

To balance responsible parties

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Adjustment of market regulations C2 and C3

In the autumn 2008 market regulations C1, C2, and C3 were updated in order to implement Nordel's decision to harmonize the balance settlement including the introduction of a new fee structure, etc. Prior to updating the regulations, the content of Nordel's proposal had been subject to a separate consultation, and The Danish Regulatory Authority had approved the new method of fixing fees, etc. The new regulations came into force on 1 January 2009.

25. november 2009
HEP/HEP

As stated at our seminar for market players on 24 June 2008, two of the elements contained in Nordel's harmonization proposal were, for practical reasons, postponed for later implementation in 2009 - these two elements are as follows:

As from day of operation on 1 December 2009, it will be possible to quote regulating-power bids in EUR as well as in DKK. At the same time, the settlement principle applying to simultaneously up- and down-regulation within the same hour will be changed. Until 30 November 2009 regulating-power bids are settled in reverse direction of the main direction at pay-as-bid. As from 1 December 2009 regulating-power bids are settled in reverse direction of the main direction at marginal price (Regulating-power price) in the relevant direction. Above changes regarding regulating-power will not affect settlement of imbalances, nor will the power imbalance settlement be affected.

The changes are described in more detail in the attached appendix and the changes are filed with The Danish Regulatory Authority in this form. The changes will be incorporated in the relevant market regulations later.

For practical details on how to offer regulating-power in EUR, please contact Mikael Kristensen (mkr@energinet.dk, phone: +45 76 22 42 57). Questions regarding the new settlement principle for regulating-power should be addressed to Henning Parbo (hep@energinet.dk, phone: +45 76 22 44 32).

Best regards



Henning Parbo

Appendix1

Submission of regulating-power bids in EUR as well as in DKK

Regulation C2, section 2.2 "Requirements relating to regulating-power bids"; regulation C3, section 1.9 "Units and rounding"; regulation C3, section 6.2 "Submission of regulating-power bids" and BS document, section 5.9 "Data content of regulating power bid/order" will be added EUR as valid currency next to DKK.

The currency must be stated in each regulating-power bid (BidMessage) on the BidDocument in the element currency, cf. BT document "Business transactions for submitting notifications and schedules".

New settlement principle for up- and down-regulation within the same hour

Regulation C2, section 2.5.3 will be changed as follows:

If up- and down-regulation bids are activated within one delivery hour, both types of regulating-power bids are settled at marginal price.

If total shows up-regulation for the hour while down-regulation bids have been activated in Energinet.dk's area, the down-regulation bids will be settled at marginal price (Regulating-power price) for down-regulation, while up-regulation bids are settled at marginal price (Regulating-power price) for up-regulation.

If total shows down-regulation for the hour while up-regulation bids have been activated in Energinet.dk's area, the up-regulation bids will be settled at marginal price (Regulating-power price) for up-regulation, while down regulation bids are settled at marginal price (Regulating-power price) for down-regulation.