13.08.2018

Dear Partners,

Please be advised that the auctions regarding the unbundled capacities offered at the interconnection point:

- **Negru Vodă 1 RO>BG** (**EIC code: 21Z0000000000159I, GMOIS code: SM1278D0)**

for the monthly unbundled firm capacity,

and at the natural gas supply points to some localities on the Romanian territory:

- **Mangalia RO> (cod EIC: 60Z0000000009957, cod GMOIS: SM1262D0) and**
- **Negru Vodă RO> (cod EIC: EIC: 60Z000000001052J, cod GMOIS: SM1149D0)**

for the monthly unbundled firm capacity for the month SEPTEMBER of the gas year 2017/2018, have been registered at the Regional Booking Platform (RBP).

The auction publications regarding the offered capacities are available on the RBP Portal.

Network Users shall be entitled to participate in the auction if, till **10:00 (UTC),** Friday 10 August 2018:

A. has completed the registration at the RBP application.

   The registration is accepted if the applicant:

   1) has filled in the 'Network User Registration Form', has duly signed and has sent the scanned version to the e-mail address rbp@fgsz.hu, and has sent two original copies to FGSZ Ltd. (H-8600 Siófok, Tanácsház u. 5.),

   2) has filled in and duly signed the 'Network User Membership Agreement' and has sent the scanned version to the e-mail address rbp@fgsz.hu and has sent two originals to FGSZ Ltd. (H-8600 Siófok, Tanácsház u. 5.). In addition the applicant must send the list of persons who are entitled to represent the applicant company. A valid digital certificate issued by a trusted provider must be registered for each RBP user, which must be submitted within the 'Network User Registration Form'. We mention that the digital certificates already used in the Transgaz's informatic platform (GMOIS) cannot be used in the RBP application.

and if, till 10:00 (UTC), Friday 17 August 2018:

B. has fulfilled the registration conditions required to access and use the transmission system operated by Transgaz (available at http://www.transgaz.ro/en/clients/transmission-services/capacity-booking-ip-cam-nc?language=en) as transmission system operator (TSO).

C. has submitted the auction security to the TSO. Along with submitting the auction security, the network user has to declare how to divide the credit line for each of the running monthly auctions (RO>BG direction and in direction RO> Mangalia and Negru Vodă).

The opening time of the above mentioned auctions shall be **20.08.2018 at 07:00 (UTC)**, which shall mean 10.00 o'clock in Romania and Bulgaria (EET). In the auction the Network Users may submit bids for the required capacity in subsequent auction rounds applying pre-determined price steps (ascending clock auction). With regard to the auction process, further information can be found in the 'Operational Rules of the Regional Booking Platform' and in the 'User Manual for Network Users Members'.

Regarding the mentioned interconnection points and domestic gas supply points the reserve prices of Transgaz published in the auction announcements shall be the capacity fees stipulated by *Order of the President of the National Energy Regulatory Authority no. 73/02.08.2017*, and will be expressed in GCV-based lei/kWh/day/month at the 25°C/0°C reference temperature, covering all the hours of the service period. Price steps mean the auction premium on top of the reserve price, expressed in a percentage of the reserve price.

Network Users with a winning bid in the auction are obliged to pay the capacity fee related to the obtained capacity and the eventual auction premium calculated on the basis of the underlying price step.

In accordance with the principle of equality stipulated in art. 4 of the Annex to the *Order of the President of the National Energy Regulatory Authority no. 34/19.07.2016 on the approval of the transmission capacity booking and tariff setting methodology on the natural gas transmission services supply through the Isaccea – Negru Vodă gas transmission pipelines*, at the interconnection point:

- **Isaccea 1 UA>RO (EIC code: 21Z000000000304Z, GMOIS code: PM0278)**

Unbundled firm standard capacity products will be allocated implicitly when the above mentioned auctions are closed.

Detailed information with regard to usage of the allocated unbundled capacities in the interconnection points is available at Interconnection procedures.

Should you have any questions regarding the auctions, please do not hesitate to contact us at rbp@fgsz.hu (in English) or rbp@transgaz.ro.

Yours sincerely,

SNTGN Transgaz SA