DRAFT LETTER TO BE USED BY PARTIES WHICH HAVE ALREADY SIGNED VERSION 1.0 OF THE AOC APPENDIX

**[LETTERHEAD OF FIRST SIGNATORY]**

[Insert counterparty contact details]

[Insert Date]

Dear Sirs

**Re: EFET General Agreement Concerning the Delivery and Acceptance of Natural Gas and the EFET AOC Appendix**

We refer to the European Federation of Energy Traders General Agreement Concerning the Delivery and Acceptance of Natural Gas entered into between us dated [ ] (the "**General Agreement**") and to the AOC Appendix (Version 1.0/September 23, 2013) to such General Agreement that we entered into with you on [ ] (the "**AOC Appendix"**).

Capitalised terms not otherwise defined in this Letter have the meanings given to them in the General Agreement and/or the AOC Appendix and/or the PVB Appendix (as defined below), as applicable.

As a result of the implementation in Spain of Commission Regulation (EU) No 312/2014 of 26 March 2014, establishing a Network Code on Gas Balancing of Transmission Networks, by way of Circular 2/2015, of July 22, of the National Commission of Markets and Competition, by which the balancing rules for the transport network of the gas system are set out, Enagas GTS has introduced a new Master Agreement and network code provisions, with mandatory effect from 1st October 2016. A number of these changes have a material impact on the terms of the AOC Appendix published by EFET in September 2013. EFET has therefore recently published a new version of the AOC Appendix, being the PVB Appendix, Version 1.0/19 September 2016, published at www.efet.org (the "**PVB Appendix**") reflecting such changes.

In order to ensure that our trading with you at the AOC/PVB continues to be on current, standard market terms, we wish to amend and replace the AOC Appendix in its entirety by the PVB Appendix with respect to the Transactions specified below.

The following Transactions entered into by you and us shall become subject to the terms and conditions of the new PVB Appendix as set out in this Letter:

(1) all PVB Transactions entered into on or after the date of this Letter with Total Supply periods commencing on or after 1st October 2016;

(2) all AOC Transactions entered into before the date of this Letter with a Total Supply Period commencing on or after 1st October 2016; and

(3) all AOC Transactions entered into before the date of the Letter with Total Supply Periods that include a period on or after 1st October 2016 provided that, in such cases, the amendments set out in this Letter shall only apply in respect of Days falling on or after 1st October 2016.

This Letter shall be governed by the law and the provisions of §22 (***Governing Law and Arbitration***) of the General Agreement which are expressly incorporated herein by this reference.

Please would countersign and return one copy of this Letter to signify your agreement to its terms.

Yours faithfully

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For and on behalf of [ ]

We agree to the terms of the above Letter.

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For and on behalf of **[ ]**