OPERATING MARGINS

GAS DISPOSAL TENDER RULES

GDTR 1.0

Issued 12th April 2018

System Operator
National Grid Gas plc
National Grid House
Warwick Technology Park
Gallows Hill
Warwick
CV34 6DA

PLEASE NOTE:

This document should be read in conjunction with the documents entitled:

- Gas Disposal Tender Invitation Notice GDT 4-18
- Gas Disposal Tender Terms GDTT 1.0
- Gas Disposal Tender Bid Notice GDT 4-18

Each of these documents can be found at:

https://www.nationalgrid.com/uk/gas/balancing/operating-margins-om



Reference Number: GDTR 1.0

GAS DISPOSAL TENDER RULES

INTRODUCTION

- 1. These Gas Disposal Tender Rules ("Gas Disposal Tender Rules") detail the procedure by which a Tendering User may offer to enter into, and National Grid Gas may accept, a Gas Disposal Contract for the purchase by that Tendering User from National Grid Gas of gas for Operating Margins Purposes in accordance with the Gas Disposal Tender Invitation Notice.
- 2. Defined terms used in these Gas Disposal Tender Rules shall, unless the context otherwise requires or otherwise defined herein, have the meanings given to them in the Gas Disposal Tender Terms (as defined below).

GAS DISPOSAL TENDER BID NOTICES

- 3. Each Tendering User may submit only one Gas Disposal Tender Bid Notice to National Grid Gas in accordance with (and are subject to) these Gas Disposal Tender Rules, the Gas Disposal Tender Terms with reference number GDTR 1.0 (the "Gas Disposal Tender Terms") and the relevant Gas Disposal Tender Invitation Notice inviting such Bids (the "Gas Disposal Tender Invitation Notice").
- 4. All Gas Disposal Tender Bid Notices must be completed and submitted strictly in accordance with the Gas Disposal Tender Invitation Notice, these Gas Disposal Tender Rules and the Gas Disposal Tender Terms.
- 5. Each Gas Disposal Tender Bid Notice may contain Bids as permitted by the Gas Disposal Tender Invitation Notice. Each Bid shall constitute one offer to enter into a Gas Disposal Contract. In submitting a Bid a Tendering User is binding itself to the provisions of these Gas Disposal Tender Rules, the Gas Disposal Tender Terms and the Gas Disposal Tender Invitation Notice. No amendments or qualifications are permitted to any Bid submitted.
- 6. Every Bid shall be separate to and independent of every other Bid whether in respect of the same Gas Disposal Tender Bid Notice or otherwise.
- 7. Every Bid must be made against a Bid Number as stated in the Gas Disposal Tender Bid Notice. It is acknowledged that if a User does not submit the maximum number of permitted Bids, the numbers allocated to such Bids may not be fully consecutive.
- 8. The Price, Delivery Method, Delivery Period, number of Tranches and Tendered Quantity for every Gas Disposal Tender Bid must be in accordance with the requirements, if any, of the Gas Disposal Tender Invitation Notice.
- 9. All Bids specified in a Gas Disposal Tender Bid Notice must, in respect of each Delivery Method for a specific Delivery Period, be listed in descending Price order, with the highest Price specified first.

- 10. All Gas Disposal Tender Bids Notices and the schedule thereto must be signed by a duly authorised signatory of the Tendering User.
- 11. The attention of all Tendering Users is drawn to the representations, warranties and undertakings set out in the Gas Disposal Tender Bid Notice and the Gas Disposal Tender Terms.
- 12. In preparing and submitting each Bid every Tendering User must first:
 - (a) obtain all information necessary for the preparation of its Bid;
 - (b) ensure that its Bid is properly completed and satisfy and verify all matters in relation to its Bid (each Tendering User being solely responsible and liable for any error or omission in its Bid);
 - (c) carry out all necessary researches, investigations and enquiries in relation to its Bid;
 - (d) satisfy itself as to the nature, extent, volume and character of its Bid and the Tender Documents;
 - (e) satisfy itself as to all other matters which may affect its Bid and as to the accuracy and sufficiency of its Bid; and
 - (f) obtain all necessary information as to the risks, contingencies and any other circumstances which may reasonably influence or affect its Bid.

GAS DISPOSAL TENDER ACCEPTANCES

1. No Bid shall be deemed accepted unless formally accepted by National Grid Gas submitting to the relevant Tendering User a duly completed and signed Gas Disposal Tender Acceptance Notice.

PAYMENTS, COSTS, EXPENSES AND LIABILITIES

- 1. There is no payment obligation in respect of a Gas Disposal Contract or any Tender Document save as expressly set out in the Gas Disposal Tender Terms.
- 2. Tendering Users are solely responsible and liable for all costs, expenses and liabilities incurred in connection with their preparation, submission and operation of a Bid.