



**Single Electricity Market
(SEM)**

Capacity Market Code Urgent Working Group 25

Appendix D – CMC_09_22

Approved Modification Text Drafting

SEM-22-066

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M.7 Interim Secondary Trading Arrangements

- M.7.2.4 A Participant shall submit an Interim Secondary Trade Notification to the System Operators
- (a) in order to Activate Interim Secondary Trading Arrangements no later than five Working Days prior to the beginning of the Outage Period specified in the Interim Secondary Trade Notification under paragraph M.7.2.2(c).
 - (b) in order to amend or make Inactive Interim Secondary Trading Arrangements no later than five Working Days prior to the start of the submitted change.
- M.7.2.5 For Outage Periods in which the Interim Secondary Trade Arrangements are Inactive in respect of a Capacity Market Unit, the System Operators shall make no change to the Capacity and Trade Register if a Generator Unit or Interconnector comprising that Capacity Market Unit is undergoing a Planned Outage.
- M.7.2.6 For Outage Periods in which Interim Secondary Trade Arrangements are Active in respect of a Capacity Market Unit, the System Operators shall, for periods in which one or more of the Generator Units or the Interconnector comprising the Capacity Market Unit has commenced a Planned Outage, record one or more notional Secondary Trades in the Capacity and Trade Register with a Selling Trade ID assigned and a status of “Accepted” (in accordance with Appendix F), as follows:
- (a) the notional Secondary Trade starts at the beginning of the first Imbalance Settlement Period on the first Trading Day of the Planned Outage;
 - (b) the notional Secondary Trade ends at the earlier of:
 - (i) the last Imbalance Settlement Period on the last Trading Day of the Planned Outage;
 - (ii) the last Imbalance Settlement Period of the last Trading Day of the Outage Period;
 - (iii) the end of the Capacity Year;
 - (iv) the end of the hour immediately preceding the First Secondary Trading Day; and
 - (v) the date that the maximum Planned Outage duration (as determined and published from time to time for these purposes by the Regulatory Authorities) after the first day of the Planned Outage expires;
 - (c) the Selling Capacity Market Unit Identifier is set so as to identify the Capacity Market Unit to which the Planned Outage relates;
 - (d) the quantity of the notional Secondary Trade (Capacity Quantity) is the greater of:
 - (i) the change in the Net Capacity Quantity sought (being the value specified under paragraph M.7.2.2(d) in the applicable Interim Secondary Trade Notification and noting that multiple values can be specified); and

(ii) the negative of the maximum Net Capacity Quantity from Existing Capacity associated with the Capacity Market Unit over the duration of that notional Secondary Trade;

(e) the price of the notional Secondary Trade is the volume weighted average Capacity Payment Price in respect of all the Awarded Capacity in respect of Existing Capacity that was awarded in a Capacity Auction in respect of that Capacity Market Unit which applies over the duration of the notional Secondary Trade; and

(f) the Capacity Duration Exchange Rate value is the Annual Capacity Payment Exchange Rate specified in the Final Auction Information Pack for the most recent Capacity Auction in respect of the Capacity Year to which the notional Secondary Trade relates.

M.7.2.7 The System Operators shall notify Participants directly if their proposed Secondary Trade is validated pursuant to M.7.2.6 within five Working Days of the Interim Secondary Trade Notification being submitted.

M.7.2.8 The System Operators shall ensure that no more than one notional Secondary Trade applies to a Capacity Market Unit at any time and shall amend and add further notional Secondary Trades to the Capacity and Trade Register to account for changes in duration of the Planned Outage and for changes in the Net Capacity Quantity from Existing Capacity associated with a Capacity Market Unit arising from the commissioning of Awarded New Capacity associated with that Capacity Market Unit.

M.7.2.9 At any time during a notional Secondary Trade, the Net Capacity Quantity calculated under paragraph I.1.1.1 is reduced by the absolute value of the quantity of the notional Secondary Trade.

M.7.2.10 The System Operators shall store at least one copy of all Interim Secondary Trade Notifications and notional Secondary Trades in a safe and secure environment for six years from the date of such notifications or trades.

M.12 Alternative Secondary Trading Arrangements

M.12.3 Role of System Operators

M.12.3.1 The System Operators must do all things necessary to operate and administer the Alternative Secondary Trading Arrangements such that Alternative Secondary Trade Notifications are validated, and the Capacity and Trade Register is updated within 5 Working Days in accordance with this section M.12 including:

(a) providing facilities for the receipt and processing of Alternative Secondary Trade Notifications;

(b) validating Alternative Secondary Trade Notifications and the associated proposed Secondary Trades;

(c) determining and publishing the outcome of Secondary Trades, including Awarded Capacity and prices;

(d) update the Capacity and Trade Register with the details of a valid trade as soon as reasonably practicable.

M.12.3.2 The System Operators shall notify Participants directly if their proposed Secondary Trade is validated pursuant to M.12.3.1 within 2 hours of the Alternative Secondary Trade Notification being submitted.

M.12.3.3 The System Operators shall reject a proposed Secondary Trade set out in an Alternative Secondary Trade Notification if:

(a) it does not form part of a matching Trade Pair, where a Trade Pair is formed of matching Alternative Secondary Trade Notifications from Buyer and Seller submitted on the same Working Day;

(b) the start of the proposed trade is prior to 5 Working Days after the trade was notified;

(c) the end of the proposed trade is at or before its start;

(d) the MW quantity of the proposed trade after adjustment pursuant to M.12.2.4 is zero; or

(e) it does not comply with the requirements set out in this section M.12.

M.12.3.4 The System Operators shall notify Participants if their proposed Secondary Trade is rejected pursuant to M.12.3.2 as soon as practicable, identifying the reason for such rejection.