

INTERCONNECTION AGREEMENT

Entered into the force on XX. XX. 2018
by and between:

PLINACRO d.o.o.,
a Croatian company whose registered office is at
Savska cesta 88a,
1000 Zagreb, Croatia
(hereinafter referred to as Plinacro)

and

PLINOVODI d.o.o.,
a Slovenian company whose registered office is at
Cesta Ljubljanske brigade 11b, p.p. 3720,
1001 Ljubljana, Slovenia
(hereinafter referred to as Plinovodi)

hereinafter referred to individually as “Party” and collectively as “Parties”

2 OBJECT OF THE INTERCONNECTION AGREEMENT

The object of the Agreement on interconnection of transmission systems for natural gas at the Interconnection Point Rogatec is to define procedures, to be implemented on both transmission systems for natural gas connected with the Interconnection Point Rogatec.

This Agreement sets the ground rules between the adjacent transmission system operators such as: the measurement of quantities, the implementation of natural gas bi-direction transmission at Interconnection Point Rogatec including the Balancing Account (OBA) and mutual communication with data transfer, reports and notifications.

3 SYSTEM OPERATION

3.1 SHIPPER PAIR SET UP

Upon receiving initiative from shipper to set up a new shipper pair at Interconnection Point Rogatec, Plinovodi and Plinacro shall forthwith carry out a joint verification of the existence and completeness of Counterparty Relationship between Plinovodi shipper and Plinacro shipper. At the latest within (3) working days prior to the start-up of the transportation:

- The company Plinovodi shall submit to the company Plinacro in writing a identification codes of shipper, who will be using the pipeline system in the Republic of Slovenia, and its respective counterparty who will be using the pipeline system in the Republic of Croatia and defined direction for the transport of natural gas through the Interconnection Point Rogatec;
- The company Plinacro shall submit to the company Plinovodi in writing a identification codes of shipper, who will be using the pipeline system in the Republic of Croatia, and its respective counterparty who will be using the pipeline system in the Republic of Slovenia and defined direction for the transport of natural gas through the Interconnection Point Rogatec.

For the purpose of defining the direction of the transport of natural gas through the Interconnection Point Rogatec Plinovodi and Plinacro agree that:

- Direct Flow: gas delivered by whichever Plinovodi shipper is allocated to one or more Plinacro shippers;
- Reverse Flow: gas delivered by whichever Plinacro shipper is allocated to one or more Plinovodi shippers.

Each of the Parties undertakes that the start-up of transportation for a new shipper pair shall only take place after successful completion of the above mentioned verification. Moreover, the Parties undertake to require from the respective shippers the information concerning the Counterparty Relationship as described above as well as any modification thereto.

The above mentioned information could be submitted in shorter period than 3 working days prior to the start-up of the transportation, but not later than 11:00 a.m. on the proceeding working day.

4 GAS TRANSPORT

4.2 INTERRUPTION OF SERVICE

In case the transportation capacity at the IP Rogatec has been reduced for reasons of force majeure or unplanned maintenance or break down, if agreed the Parties shall have the right to use Operational Balancing Account for minimising loss of nominated quantities.

4.3 EMERGENCY OPERATION

In case of failure of the measuring equipment in Rogatec, a switch to the reserve line is foreseen. In case of simultaneous failure of the measuring equipment on both the operating and control measurement lines at Rogatec, the quantities shall be determined on the basis of available measurements of flows and pressures on the transmission system of Plinacro, which are available downstream from Rogatec, and which allow for the determination of transmitted quantities.

If one of the dispatch centres notes a change in the transmission capacity or quality of natural gas, they shall immediately notify the other Contracting Party. The companies Plinacro and Plinovodi shall immediately notify system users on any change accompanying such an event.