



Trading Region Upgrade (TRU) - Pilot project 2018/2019 Announcement of the TRU day-ahead service

Within the scope of the 1-year pilot phase, Gas Connect Austria (GCA) and NET4GAS (N4G) will offer the remaining TRU service quantity also as a daily service.

The TRU day-ahead (DA) auctions shall be available at PRISMA platform as of 31 October 2018, 16:30 CE(S)T (i.e. first DA auction will be for gas day 1 November 2018).

DISCLAIMER: The following announcement summarizes the key points related to the TRU DA auctions during the pilot phase 2018/2019. However, please note that this announcement is not in itself a binding document. Please consult the legally binding documents before participating in the auctions (e.g. in the case of the Czech Republic: Framework Agreement, Czech Network Code Section F, Article 20, Price Decision).

1. Daily TRU service runtime and quantity

In the TRU DA auctions the following product/runtimes and quantities will be offered:

Product	Auction	Runtime		Maximum TRU quantity offered** CZ → AT in kWh/h/runtime	Maximum TRU quantity offered** AT → CZ in kWh/h/runtime
	Start date & time	From	To		
Day-ahead	31.10.2018 16:30 CE(S)T <i>and repeating daily through 30.09.2019</i>	01.11.2018 06:00 CE(S)T	02.11.2018 06:00 CE(S)T	22,000 *	112,000

* For direction from the Czech Republic to Austria the daily TRU service will not be available in Q2 / 2019 and Q3 / 2019 (01.04.2019 / 06:00 CE(S)T – 01.10.2019 / 06:00 CE(S)T) as the respective available quantity has already been sold.

2. Sales process for the TRU daily service

The selling of TRU daily service will be carried out at PRISMA platform. The direction is dependent on the seller, i.e. the direction from the Czech Republic to Austria is sold by N4G and the direction from Austria to the Czech Republic is sold by GCA.

**Please note that the available TRU quantity on day ahead basis might be lower due to sale of TRU in preceding quarterly and/or monthly auctions.



2.1. Bidding procedure for the TRU DA auctions

Starting from 31 October 2018 the Transmission System Operators (TSOs) will sell the TRU DA service via **standard unbundled DA auctions at PRISMA platform** (i.e. N4G sells the CZ → AT direction and GCA the AT → CZ direction) under following network point names:

- AT → CZ direction: “TRU AT → CZ” (EIC: 25Z--TRU-AT-CZ-0)
- CZ → AT direction: “TRU CZ → AT” (EIC: 27Z--TRU-CZ-AT-5)

2.2. Allocation procedure

The **standard PRISMA auction algorithm** for day ahead capacity auctions, i.e. uniform price auction algorithm will be used as allocation procedure.

3. Service Price and Fee

3.1. TRU service price from the Czech Republic to Austria

The **daily service price for CZ TRU** in 2018/2019 gas year has two parts:

- a) Fixed daily price (reserve price) amounts to 15.69 CZK/MWh/day and
- b) Variable price – depending on volume nominated and amounting to $0.003 \times C_{NCG}$ CZK/MWh *whereas C_{NCG} is the planned purchase price of gas for the next gas day that is determined as the value of the “End-of-Day Price” on the European Energy Exchange AG for the following gas day D+1 for the product Day 1 MW for the NCG zone on the current gas day D; the price in EUR / MWh is converted to CZK / MWh by the daily exchange rate of EUR / CZK announced by the CNB on the current gas day D.*

Full description of CZ TRU prices is available in Sections 1.1.1.2. and 1.1.6. of the [Price Decision no. 5/2017](#) published for 2018 and the [Price Decision no.1/2018](#) published for 2019 .

The daily service fee for the direction from the Czech Republic to Austria is the result of the fixed daily price times the allocated amount of the TRU service (fixed part of the fee) and the variable price times the nominated transmission volume into the neighboring market (variable part of the fee).

3.2. TRU service price from Austria to the Czech Republic

Following table shows the reserve price for the TRU daily service:



Service	Reserve price in Cent/kWh/h/runtime
Day Ahead	2.59

The reserve price for the TRU daily service is calculated based on the approved TRU yearly tariff from Austria to the Czech Republic in the amount of 7.27 EUR/kWh/h/a according to the Austrian Gas System Charges Ordinance (“Gas-Systemnutzungsentgelte-Verordnung”) including time factors as amended from time to time.

4. Other Conditions

In order to use/nominate TRU network user has to ensure that the respective shipper code pairs are established at least 5 working days in advance of the transportation in the respective nomination system. For details please contact commercial.dispatching@gasconnect.at or capacitybooking@net4gas.cz

More detailed information on the TRU service are available in the **TRU Service Information Sheet** (issued before the start of the yearly auction) available on the websites of both TSOs.

All relevant supplemental terms and conditions for the TRU daily service from the Czech Republic to Austria are included in Section F, Article 20 of the N4G [Network Code](#).