



LICENCE NO. **EMA/GT/001**

TYPE **GAS TRANSPORTER**

LICENSEE **POWERGAS LTD**

NOTIFICATION NO. **1**

Pursuant to Condition 2: Authorised Activities of the Gas Transporter Licence (Licence No. EMA/GT/001) granted to PowerGas Ltd, PowerGas Ltd ("PowerGas") is hereby notified that the Energy Market Authority of Singapore has approved PowerGas' application to engage in the allowed activities of leasing out the spare submarine optical fibres to SP Telecommunications (SPT), subject to the following terms and conditions:

(1) No Cross-Subsidy

PowerGas shall ensure that:

- (i) the leasing out of the spare submarine optical fibres are ring-fenced from PowerGas' authorized business; and
- (ii) there is no cross-subsidy to and/or from PowerGas' authorized business.

(2) Penalty

Any contravention of the conditions set out in this approval shall be dealt with in accordance with Section 19 of the Gas Act (Cap.116A).

(3) Remedial Steps

Where contravention of any of the conditions has occurred, PowerGas shall take all necessary remedial steps and action to bring such contravention to an end without delay at its own costs and expenses and such costs and expenses shall not be directly or indirectly passed to gas shippers, retailers and consumers.

(4) General

For avoidance of doubt, this approval shall form an integral part of the Gas Transporter Licence (Licence No. EMA/GT/001) and any contravention of the terms and conditions of this approval shall be deemed to be a contravention of the conditions under the Gas Transporter Licence. Any word or expression used in this approval shall, unless otherwise defined, have the same meaning as that used in the Gas Transporter Licence.

2. This Notification shall come into effect on the date set out below.

25 March 2010

LAWRENCE WONG

Chief Executive

Energy Market Authority of Singapore