

A proposal to introduce preferential transmission rates on the Polish-Ukrainian border in order to increase the attractiveness and take advantage of the connection of gas systems.

Overall description:

Introduction of preferential rates for total transmission capacity reservations by OGP GAZ-SYSTEM at the entry and exit points from KSP on the Polish-Ukrainian border in relation to the applicable tariffs at those points purchased as separate products.

The objective of the implementation of this solution is primarily to increase the use of GAZ-System's transmission infrastructure, which is important due to the increase in capacity at the Hermanowice point and the planned expansion of the interconnector at the PL-UA border. The introduction of such a solution beyond the aforementioned benefits for both the transmission system users and OGP GAZ-SYSTEM operator is consistent with the concept of establishing a gas hub for Central and Eastern Europe in Poland, enabling the delivery of gas from Western Europe, the LNG terminal in Świnoujście and as part of the planned Baltic Pipe connections from Norway.

Similar products are offered by transmission system operators (TSOs) in the European Union:

- i. Gasunie in the Netherlands
- ii. Net4gas in the Czech Republic
- iii. Fluxys in Belgium

Benefits:

- i. Increasing the attractiveness and use of gas transmission in the Polish transmission system in relation to other delivery routes to Ukraine (Slovakia, Hungary);
- ii. Potential increase in the use of current and planned gas infrastructure on the territory of Poland, including capacity at entry points to the Polish transmission system.