

All Shippers & Interested Parties

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## **RE: March 2022 QSEC Auction Prices.**

National Grid is publishing this notice to confirm the Quarterly System Entry Capacity (QSEC) Auction Reserve Price which will be applied to the next QSEC auction that will take place during March 2022.

On the 28<sup>th</sup> May 2021, National Grid published the Capacity Reserve Price for the Gas Year October 2021 - September 2022, along with an additional 4 years of indicative charges for Gas Years 22/23 to 25/26. These indicative values are used as the auction price for the respective auctions of capacity for future years and were calculated in accordance with TPD section Y of the Uniform Network Code (UNC).

The Quarterly System Entry Capacity (QSEC) auction prices for March 2022 are shown in Table 1 of the attachment to this notice.

All auctions have Reserve Prices. As prescribed in the UNC a multiplier of 1 has been applied to the Reference Price for all Entry and Exit capacity products to determine the Reserve Prices for each auction.

The payable price for any year for capacity procured is linked to the prevailing Reserve Prices which are calculated and updated ahead of each Gas Year, and these will be the prevailing Reserve Prices applicable for the relevant Gas Year regardless of when the capacity is procured, plus any Auction Premium (the difference between the allocated price and the Reserve Price in the relevant auction when the capacity was initially contracted).

For the purposes of capacity step prices used in the QSEC Auction, these will be an additional 5% of the applicable Reserve Price or 0.0001 p/kWh/d, whichever is the greatest. The number of steps applicable for each Entry Point is as per Appendix D of the Transportation Statement.

If you have any questions relating to this notice, please contact our charging team at [box.NTSGasCharges@nationalgrid.com](mailto:box.NTSGasCharges@nationalgrid.com).

Yours sincerely,

Chris Logue  
Head of Markets

**Table 1: Entry Capacity Auction Reserve Prices for QSEC Auction March 2022****QSEC Reserve Prices, Pence per kWh per day**

Entry Point	Type of Entry Point	NTS Entry (Firm) Capacity Auction Reserve Price (p/kWh/day)
Bacton	Beach Terminal	0.0678
Barrow	Beach Terminal	0.0678
Easington	Beach Terminal	0.0678
Isle of Grain	LNG Importation Terminal	0.0678
Milford Haven	LNG Importation Terminal	0.0678
St Fergus	Beach Terminal	0.0678
Teesside	Beach Terminal	0.0678
Theddlethorpe	Beach Terminal	0.0678
Burton Point	Onshore Field	0.0678
Canonbie	Onshore Field	0.0678
Hatfield Moor (onshore)	Onshore Field	0.0678
Wytch Farm	Onshore Field	0.0678
Barton Stacey	Storage Site	0.0136
Caythorpe	Storage Site	0.0136
Cheshire	Storage Site	0.0136
Dynevor Arms	Storage Site	0.0136
Fleetwood	Storage Site	0.0136
Garton	Storage Site	0.0136
Glenmavis	Storage Site	0.0136
Hatfield Moor (storage)	Storage Site	0.0136
Hole House Farm	Storage Site	0.0136
Hornsea	Storage Site	0.0136
Partington	Storage Site	0.0136
Avonmouth	Storage Site	0.0136
Murrow	Biomethane Plant	0.0678