



european network
of transmission system operators
for gas

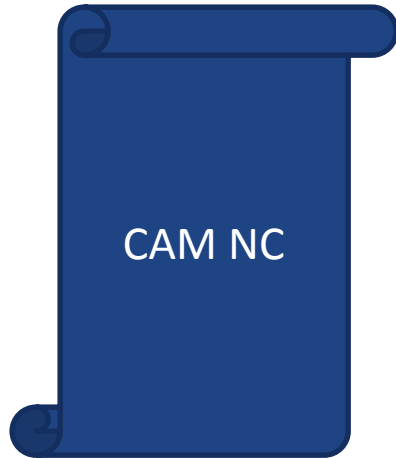
Draft Refined Incremental Proposal

GAC WS 2

Brussels – 22 September 2014

What is the incremental proposal?

The process by which capacity demand beyond the offer of existing capacity can be satisfied in a market-based manner, if the necessary investments are efficient and financially viable.



Amendment of CAM NC

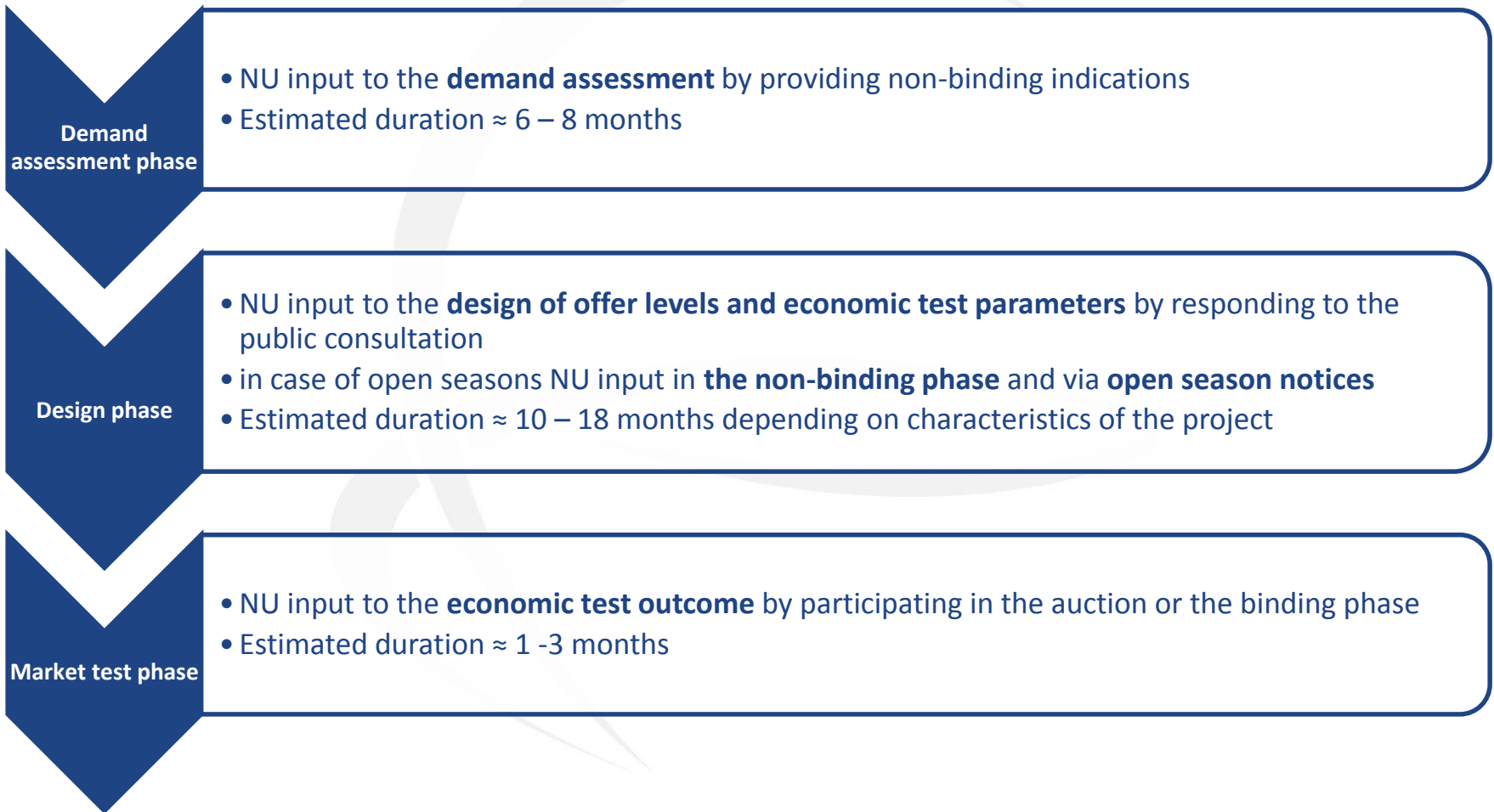
- Extending the scope of the Regulation
- Amending the auctioning principles where necessary
- Addition of co-ordination and transparency requirements
- Addition of Open Season procedures as allocation mechanism



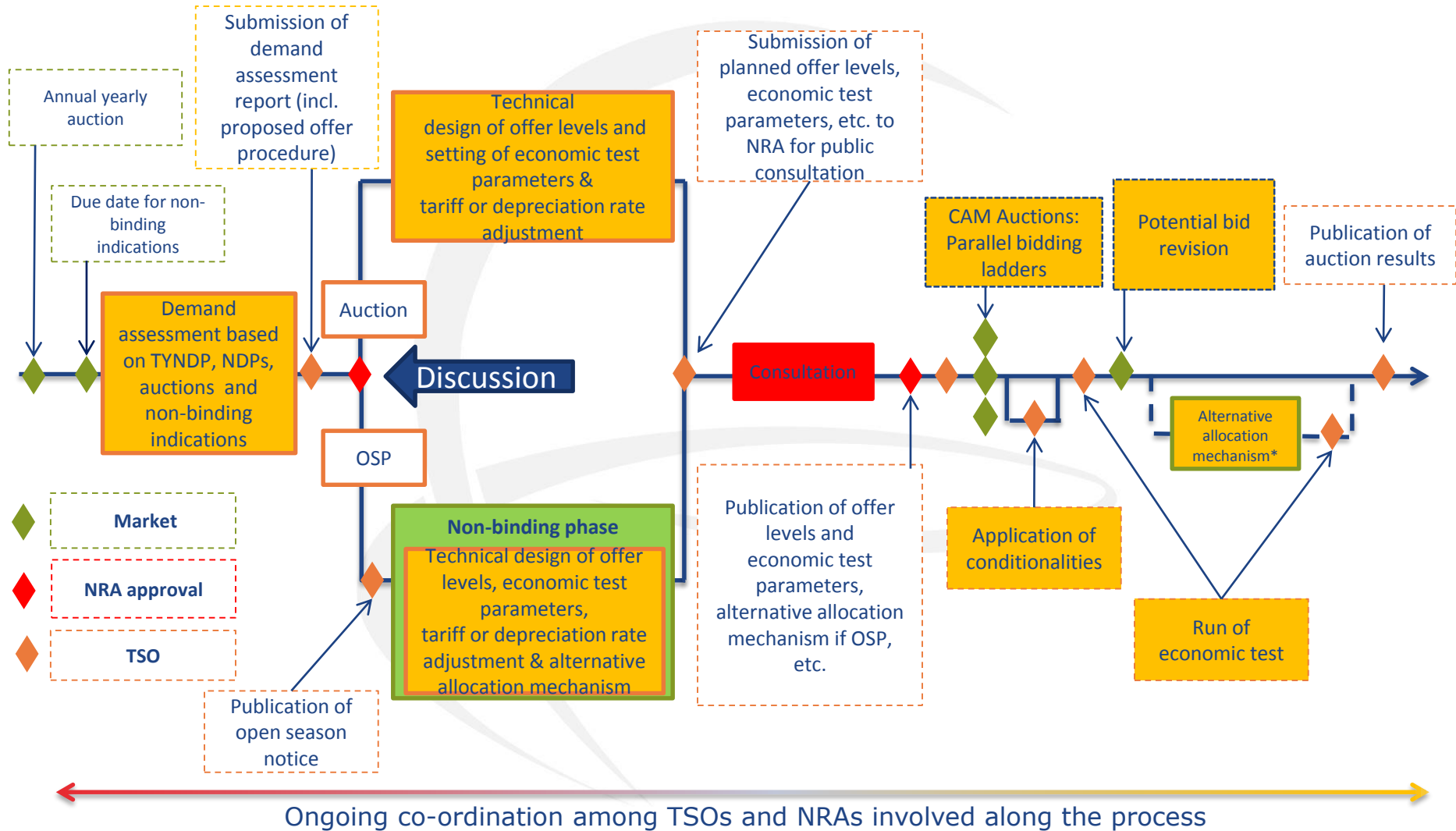
Chapter VIII of Draft Tariff NC

- Covering principles of the Economic Test
- Covering principles of tariff setting for incremental and new capacity

Three process phases with network user involvement

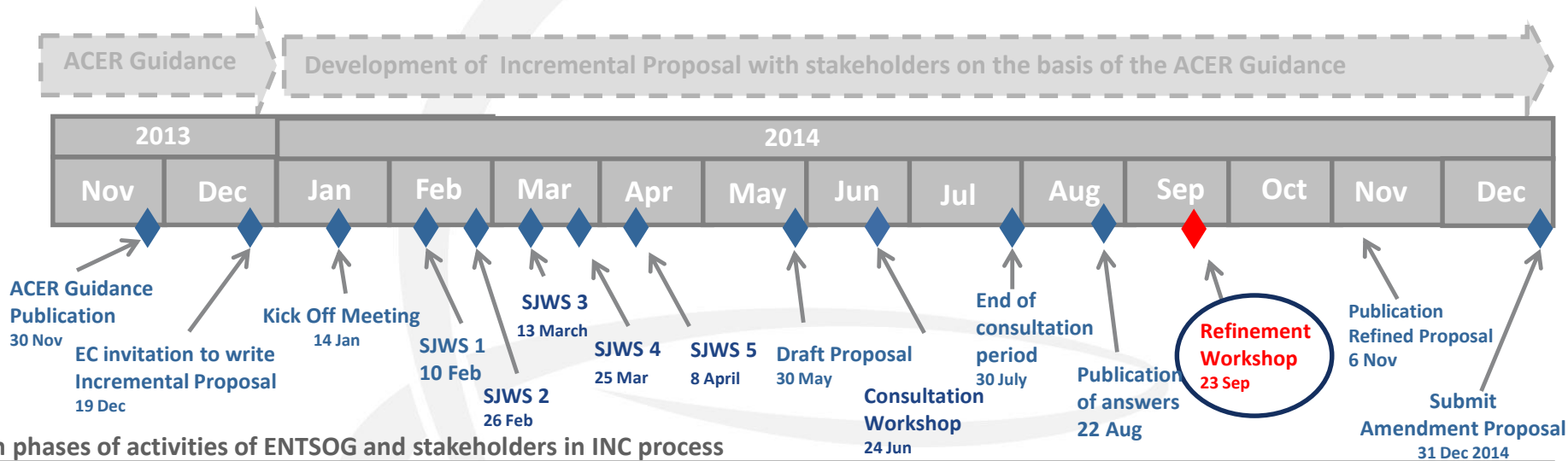


Proposed streamlining of INC process



* An alternative allocation mechanism can only be applied in Open Season Procedures and if the default allocation mechanism prevents a positive economic test

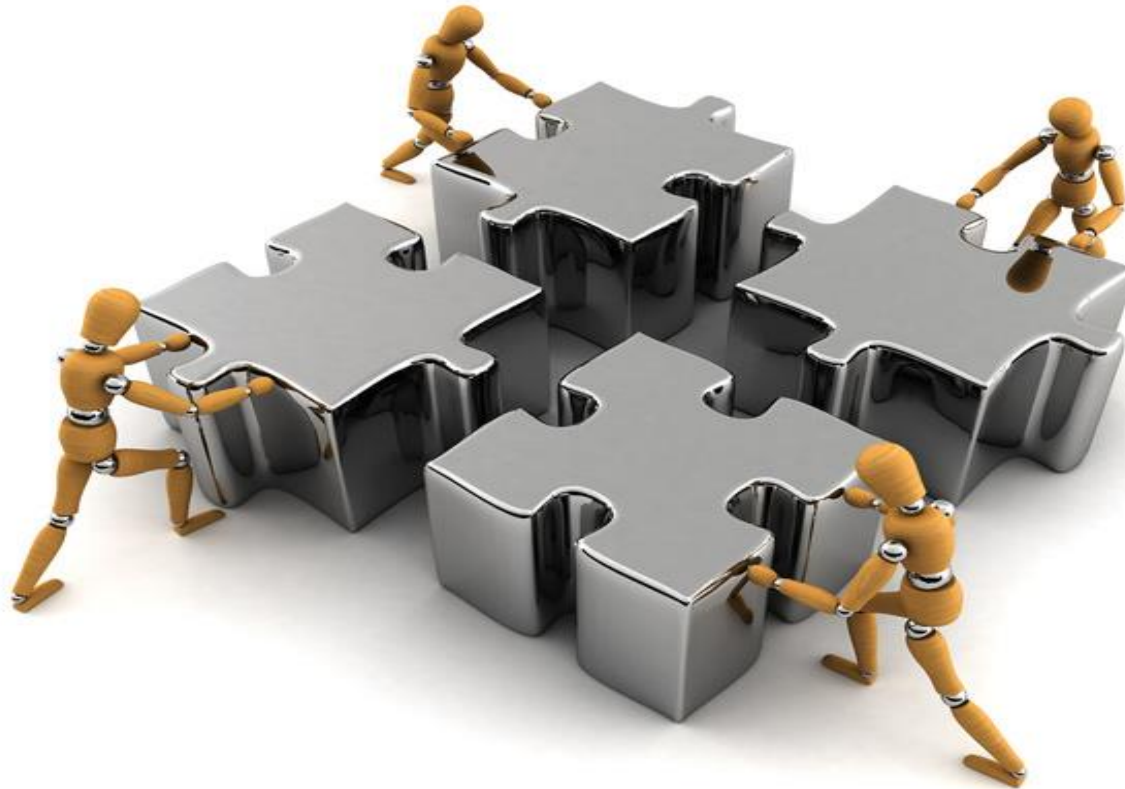
Timeline for incremental proposal Development and consultation overview



Main phases of activities of ENTSOG and stakeholders in INC process

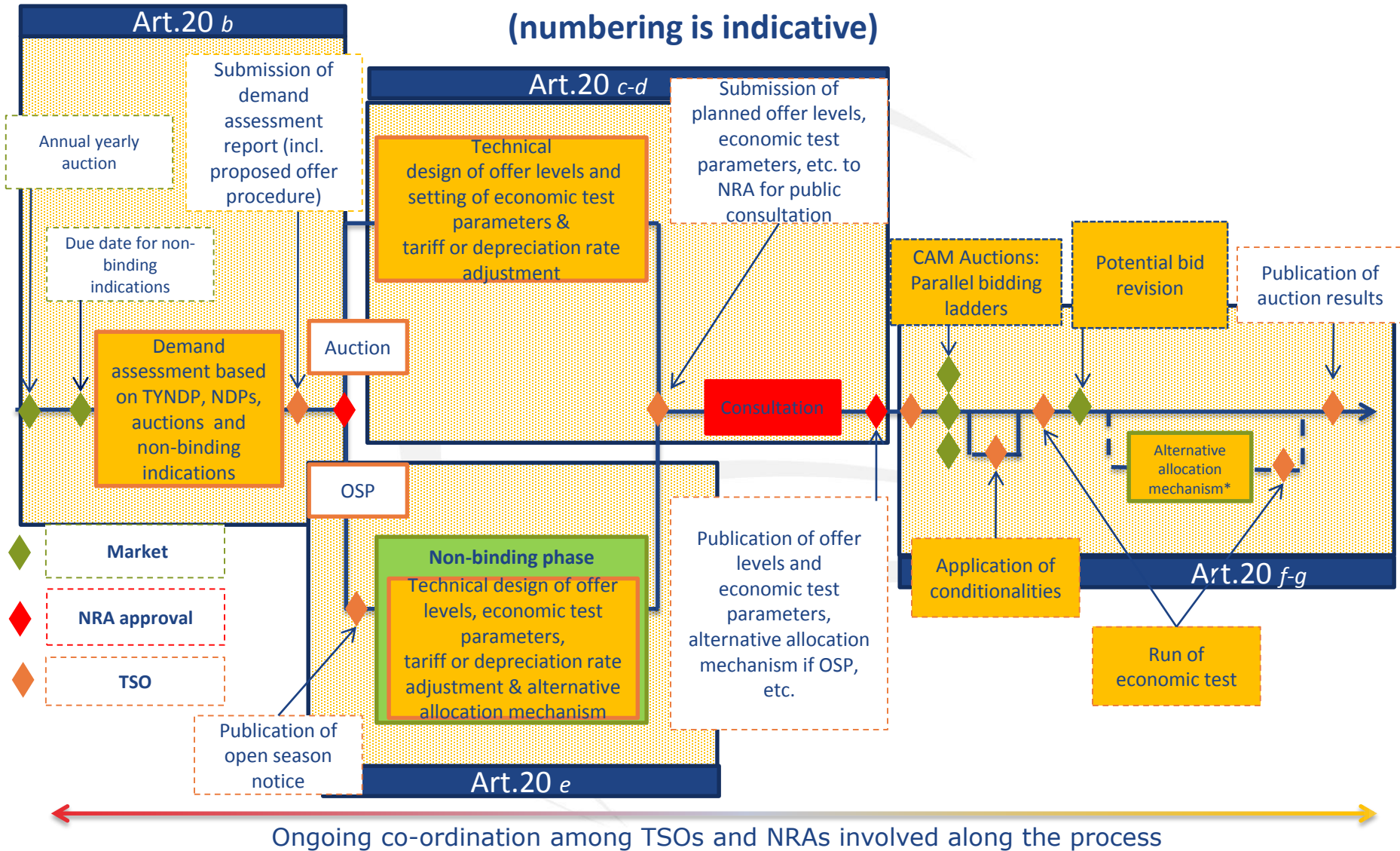


The refinement phase: Putting the last segments of the puzzle together



Refining the order of articles to reflect process

(numbering is indicative)



* An alternative allocation mechanism can only be applied in Open Season Procedures and if the default allocation mechanism prevents a positive economic test

Thank you for your attention

