential product at on the *BBL Company Website*. Tariffs of *Transmission Capacity IA* are in line with the *BBL Company* charging methodology. *Transmission Capacity IA* will be sold on a First Come First Serve base and therefore only involves the reserve price and no additional "surcharge".

Product compatibility between *PRISMA* products and *Transmission Capacity IA*

Transmission capacity IA will not be offered at the same time as capacity on the *PRISMA* platform. There will be no overlap of capacity being offered at a certain moment in time to make sure no transmission capacity will be sold twice. Before the start of a *PRISMA* auction all offered *Transmission capacity IA* will be removed for sale from the ~~*Implicit Allocation Platform IAMP*~~. Unsold transmission capacity can be offered for sale via *Implicit Allocation* again after the *PRISMA* auction has taken place.

BBL Company will provide a forward view on the *BBL Company Website* as to when *Implicit Allocation* will be suspended due to the *PRISMA* auction process.

The matching process of *Implicit Allocation*

Transmission Capacity IA may only be allocated by the *Implicit Allocation Partner(s)* in tandem with and simultaneously to the execution of a *Gas Transaction* (either purchasing or selling) for a corresponding quantity of *Gas*. Furthermore, the following criteria must be met :

- 1) The purchase/sale of the *Gas* must be made between a seller/buyer of *Gas* (who is also client of the *Implicit Allocation Partner(s)*) and the *Shipper*
- 2) The *Gas* product must be physically settled
- 3) The tenor of the purchased/sold *Gas* product must correspond directly with the tenor of the purchased *Transmission Capacity IA*
- 4) The volume of the *Gas* product must correspond directly with the volume of the purchased *Transmission Capacity IA*
- 5) The *Gas* product must be purchased/sold at a delivery point or hub within North West Europe, including delivery points and hubs in Europe

The *Transmission Capacity IA* and the *Gas* product form the *Matched Product*.

The matching will result in two transactions:

- *Gas transaction* (Commodity deal between the *Shipper* and the seller/buyer of the *Gas* product)
- *Implicit Allocation Transaction* (*Transmission Capacity IA* between *BBL Company* and the *Shipper*)

Miscellaneous

Please be aware that *Transmission Capacity IA* products, *Gas* products and the conditions described in this

BBLC Implicit Allocation Guidance Document may be amended by *BBL Company* from time to time.