

FORECAST ANNUAL RECONCILIATION PAYMENT

Q3 GAS YEAR 2022/2023



Northern Ireland

Forecast Annual Reconciliation Payments

- GMO NI are providing information on the actual licence revenue collected in the gas year to date and an estimate of the annual reconciliation payment due to/from Shippers to aid Shipper planning and budgeting during the gas year.
- This information is published on the GMO NI website in the month following each gas year quarter and is based on the following assumptions.
- Assumptions:
 - Forecast Required Revenue (FRR) of TSOs equal Actual Required Revenue (ARR) of TSOs *
 - Shippers actual capacity and volumes for the remainder of the gas year are in line with their forecasts
 - No auction premium charges are incurred for the remainder of the gas year
 - No entry overrun charges are incurred for the remainder of the gas year

*Mutual Energy have provided an updated FRR for their gas TSO businesses, following Q3, which forecasts their overall costs to be largely in line with the initial FRR provided for the group. The ARR used in the updated calculation therefore remains in line with the FRR. Mutual Energy's forecasts are an early estimate based on costs forecast for Q4 and unbilled costs for Q3, a large proportion of which are costs passed through from 3rd parties which are outside the group's control. Some variations are therefore to be expected in Mutual Energy's final ARR.

Forecast Annual Reconciliation Payments

GY2022/23	Q1	Q2	Q3	Q4	Total
	£'000	£'000	£'000	£'000	<u>£'000</u>
Forecast Licence revenue	18,204	19,049	17,443	17,113	71,809
Actual Licence revenue	19,004	20,136	17,681		56,821

GY2022/23	Q1	Q2	Q3	Q4	Total
	£'000	£'000	£'000	£'000	£'000
	<i>Actual</i>	<i>Actual</i>	<i>Actual</i>	<i>Forecast</i>	
Licence revenue	19,004	20,136	17,681	17,113	73,934
FRR					71,809
Total Reconciliation Estimate to / (from) Shippers					2,125

Forecast Annual Reconciliation Payments

GY2022/23	Q1	Q2	Q3	Q4	Total
	£'000	£'000	£'000	£'000	£'000
Actual Licence Revenue relating to overrun charges	26	71	-		97
Actual Licence Revenue (inc VAT)	22,093	23,380	20,567	-	66,040