NOTICE OF DETERMINATION OF MARKET ADMINISTRATOR	
Dated:	7 May 2010
Breach notice identifying number:	2010-124
Date of receipt:	23 April 2010
Name of reporting entity:	Allocation Agent
Name of participant that is alleged to have breached the Rules:	Nova Gas (GNVG)
Name/s of other parties to breach notice:	
Rule/s allegedly breached:	Gas (Downstream Reconciliation) Rules 2008 Rule 52.2.1
Determination made by market administrator under regulation 18:	<ul> <li>In the market administrator's opinion the alleged breaches do raise material issues. The alleged breaches will therefore be referred to investigation in accordance with regulation 18(3).</li> <li>The market administrator placed particular weight on the following criteria in making its determination: <ul> <li>regulation 19(1)(g) - the alleged breaches are denied</li> <li>regulation 19(1)(h) - the alleged breaches may demonstrate a systemic problem with compliance</li> <li>regulation 19(1)(l) - Nova Gas has indicated its behaviour will continue given its interpretation of the legal requirements</li> <li>regulation 19(1)(o) - Gas Industry Company and Nova Gas each have different interpretations of the requirements of the Gas (Downstream Reconciliation) Rules 2008 in relation to Nova Gas' bypass gas gates</li> </ul> </li> </ul>