

Shippers + Danish North Sea License Operators

LONG-TERM DEMAND FOR NYBRO ENTRY

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Dear Shipper / North Sea License Operator,

As you know, we are working towards Investment Decision on the Baltic Pipe project¹. We want to draw your attention to the fact that a realization of this project will lead to significant new future demand for capacity in Nybro Entry Point². Currently, there is customer demand for such capacity on the order of 10-12 MCM.

Based on currently available information³, we do not foresee any capacity bottlenecks in Nybro Entry Point, but we consider it prudent to follow developments closely in the coming years, in cooperation with you, to be sure to capture future information which is relevant for recognizing a potential bottleneck about to form – in particular new North Sea field development plans envisaging gas flow to Nybro.

Should we at some point conclude that a bottleneck is likely to form years ahead, Energinet Gas TSO is able to offer the market to commit to incremental capacity, and upon such commitment construct relevant expansions of our transmission system to realize such incremental capacity. However, for the time being, and with our utmost focus on remaining a cost-effective operator, to the benefit of our customers, we do not foresee such a process, or incremental capacity being constructed.

We will reach out to *License Operators* to have bilateral discussions to capture information concerning future Danish North Sea production volumes. Should you be a *Shipper*, and should you have information or views regarding Entry Nybro which you wish to discuss with us, please also feel free to reach out to me. At Shippers Forum on December 13, the topic of Nybro Entry will also be on the agenda.

Yours sincerely,
Michael Brock

¹ <https://en.energinet.dk/openseason2017>.

² As specified in Baltic Pipe Open Season 2017, Entry Nybro will likely be bundled with entry to the new branch pipeline from the Norwegian tie-in, to form a convenient "Entry North Sea" point for Baltic Pipe volumes. But this does not change the capacity fundamentals about Nybro Entry Point.

³ In particular from the Tyra operator concerning gas export technical design capacity of the new Tyra platform.

Date:
23 November 2018

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