

**Gas transmission capacity auction of Magyar Gáz Tranzit Ltd.
 regarding the standard Long Term (Yearly), interruptible, bundled
 capacity products for the period
 between 2018/2019 and the 2022/2023 gas years**

We kindly inform you that Magyar Gáz Tranzit Ltd. (hereinafter: MGT) has published on its website (www.gaztranzit.hu) and on RBP Portal its Long Term (yearly) standard, bundled interruptible capacity products for auction for the Balassagyarmat HU>SK cross-border interconnection point, as an exit point for the period between the 2018/2019 gas year and the 2022/2023 gas year according to the following:

Date of capacity auctions:

16th of July 2018 07:00 UTC (daylight saving), 09:00 CET (Hungary)

Products:

Interconnection point name and code: 1Z000000000358C Balassagyarmat EUSTREAM - SK/Balassagyarmat MGT – HU BGYARMAT-HU-SK	
Offered Long Term (yearly) capacity at Balassagyarmat HU>SK cross-border interconnection point as exit point	1 930 574 kWh/hour (GCV 25°C/0°C)
Contract periods (Gas years)	2018/2019, 2019/2020, 2020/2021, 2021/2022, 2022/2023
Type of transmission capacity	standard, interruptible, bundled

Adjacent Transmission System Operator is: eustream a.s. (Slovakia)

The capacity auction will take place on RBP (Regional Booking Platform): <https://rbp.eu/>

Tariff:

The Reserve Price (HUF/kWh/h) is calculated in accordance with the current Regulations – 8/2016 (X.13.), 11/2016 (XI.14.), 13/2016 and its modification 3/2018 (VI.1.)– of the HEA.

Based on the Commission Regulation (EU) No 2017/459 of 16. March 2017. (CAM NC) the Ascending Clock auctions shall enable System Users to place volume bids – related to each gas year – to requested quantities against escalating prices, which are defined price steps, announced in consecutive bidding rounds, starting at the Reserve Price. System Users with a winning bid in the auction are obliged to pay always the actual the capacity fee defined in the Tariff decree related to the obtained capacity product and the eventual auction premium calculated on the basis of the underlying price step and the Reserve Price.

Conditions of applications of capacity auction:

The capacity auction will take place on RBP (Regional Booking Platform) of FGSZ Ltd: <https://rbp.eu/>

The System User shall be entitled to participate in the auction, if

1. has completed the registration at the RBP Portal
2. has concluded the Framework Contract for System usage with MGT
3. has provided auction financial guarantee to MGT no later than 12:00 CET of the 2nd working days before the beginning of auction according to the GTC of MGT

4. has submitted to MGT
 - a. the copy of the full or limited trading license granted by the Hungarian Energy and Public Utility Regulatory Authority or
 - b. the declaration of transit through the territory of Hungary/contract storage of natural gas based on the Hungarian Grid Code.

Bidders shall undertake to conclude the needed capacity booking and natural gas transmission contracts with Eustream and FGSZ in case of an accepted capacity request. In default of it MGT will not be able to fulfil the gas delivery.

Requestor shall submit its shipper pair by the adjacent System Operators no later than 5th working days before the first requested gas day. In default of it MGT is not able to accept the nominations.

This translation is not an authenticated translation of the Hungarian call, the original call is the Hungarian version.

In case of any questions please do not hesitate to contact our colleagues via e-mail: comdisp@gaztranzit.hu