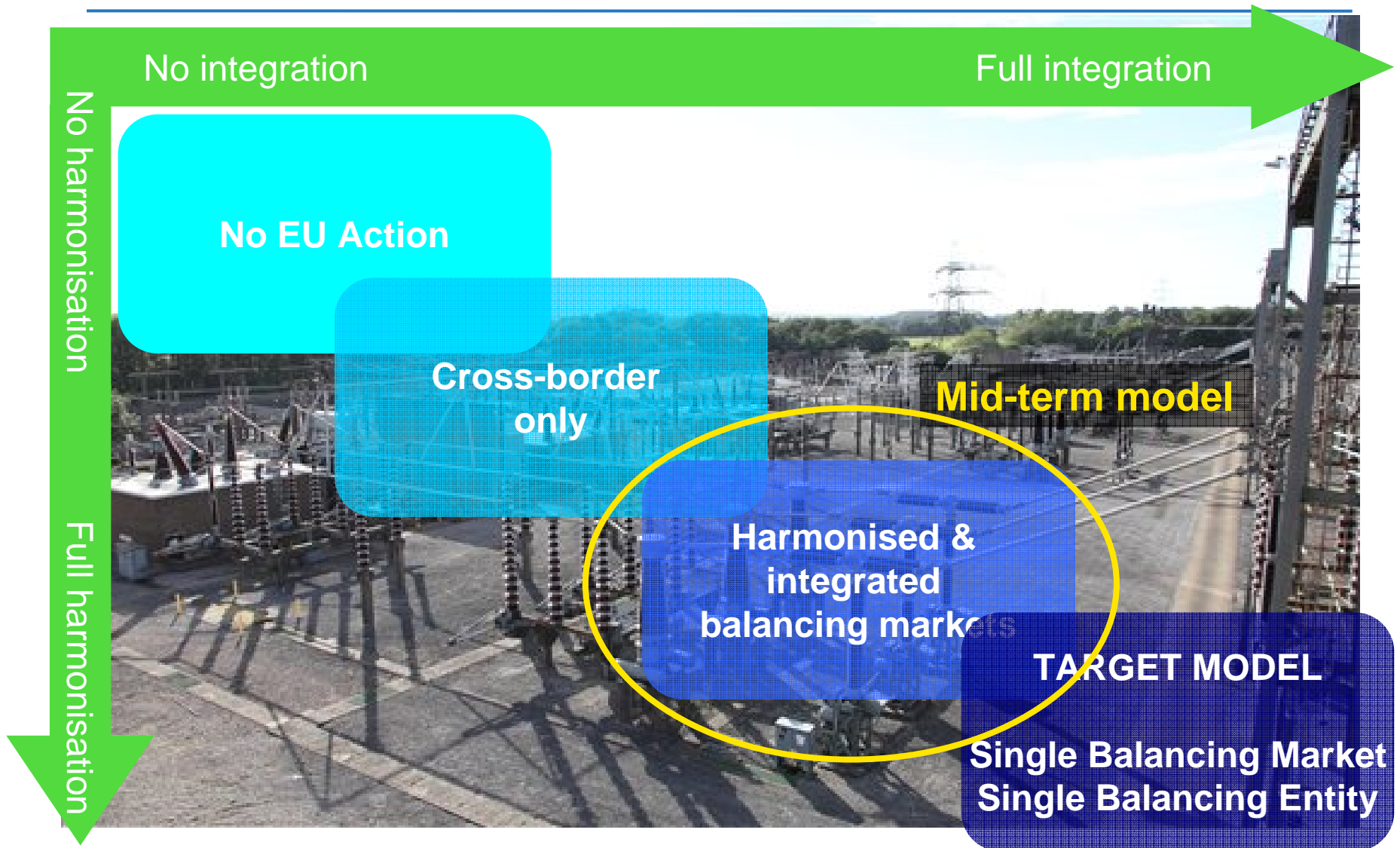


European Balancing Code from 2014



EU Target Model



Objectives

Roles & responsibilities of
“electricity balancing” stakeholders

Minimum standards for
competitive balancing market

Integrated and coordinated
balancing regimes

For cross
border and
market
integration
issues

Covers all GB balancing activities

European Electricity Balancing Code



Procurement of reserve
and energy products

Capacity reservation on ICs

Imbalance

European Electricity Balancing Code



**Procurement of reserve
and energy products**

**Procurement
harmonisation**

**Standardisation of
energy balancing
products**

**Collateralisation
of reserves**

**Reserve procurement
and activation of
balancing energy**

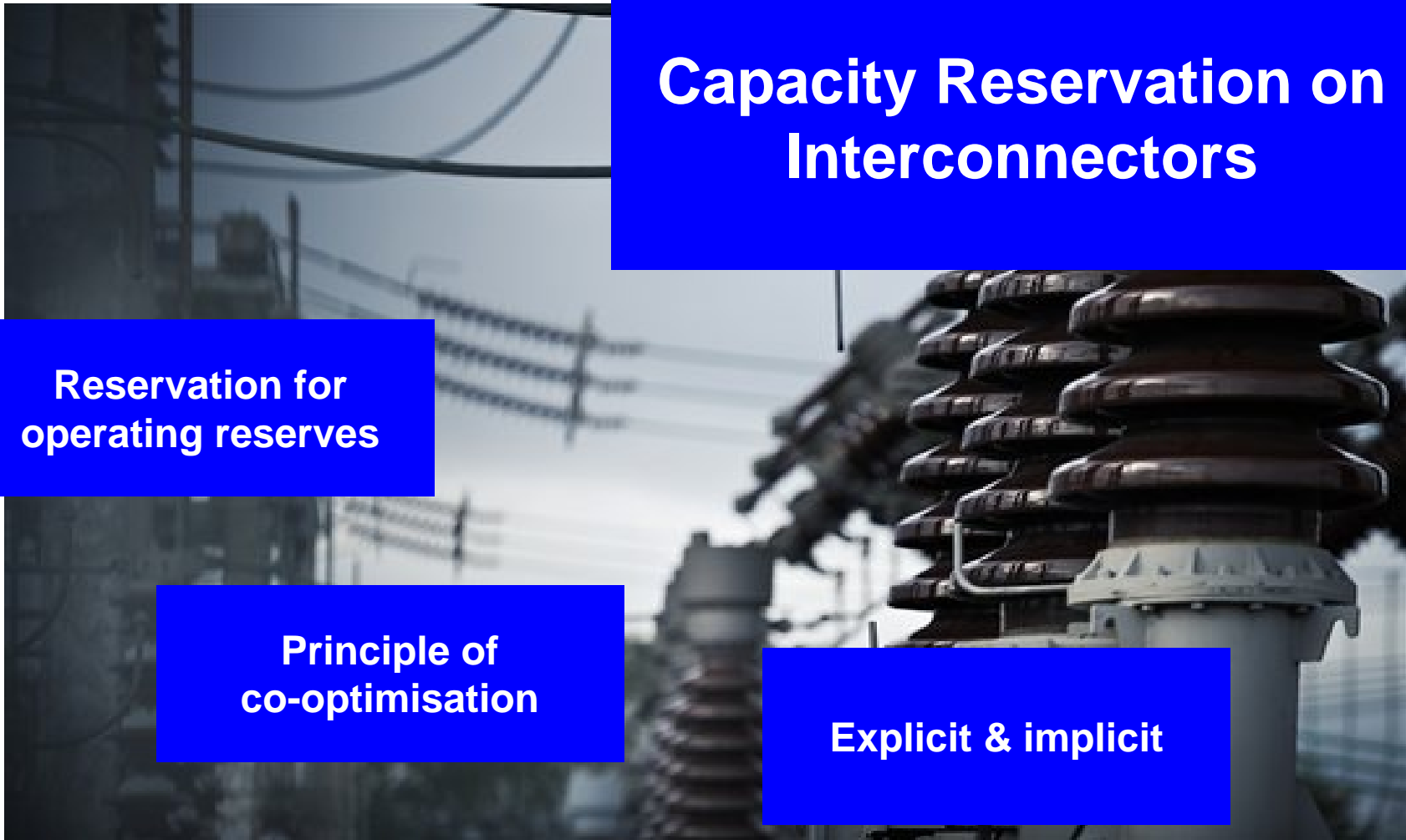
European Electricity Balancing Code

Capacity Reservation on Interconnectors

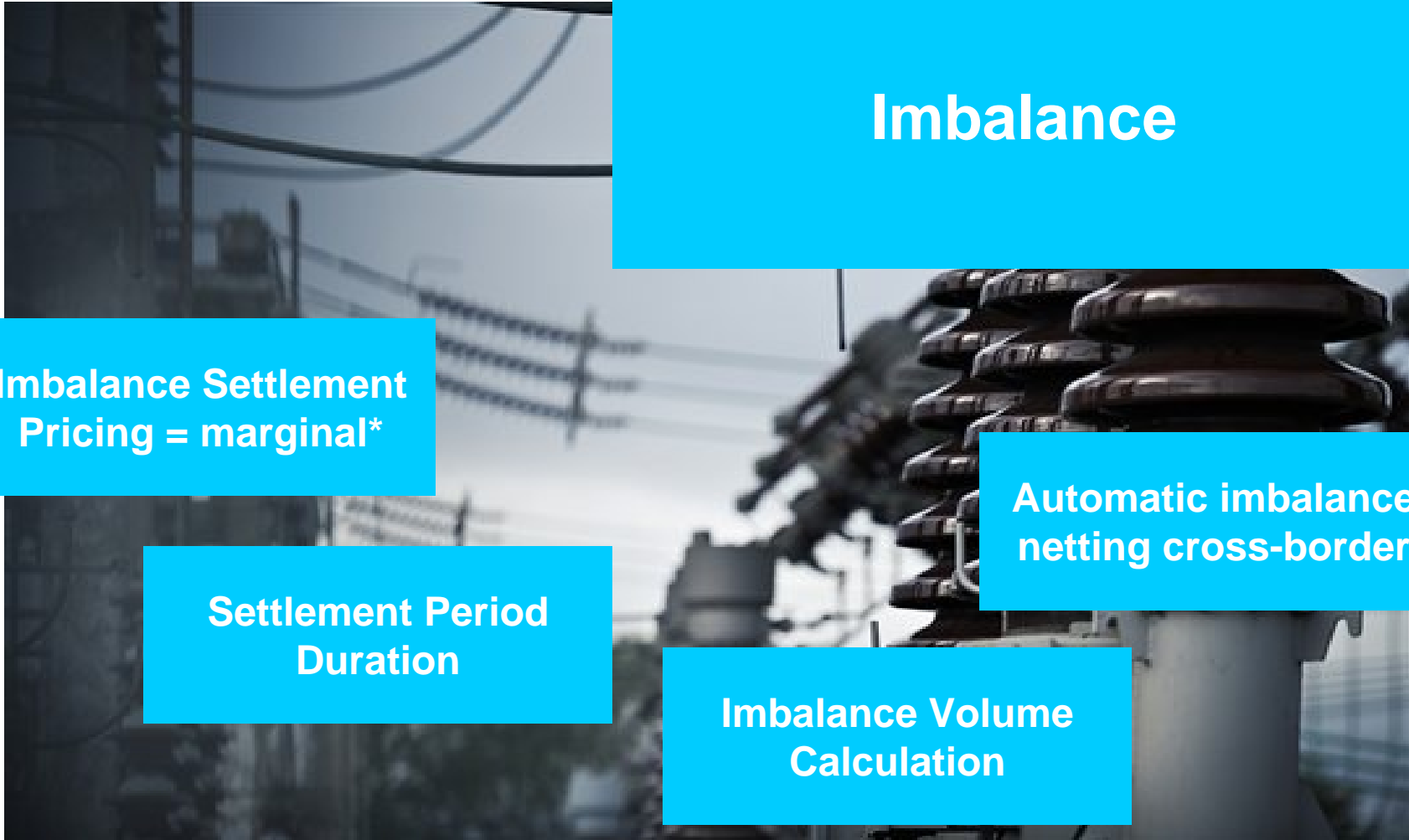
Reservation for operating reserves

Principle of co-optimisation

Explicit & implicit



European Electricity Balancing Code



Imbalance

**Imbalance Settlement
Pricing = marginal***

**Settlement Period
Duration**

**Automatic imbalance
netting cross-border**

**Imbalance Volume
Calculation**

***Pay as cleared**

What will it mean for GB Balancing Market ?



GB Codes subservient

New concepts,
products, contracts

Standard balancing
products

Share balancing
mechanism

Common merit order

Imbalance netting
cross borders

Stakeholder Impact

Roles and responsibilities

All GB Stakeholders

- Interconnector TSOs
- Balancing Responsible Parties (BSC Parties)
- Balancing Service Parties (BSPs)

NGET committed to engaging stakeholders

Opportunities for Engagement

GB

- Elexon JESG - 19 March 2013
- Via Operational Forum going forward
- Contact National Grid

Europe

- Through ENTSO-e stakeholder groups
- ENTSO-e Public Launch late March 2013 – Brussels
- Directly via the ENTSO-e consultation **June – July 2013**

Timescales

First Public
Code Released
Early Mar 13

Full Stakeholder
Workshop
Late Mar 13

Public Consultation
June to Aug 13

Final Code to ACER
Dec 2013

European Law
Apr 2014

Implementation
2014 to 2020

Any Questions

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