

ERGEG Workshop
European Gas Network
10 year Development
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Colin Lyle
Gas Committee
Colin.Lyle@EFET.org



European Federation of Energy Traders



Introduction:

- We welcome the opportunity to hear ERGEG explanations of their proposals and to discuss
- Formal EFET response will follow
- Four initial reaction to issues raised by ERGEG

EU GAS NETWORK, 10 YEAR DEVELOPMENT

1. Top-down and bottom-up consistency



The 10-year plan should

- use a consistent set of EU-wide assumptions**

- be based on an EU network model, or**

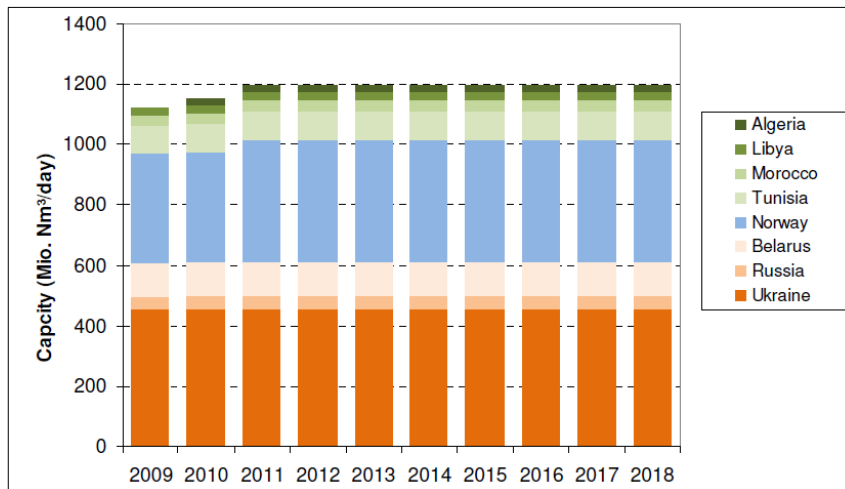
- consistent regional network models.**

EU GAS NETWORK, 10 YEAR DEVELOPMENT

2. A full 10-year outlook, recognising uncertainty



- **The plan must recognise the difference between projects that have reached a final investment decision (FID) and all other projects, which must still be included for information purposes**



Current graphs in the GTE+ report only shows 2 new pipelines to europe and no increase in capacity after 2011

EU GAS NETWORK, 10 YEAR DEVELOPMENT

3. A snapshot every two years has limited value



- **Formal updates of the 10-year plan should be published annually, with any major changes updated on an ongoing basis.**
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- **Consultation with market participants needs to take place throughout the development of each plan, not just at the end.**

EU GAS NETWORK, 10 YEAR DEVELOPMENT

4. Investment focus in line with market structure



- **Investment focus in the 10-year plan should be to ensure that**
 - 1. all upstream gas is able to enter the transmission system**
 - 2. balancing zones/interconnections expand to the optimum size**
 - 3. other EU security projects are identified**

- **A summary of investment within TSO systems/balancing zones could be included as an annex in the 10-year plan, to ensure consistency, and as a check that gas will be able to reach end consumers.**

“Ready for another 10 years of challenges”



European Federation of Energy Traders

**Amstelveenseweg 998
1081 JS Amsterdam**

**Tel: +31 (0)20 5207970
Email: secretariat@efet.org
www.efet.org**