

UIG QUESTIONS & ANSWERS

What changes are expected from the UIG expert group?

UNC Modifications raised as a result of the Tax Force will be covered in the Customer Day presentation. The full set of Findings and Recommendations, as well as Executive Summaries, can be seen on our website:

https://www.xoserve.com/services/issue-management/unidentified-gas-uig/#task-force-findings-etc

Information on the change in UIG factors expected in the next financial year?

The first draft of the UIG Weighting Factors will be published at the end of December but the consultation and amendment process will run until April 2020 UNC meeting.

The indicative timeline and other materials once available can be seen here:

https://www.gasgovernance.co.uk/augenex/2021

What are the main sources of UIG?

This question is covered in the Customer Day presentation and there is lots more information on the UIG pages of our website.

Will the changes to the UIG calculations stabilize UIG charges?

We recently published a news article which highlighted all the changes which took place from October 2019 and their likely impact on UIG. As some changes are dependent on Shipper data items it is never possible to definitively predict UIG.

https://www.xoserve.com/news/update-on-unidentified-gas-levels-in-october-2019/

The following questions are covered in the Customer Day presentation.

How is UIG calculated? How is UIG worked out if the account is estimated?

How are UIG charges allocated?

Is UIG assigned to each shipper based upon the profiled AQ of their sites? If it is, why is it reconciled for a year afterwards? Otherwise, how is it assigned and reconciled?

How is the commodity recon component of UIG calculated and assigned to each shipper?

The material is available on-line: <u>https://www.xoserve.com/services/training-and-education/#customer-expert</u>

The UIG position changes each time an individual meter point is reconciled, so the increase / decrease in UIG needs to be re-shared. It is shared based on the latest throughput, i.e. adjusted for all meter point reconciliation to date.