

Consultation Report 37

LNG Services Agreement

Version : 1.0

Status: Final

Classification: Public

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1. INTRODUCTION

As from 30 April to 24 May 2019, Fluxys LNG consulted the market on the LNG Services Agreement. The LNG Services Agreement contains the terms and conditions upon which the Terminal User will be able to subscribe LNG services in relation to the LNG Terminal of Zeebrugge and upon which the Terminal Operator shall perform said LNG Services.

2. CONSULTATION PROCESS

Fluxys LNG launched this market consultation by publishing the proposed documents on its website - at the usual location for such consultations, supported by an announcement on the homepage - and via direct e-mailing to all registered market participants (LNG Shippers), associations and LNG prospects.

During the period from 30 April until 24 May 2019 (included), stakeholders were invited to submit their written feedback and, if needed, seek additional information through bilateral contacts with Fluxys LNG.

Fluxys LNG did not receive any comments on consultation n°37 during the consultation period and will submit for approval to the CREG the consulted LNG Services Agreement.

However Fluxys LNG received from one market participant some questions after the deadline to provide any comments to this consultation. Fluxys LNG decided to treat these questions informally in this consultation report.

3. OUTCOME OF CONSULTATION PROCESS

The questions received after the deadline to provide any comments to this consultations are listed as “informally” and individually treated in the “Q&A’s” included in the consultation report submitted to CREG – see appendices. Feedback was received from 1 individual LNG Shipper:

Informal questions/comments:

- One market participant asked for clarification about which measures the Terminal Operator has to ensure the structural and operational integrity of the LNG Terminal and how costs would be allocated (threat to heel), questions about the reimbursement of fuelgas and the introduction of pro-active measures for congestion management.
 - Fluxys LNG clarified the terms of measures that the terminal operator can take and that the costs would be allocated on a fair and equitable basis among those shippers which have not maintained their gas in storage positive at all times and have therefor caused the threat to heel. These measures are in line with applicable provisions in the LTSA.
 - Fluxys LNG highlighted that the reimbursement of fuelgas was already applicable and that these articles have been added in the LSA in order to be aligned with previously agreed operational rules.
 - Fluxys LNG clarified that the relevant articles in the LSA reflect the required commitment by the shippers not to hoard any capacities, i.e. keep capacities which are not used nor needed while there may be demand from third parties.

Considering that there were no comments received during the consultation period and some minor informal questions received after the deadline to provide comments to this consultation, the proposal will be submitted for CREG approval as consulted.

4. APPENDICES

4.1 Appendix 1: Market consultation – public material

4.2 Appendix 2: Market consultation – confidential material