



Written 6-Segment Sequence Derivation

- The prior two months' monthly/bid-week reported index prices are used to set the basin sequence for the supply month. The nearest month (i.e. June Index for the July benchmark) is the 1st Preceding Month. The next month (i.e. May Index) is the 2nd Preceding Month.
- The first two positions (1-2) in the sequence (beginning with the first gas to flow after the annual blocks and Kingsgate mismatch) are the lowest cost basins in the 1st Preceding Month Index and the 2nd Preceding Month Index, in that order.
- The middle two positions (3-4) in the sequence are the middle cost basins in the 1st Preceding Month Index and the 2nd Preceding Month Index, in that order.
- The final two positions (5-6) in the sequence are the highest cost basins in the 2nd Preceding Month Index and the 1st Preceding Month Index, in that order.

