

Procedure set in accordance with the Cabinet of Ministers Decision “Informative report on Update on the security of natural gas supply” of March 8, 2022

Procedure for system users return Inčukalns underground gas storage bundled capacity product booked for the 2022/2023 storage cycle.

1. The Procedure shall determine how system users who have already booked capacity of the Inčukalns Underground Gas Storage Facility (hereinafter - Storage) for the 2022/2023 storage cycle by March 9, 2022 shall have the possibility to return booked capacity.
2. All terms in this procedure are used within the meaning of the Energy Law, Common Regulations for the Use of Natural Gas Transmission System, Common Regulations for the Natural Gas Balancing of Transmission System and the Rules for the Use of Storage.
3. System user that has booked capacity of the Storage within the bundled capacity product (product code - IPGK1YP) for the 2022/2023 storage cycle during the period from February 1, 2022 to March 9, 2022 return by sending an application in accordance with the Annex to this Procedure (hereinafter - Application).
4. System User shall submit the Application to AS "Conexus Baltic Grid" (hereinafter – system operators) by sending it to the e-mail address auction@conexus.lv by the end of the gas day March 31, 2022.
5. System user shall be entitled to return from the amount of storage capacity allocated in each auction of storage capacity products. It shall be possible to partially return the storage capacity allocated as a result of the auction of a bundled storage capacity product by specifying a partial capacity amount.
6. Application submitted by a System User in accordance with these Procedure shall not be revocable.
7. Within one working day after receipt of the Application, System operator shall electronically inform the system user about the receipt of the Application. The acknowledgement of receipt of the Application shall not be deemed to be a confirmation that the Application submitted by the system user has been executed or submitted in accordance with the requirements of these Procedure.
8. System operator shall reject the Application if it does not comply with the requirements set out in this Procedure.
9. System operator shall offer the capacity returned by system users in accordance with this Procedure for re-booking in bundled capacity auctions by first allocating the capacity returned by system users in the storage capacity auction in the order of receipt of applications and aggregation of the amounts indicated in the applications.
10. Upon return of the bundled capacity product in accordance with this procedure, the system user shall remain obliged to settle with System operator for bundled capacity product allocated as a result of the storage capacity auction in accordance with the bundled capacity product tariff and the premium applicable to it, in accordance with the procedure set out in the storage terms

of use and storage service agreement, until the capacity for the 2022/2023 storage cycle under the bundled capacity product is re-booked.

11. System operator shall offer for booking Bundled capacity product returned in accordance with this Procedure until the final auction of the Bundled capacity product on June 14, 2022.

12. After the auctions for the Bundled capacity product set out in paragraph 11 of this Procedure have closed, in the event that the capacity returned by the system user in accordance with this Procedure is not re-booked, System operator shall inform the system user that retains the amount of storage capacity booked under the Bundled capacity product allocated to it.

13. Within three working days after the close of the auctions for the Bundled capacity product set out in paragraph 11 of this Procedure, System operator shall notify the system user by electronic publication on the IT Platform of the Estonia-Latvia balancing area of the information on the amount of storage capacity booked for the 2022/2023 storage cycle under the system user's Bundled capacity product.

14. For objective reasons, the system operator shall be entitled to make changes to this procedure.

APPLICATION TO RETURN CAPACITY OF THE INČUKALNS UNDERGROUND GAS
STORAGE BOOKED FOR THE 2022/2023 STORAGE CYCLE

Digital timestamp

System user:

EIC code:

Legal address:

Phone number:

Email address:

We hereby submit our application to return Inčukalns underground gas storage capacity booked for the 2022/2023 storage cycle:

Number	Auction date	Auction ID	Amount of bundled capacity product to return, MWh

Basis of representation of the person signing application: _____

(Attached power of attorney, if application is signed by an authorised person, or other document certifying the representation, if it is not possible to ascertain from publicly available information of the representational rights of representative)

Name, last name, title, signature * _____

* Document signed with secure electronic signature