SMALL FIELDS ACCOMMODATION (SFA)

1. As a consequence of the *GTS* fulfilment of the Dutch Gas Act (article 54a), *GTS* offers specific provisions for contracting *entry capacity* related to *gas* originating from *small fields*. These SFA provisions are mentioned in this Appendix 9. In case of conflict, the conditions in this Appendix 9 shall prevail over any provision of the *general conditions*.

2. Definitions

For the purpose of this Appendix 9 the following definitions shall have the meaning ascribed to them, in addition to the definitions in the *general conditions*, except where the context expressly provides otherwise.

"small field":

a collection of one or more **gas** wells in the Dutch part of the continental shelf of the North Sea, or in The Netherlands other than the Groningen field and not being a storage.

"small field capacity":

the maximum **hourly** flow rate of **gas**, expressed in kWh/**hour**, expected by **shipper** for a small field to be delivered at an SFA entry point.

"small field licensee":

the legal entity (entities) holding a license for production of gas from a small field.

"SFA entry capacity":

entry capacity related to gas from small fields at an SFA entry point.

"Non-SFA entry capacity":

entry capacity related to **gas** from outside the Netherlands (imported gas), which can also be delivered at an SFA entry point, but which does not qualify as gas from a small field.

"SFA entry point":

entry point, where *SFA entry capacity* can be contracted. An **entry point** shall be qualified as *SFA entry point* if and only if this is indicated in Appendix 1 marked 'SFA'.

"SFA contract period":

contract period for SFA entry capacity consisting of twelve consecutive gas months.

"SFA capacity contract":

a contract data sheet for a contracted capacity product (year, quarter, month, day) on an SFA entry point.

"SFA yearly/quarterly/monthly booking request form":

binding booking request form for a yearly capacity product or one or more quarterly or monthly capacity products.

"SFA daily booking request form":

binding booking request form for one or more daily products.

"SFA allocation"

allocated hourly volume on an *SFA entry point*, used for the optimization of contracted capacity products afterwards.

3. Capacity products, SFA booking procedure and SFA contracting

3.1. GTS offers yearly, quarterly, monthly and daily capacity products at SFA entry points.

A quarterly product, monthly product and daily product can only be booked if, prior to that, a yearly product has been contracted at that specific *SFA entry point*. In that case *shipper* may contract additional capacity by requesting for one or more quarterly products and/or one or more monthly products and/or one or more daily products at an *SFA entry point*.

The quarterly product can only be contracted insofar as the entire quarter falls within the *SFA* contract period. The daily product can only be contracted in case of production testing activities for one or more *small fields*.

- 3.2. To contract the yearly product or a quarterly product or a monthly product **shipper** shall send the SFA yearly/quarterly/monthly booking request form to GTS at least 10 business days before the start of the contract period.
- 3.3. To contract a daily capacity product **shipper** shall send the SFA daily booking request form to GTS at least 2 business days (with a minimum of 48 hours) before the start of the contract period.
- 3.4. The SFA yearly/quarterly/monthly booking request form and the SFA daily booking request form are available at the GTS website.
- 3.5. The requested **entry capacity** meets the provisions of this Appendix and will be considered as SFA entry capacity if, and only if, the **gas** related to the **entry capacity** originates from a **gas** field that qualifies as a small field. In order to be able to ascertain this, the SFA yearly/quarterly/monthly booking request form and the SFA daily booking request form shall contain the following information, which shall be based on the latest information from the small field licensee(s):
 - name of the small field; and
 - **entry point**; and
 - small field capacity in kWh/hour.
- 3.6. In case the **shipper** wants to book *SFA* entry capacity for a new small field or for an existing small field of which the **gas** quality has changed, **shipper** shall provide *GTS*, prior to a booking request for such a small field, with the following information, which shall be based on the latest information from the small field licensee(s):
 - name of the small field; and
 - entry point; and
 - small field capacity in kWh/hour; and
 - gross calorific heating value (Hs) in kWh/ $m^3(n)$; and
 - carbon dioxide (CO2) in volume %; and
 - Wobbe Index (WI) in kWh/m³(n).
- 3.7. It is understood that the requested *SFA entry capacity* is subject to availability, which is determined by *GTS*. The contracted *SFA entry capacity* shall be confirmed by *GTS* by means of a *contract data sheet*, in which it is explicitly declared that this Appendix 9 is applicable.
- 3.8. Once *PRISMA* is capable of handling the capacity products related to the SFA, it will be used for booking requests for these products. In that case the *SFA yearly/quarterly/monthly booking request form* and the *SFA daily booking request form* shall not be used anymore. *GTS* will

inform **shippers** about such a change and will define a migration scheme for using **PRISMA** after consultation of **shippers**.

4. Optimization of contracted SFA entry capacity products after the end of the SFA contract period

- 4.1. After GTS has issued the accountable hourly **allocations** for the SFA contract period, GTS shall replace all existing SFA capacity contracts for the SFA contract period by new SFA capacity contracts according to article 4.2.
- 4.2. For each *gas month* of the *SFA contract period*, the capacity value on an *SFA entry point* for that *gas month* shall be equal to the allocated value of the gas hour with the highest *SFA allocation* in that *gas month*. This capacity profile will be contracted by a new set of capacity products which constitute that capacity profile and which, according to article 2.1.2 Transmission Code Gas TSO, generates the lowest amount chargeable for the new *SFA capacity contract*.
- 4.3. The SFA allocation shall be determined according to the next three steps:
 - 1) In case only SFA entry capacity has been booked at an SFA entry point, the SFA allocation shall be equal to the accountable hourly **allocation**.
 - 2) In case both Non-SFA entry capacity and SFA entry capacity have been booked at an SFA entry point, the SFA allocation shall be calculated by multiplying the hourly allocation by the SFA entry capacity divided by the total contracted capacity, which is the sum of the Non-SFA entry capacity and the SFA entry capacity.
 - 3) The daily capacity contracts will not be changed and shall be considered to be fully used. As a consequence, the SFA allocation will be adjusted for all hours of that gas day, by subtracting the capacity value of the daily capacity contract from the SFA allocation, which was determined in step 1 or step 2.

5. Amounts chargeable and invoicing

- 5.1. During the *SFA contract period* the regular invoices for contracted capacity and capacity exceedings shall be issued.
- 5.2. After optimization of the *SFA capacity contracts*, the amount chargeable for the new *SFA capacity contracts* shall be calculated. This amount will be settled (without interest) with the previously charged amounts as referred to in article 5.1.