

Croatian Energy Regulatory Agency (HERA) Ulica grada Vukovara 14 10000 Zagreb, Croatia



Hungarian Energy and Public Utility Regulatory Authority (MEKH) Bajcsy-Zsilinszky út 52. 1054 Budapest, Hungary

Pursuant to Article 12 of the Regulation (EU) No 347/2013 and taking into account ACER Recommendation No 5/2015, Croatian Energy Regulatory Agency (HERA) and Hungarian Energy and Public Utility Regulatory Authority (MEKH), based on joint consultation, have adopted the following

Statement about agreement on Cross-Border Cost Allocation for the gas pipeline Omišalj-Zlobin-Bosiljevo-Sisak-Kozarac-Slobodnica – Phase I

Project promoter Plinacro Ltd. submitted on 14 October 2016 the Investment Request and the Cross Border Cost Allocation (CBCA) for the investment project of LNG evacuation pipeline *Omišalj-Zlobin-Bosiljevo-Sisak-Kozarac-Slobodnica — Phase I* in Croatia, to Croatian NRA (HERA) and Hungarian NRA (MEKH). These NRAs have been identified by Project-Specific Cost Benefit Analysis (PS-CBA) as being the concerned NRAs, since it has been determined by the PS-CBA that the investment project in question provides significant net positive impact for Croatia and Hungary.

Taking into account that, according to the outcome of the submitted Investment Request, the resulting net benefits of the investment project for Croatia as the hosting country are higher than the costs of the investment project, it has been mutually agreed by HERA and MEKH that there are no compensations required and that no costs concerning LNG evacuation pipeline *Omišalj-Zlobin-Bosiljevo-Sisak-Kozarac-Slobodnica – Phase I* are to be allocated to Hungary based on this Investment Request.

10 April 2017

This joint Statement is executed in two (2) final copies (one for each NRA).

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Dr. Lajos Dorkota

President

Croatian Energy Regulatory Agenc

Tomislav Jureković

President of the Board of Commissioners