

Yearly Gas Storage Contract with Firm Storage Capacity

(hereinafter also referred to as the "Contract")

I. Contracting Parties

Gas Storage CZ, a.s. (hereinafter also referred to as the "Storage Operator")

With its registered office at Limuzská 3135/12, 100 00 Prague 10, Czech Republic

Registered in the Commercial Register maintained by the Prague Municipal Court, Section B, File 28939

ID No.: 27892077

VAT No.: CZ27892077

Acting through: Zbyněk Pokorný, Head of Sales
Peter Szmuda, Public Affairs Manager

Contract number:

and

Company (hereinafter also referred to as the "Storage User")

With its registered office at

Registered in

ID No.:

VAT No.:

Acting through:

(hereinafter also referred to as the "Contracting Parties")

II. Subject of Contract

1. The subject of this Contract is the Storage Operator's commitment to store the agreed quantity of gas under the agreed terms on the one hand, and the Storage User's commitment to deliver and take the agreed quantity of gas intended for storage under the agreed terms and to pay the contract price for storage on the other hand.
2. Storage capacity as per this Contract has been booked based on the confirmed results of an auction held on organized by the Storage Operator in accordance with the terms and conditions of an auction (hereinafter also referred to as the "Auction"), wherewith the Storage User has become acquainted and has consented to (hereinafter also referred to as the "Auction Terms and Conditions" – Annex No. 2 of this Contract).

III. Storage Capacity

1. The Storage Operator undertakes to provide firm storage capacity to the Storage User with the following parameters:

Storage period	WGV [MWh]	IR [MWh/day]	WR [MWh/day]	Price [CZK/MWh/y]

where

WGV Working gas volume
IR Maximum injection capacity
WR Maximum withdrawal capacity

These values will be adjusted using the procedure laid down in Article III., Paragraph 2.

2. The Contracting Parties acknowledge that the storage capacity (working gas volume, withdrawal and injection rates) stated in Paragraph 1. of this Article are booked values according to the auction result and will be proportionally reduced depending on the volume of Fixed storage capacity using the process laid down in Section A. of the Auction Terms and Conditions. For clarification purposes, the final value of storage capacity parameters as per this Contract shall be confirmed without undue delay to the Storage User by the Storage Operator by means of an e-mail notice sent to the address under which the Storage User is registered in the Storage Operator's Auction System, or as per different arrangement.

(hereinafter also referred to as the "Storage capacity")

IV. Gas Storage Price

1. Based on the confirmed results of the Auction, the annual price per MWh of working gas volume provided by the Storage Operator in accordance with this Contract will be calculated using the following formula, which is also stated in the Auction Terms and Conditions enclosed under Annex No. 2 that constitutes an integral part of this Contract.

$$P_F = \frac{\sum_{i=1}^k P_{Di} V_i}{\sum_{i=1}^k V_i} = \frac{P_{D1} V_1 + P_{D2} V_2 + \dots + P_{Dk} V_k}{V_1 + V_2 + \dots + V_k}$$

Where:

V_i is the partial working gas volume for applicable fixation day i .

P_{Di} is the partial price for the applicable fixation day i , calculated using the following formula:

$$P_{D,SY} = SW_D + D$$

Where:

P_D is the partial price for storage capacity for the applicable fixation day.

SW_D is the SW spread for applicable fixation day.

D is the add-on, where the result in the auction on was CZK/MWh.

Final price $P_{D,SY}$ (weighted average) will be rounded off to two decimal places. The annual final price for storage capacity will be calculated after the completion of Partial fixations in accordance with Auction Terms and Conditions based on the average value of partial prices weighted using their applicable working gas volumes.

2. VAT at the legal rate in the Czech Republic shall be added to the price agreed.
3. For clarification purposes, the Storage Operator shall inform the Storage User of the value of the annual unit price no later than five working days after the deadline by which the Storage User should notify the Storage Operator of the amount of Fixed storage capacity according to point A. of the Auction Terms and Conditions. For this purpose, an e-mail notice sent to the address under which the Storage User is registered in the Storage Operator's Auction System shall be considered sufficient, or as per different arrangements.

**V.
Storage Capacity Provision Period**

The Storage Capacity to be provided by the Storage Operator to the Storage User has been negotiated for a storage period as stated in Article III. of this Contract.

**VI.
Validity and Effect of the Contract**

This Contract is entered into for a definite period of time until 6:00 a.m. on and shall become valid upon its signature by both Contracting Parties and shall come into effect at 6:00 a.m. on

**VII.
Injection and Withdrawal Curve**

The Storage User uses storage capacity according to the injection and withdrawal curve set forth under Annex No. 1 to this Contract.

**VIII.
Storage Code**

1. The Storage Code of Gas Storage CZ, s.r.o. including all subsequent amendments and additions (hereinafter also referred to as the "Storage Code"), constitutes an integral part of this Contract. The Storage User affirms to be acquainted with the contents of the version of the Storage Code in effect as of the signature date hereof.
2. In the event of a conflict between the provisions of the Storage Code and the provisions of this Contract, the provisions of the Storage Code shall take precedence over the respective provisions of this Contract.

**IX.
Final Provisions**

1. This Contract is in the case of signing printed contracts drawn up in four counterparts, two for each Contracting Party.
2. No provision of this Contract that is or becomes invalid or unenforceable shall prejudice the validity or enforceability of any other provision of this Contract, provided that such a provision is separable from the remaining contents of the Contract. The Contracting Parties undertake to replace such an invalid or unenforceable provision by a provision the contents and purpose of which are closest to the invalid or unenforceable provision. Until described provision is replaced in accordance with the previous sentence, the relevant generally binding legal regulations shall apply.
3. With exception of an amendment to the Contract due to the approval of a new Storage Code by the Energy Regulatory Office (hereinafter also referred to as the "ERO") in accordance with Act No. 458/2000 Coll. on Business Conditions and Public Administration in Energy Sectors and on Amendment to Certain Other Acts (hereinafter also referred to as the "Energy Act"), as amended, this Contract may be amended or supplemented only by means of written annexes, numbered in an ascending order, entered into by the authorized representatives of the Contracting Parties. If the amendments to the Storage Code are approved by ERO, the Contracting Parties shall not have the right to withdraw from the Contract due to such changes to the Contract or reject such changes.
4. Terms not defined in this Contract shall have the meaning assigned to them in the Storage Code, in the Energy Act, and in Regulation No. 349/2015 Gas Market Rules Coll.

5. Rights and obligations not regulated by this Contract shall be governed by Act No. 89/2012 Coll., the Civil Code.
6. The assignment of a receivable, the assumption of debt, and the assignment of this Agreement in its entirety by the Storage User must be approved by the Storage Operator shall be possible only with the consent of the other Party.
7. The set-off of receivables by unilateral declaration by the Storage User is not permitted.
8. The withdrawal from the Contract by any of the Party has ex nunc effects.
9. By signing this Contract, the Storage User acknowledges that a security (if any) provided by the Storage User in accordance with Storage Code, extends to the obligation to pay interest on the outstanding mature debts where interest rate exceeds the statutory interest rate.
10. If circumstances reasonably indicate that the guarantor's duty (Liability of recipient of taxable supply) in terms of Section 109 of Act No. 235 Coll., on value added tax, as amended, might very likely arise for the storage user with respect to the individual taxable transactions provided by the storage operator on the basis of this contract, the storage user reserves the right to pay the tax on the individual taxable transactions to the locally competent storage operator's tax administrator proceeding in compliance with Section 109a of the same Act. The payment to the storage operator will be reduced by this tax. The storage user undertakes to advise the storage operator of applying this tax payment process in time, within no later than 7 days of the tax payment.
11. With its Declaration according to Article 2 of the Storage Code, the Storage User assured the Storage Operator that he is not subject to any Sanctions according to Article 2 of the Storage Code which would prohibit the Storage User from concluding contracts and otherwise entering into business relations with the Storage Operator (hereinafter referred to as "Sanctions").
12. The Parties represent they have concluded the Agreement as entrepreneurs running their business within the meaning of Act No. 89/2012 Coll., the Civil Code. Holding a licence to carry out business in the gas industry the Contracting Parties declare that none of them is a weaker party within the meaning of Act No. 89/2012 Coll., the Civil Code, and none of them assumes the risk of a change in circumstances.
13. The Contracting Parties declare that the provisions of Sections 1766, 1799, 1800 and 1805 Subsection 2 of the Civil Code shall not be applied to this Agreement.
14. The Contracting Parties concur in representing they have familiarised with this Agreement including the Storage Code in detail, understood it, agree with its content not deviating from usual conditions arranged in similar cases and, in witness of these facts have of their free and solemn will caused their authorised representatives to affix their signatures hereunder.

In on

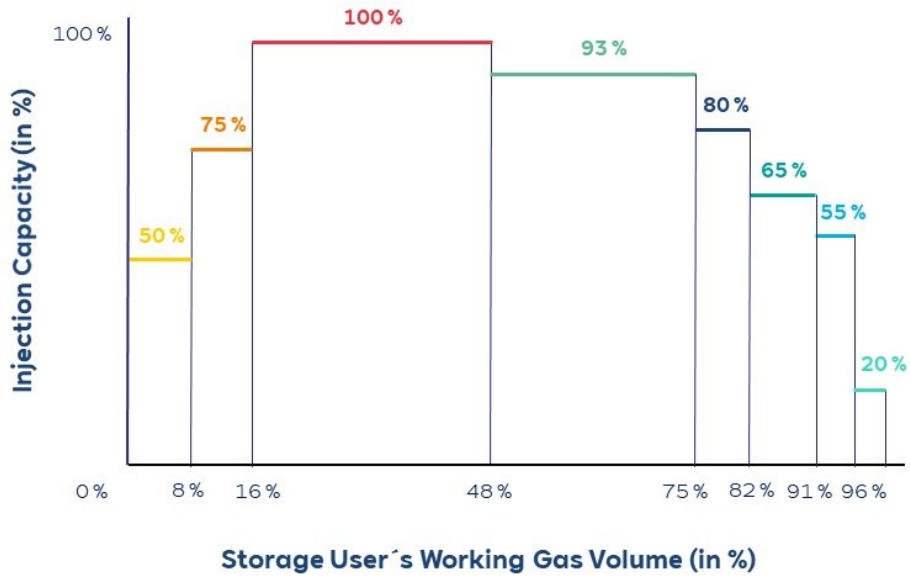
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Storage User

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Gas Storage CZ, s.r.o.

Injection Curve

Available Injection Capacity in Dependence on Storage Users' Working Gas Volume



Withdrawal Curve

Available Withdrawal Capacity in Dependence on Storage Users' Working Gas Volume

