

TWENTY-THIRD MEETING OF THE EUROPEAN GAS REGULATORY FORUM

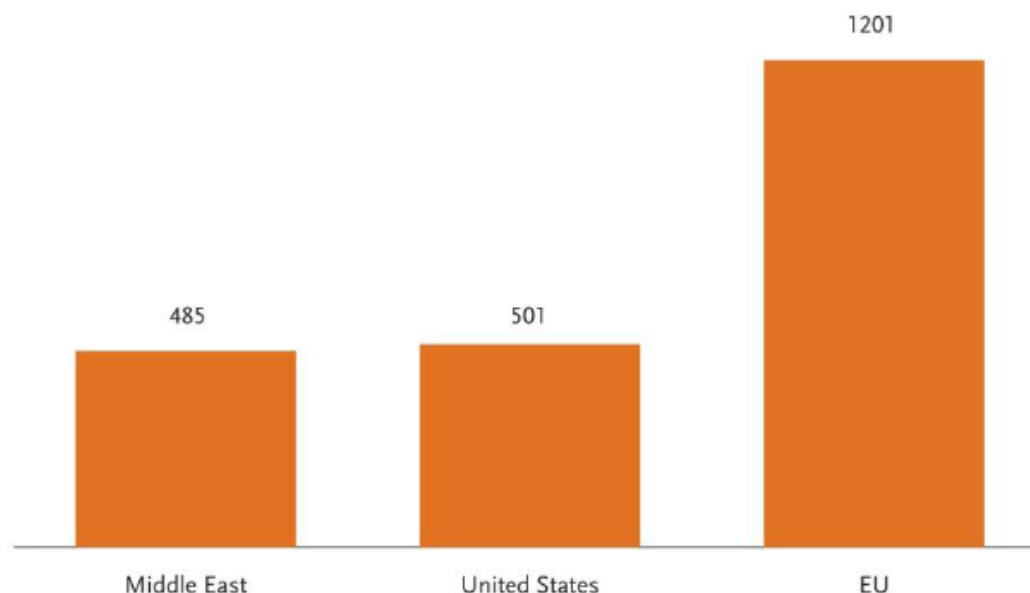
IFIEC-CEFIC position NC on Capacity Allocation Mechanisms

Dirk Jan Meuzelaar – chair of the Cefic IT Market Liberalisation

Steinar Solheim – chair of the IFIEC WP Gas

The success of our efforts can be measured by the competitiveness of the energy markets

2012 Global Ethylene Cash Costs by Region (US\$/ton)



Source: ICIS Consulting and Cefic Analysis

We urgently have to speed up with the implementation of the 3rd package as an important contribution for a competitive gas market

CEFIC/IFIEC welcome the Network Code on CAM

- Standardised capacity allocation mechanisms will intensify cross border **trade**
- Information about Cross Border capacity must be **transparent**
- CEFIC/IFIEC fully supports the 10% release of new technical capacity for short term capacity which is an efficient way to increase the liquidity of the short term market and to stimulate new entrance players
- Preferably all available transport capacity on both sides of an IP should be **bundled** as much and as soon as possible, for the primary and secondary capacity markets
- As far as the NC refers to consultation of stakeholders, *representative organisations of end-users and consumers* should be included