

<b>MARKET ADMINISTRATOR DETERMINATION</b>	
<b>Date</b>	24 May 2012
<b>Breach notice number</b>	2011-221
<b>Notice receipt date</b>	1 August 2011
<b>Reporting entity</b>	Veritek Limited (as part of performance audit)
<b>Participant alleged to have breached the Rules</b>	Nova Gas Limited
<b>Participants joined as a party<sup>1</sup></b>	
<b>Rule allegedly breached</b>	Gas (Downstream Reconciliation) Rules 2008  Rule 26.2.1 and 28.2
<b>Material issue</b>	<p>A material issue is raised.</p> <p>The Market Administrator has, in determining the materiality of the alleged breach, taken into account the factors listed in regulation 19(1) of the Gas Governance (Compliance) Regulations 2008 to the extent the factors are practical or relevant.</p> <p>The Market Administrator has also taken into account any information provided in accordance with Regulation 14(1) of the Gas Governance (Compliance) Regulations 2008.<sup>2</sup></p>

<sup>1</sup> This is a participant who has notified the Market Administrator that it considers that it is affected by the alleged breach and wished to become a party to the breach notice.

<sup>2</sup> The Market Administrator will keep confidential all information provided or disclosed to it except to the extent that disclosure is permitted under Regulation 15(1) of the Gas Governance (Compliance) Regulations 2008.