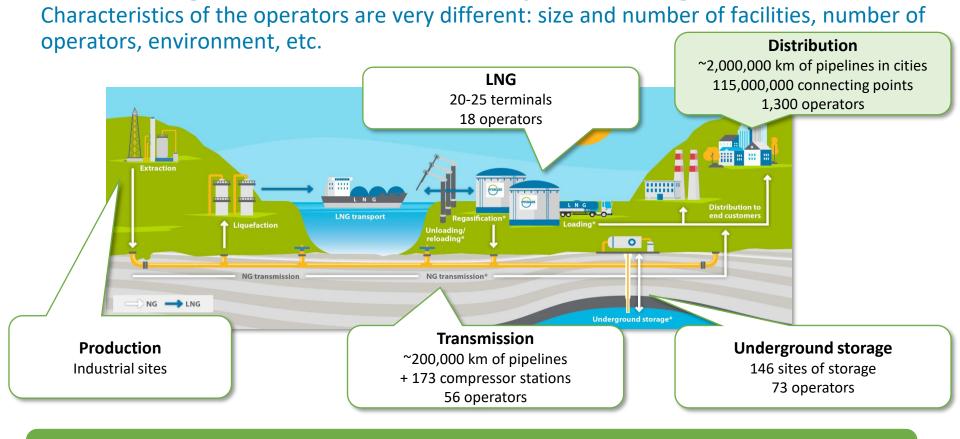


The whole gas value chain in the scope of the regulation



One size cannot fit all (eg. frequency of survey, repair conditions...):

Paramount to take into account the specificities of the different types of activities

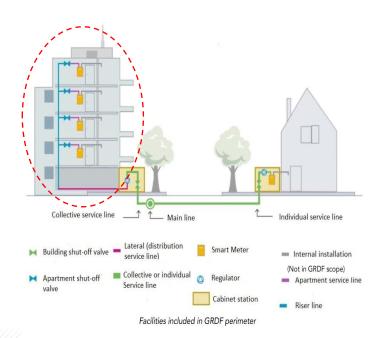
Gas distribution grid is a widely spread asset with 2 million km in Europe



Mainly in cities, with constraints for maintenance work on the networks...

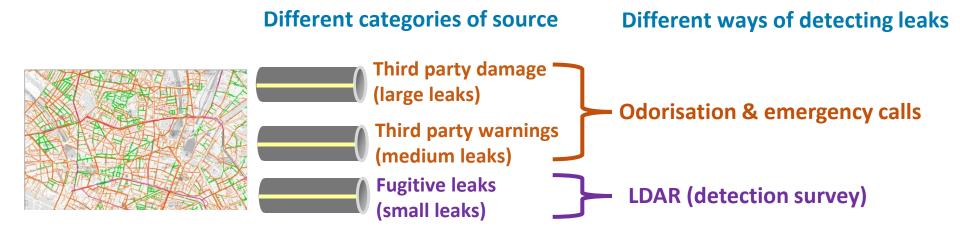


... and up to private areas



The origin of the emissions and actions from the DSO



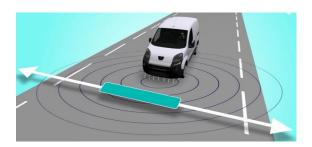


The new regulation mainly focuses on one source (fugitive emissions) and one action (LDAR).

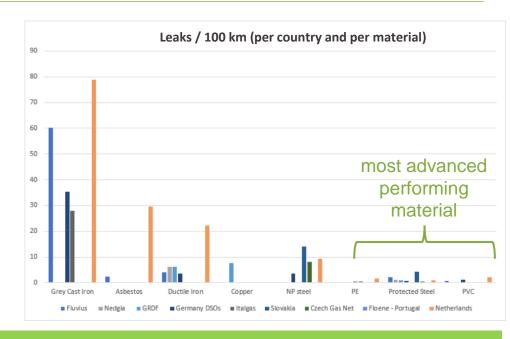
How to find the fugitive leaks on a gas distribution network?

Surveys done by foot or by car equipped with high sensitivity sensors following the pipes routes and detecting both under- and aboveground leaks during the same survey









Polyethylene, PVC or cathodic protected steel pipes are the <u>most advanced performing</u> <u>material and represent a large part of the DSO grid</u> (in some countries distribution grid is 100% made of polyethylene).

DSOs are highly concerned by the implementation of the proposal of new regulation



The new regulation is very prescriptive and missing its target:

- Frequency of 3 months for LDAR (or less) will <u>significantly impact the consumers</u>
- <u>HR issue</u> because LDAR is intensive in manpower
- A pure obligation of means (frequency) <u>not focused on efficiency and optimisation</u>
- The scope doesn't focus on the main leaks and sources from Third Party Damage or Warning
- The access for <u>intervention depends largely on third parties</u> (municipalities or inhabitants of the buildings)

DSOs have Action Plan in place to reduce Methane Emissions:

- Define reduction targets (eg. GRDF -24% decrease since 2009, target -40% at 2030)
- Improvement of reporting and quantification methods (eg. evaluation of emission factors, R&D...)









- Reduction of Third Party Damage
- Renewal and modernisation of the grid (eg. excess flow valves, replacing grey cast iron pipes...)
- Foster preventive maintenance and digitalisation / data science