

NOTICE OF BREACH**Contact details of party reporting alleged breach:**

Name of reporting entity:	NZX Energy
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Name of participant that is alleged to have breached the rules:

OnGas (GNGC)

Rule/s allegedly breached:

Gas (Downstream Reconciliation) Rules 2008

r39.2.3: Retailer to give gas gate notice to allocation agent

Circumstances relating to the alleged breach:

Under rule 39.2.3, a trade notification should be provided no later than 1200 on the third business day of the month following the consumption period in which the retailer commences or ceases to supply gas to a consumer.

OnGas (GNGC) provided trade notifications on 8 April 2010 advising they have ended Contract 1158 at Horotiu HRU16101 and Contract 1197 at Rangiuuru RAG33401, and ceased trading at Wanganui WAG 21501 from 31 March 2010.

Under rule 39.2.3 these trade notifications should have been received by 1200 on Wednesday 7 April 2010 to be included in the initial allocation for March 2010.

Date and time on which the alleged breach occurred:

Date:	8 April 2010
Time:	1200

Gas Industry Co Use

Date of receipt:	14 April 2010
Breach notice identifying number:	2010-118