



Trading and Settlement Code Modifications Committee
C/O SEMO Modifications Committee Secretariat
The Oval
160 Shelbourne Rd
Dublin 4

26th May 2009

Our Ref: 38514

**SEM Committee Decision for the Regulatory Authorities in relation to Mod_07_09
(Recommendation Report FRR_07_09_V1 0 revised)**

Dear Marie-Therese,

On 14th May 2009, the Modifications Committee submitted its Modification Recommendation Report with regard to a Modification Proposal, Mod_07_09 (SEMO Cash Pooling), in accordance with paragraph 2.231 of the SEM Trading and Settlement Code (the Code). The report was dated 31st March 2009 in error.

This Modification Proposal, raised by the Market Operator, seeks to provide an additional prudent level of protection for SEM funds by enabling mirror accounts to hold sterling funds in the Ireland branch of the SEM Bank.

The SEM Committee notes that the Modifications Committee determines that this modification will better facilitate the Code Objective 'to facilitate the efficient, economic and coordinated operation, administration and development of the Single Electricity Market in a financially secure manner' and that it voted unanimously to recommend the modification to the Regulatory Authorities (RAs). The SEM Committee further notes that the Modifications Committee recommends that Mod_07_09 should be implemented on a Settlement Day basis on the next Working Day after the decision is made. The SEM Committee notes a small typographical error in the proposed legal drafting, in that in the proposed changes to paragraph 6.20.1 the added words '"/SEM Collateral Reserve Account relating to ...' should be '"/SEM Collateral Deposit Account relating to ...'.

Considering the above, and in accordance with paragraph 2.218 of the Code, the SEM Committee decides that a modification be made in accordance with the Final Recommendation Report of the Modifications Committee FRR_07_09, for the avoidance of doubt, based upon the legal drafting set out in the attachment 'Section 10 FRR' of that report with the amendment set out above. The Regulatory Authorities therefore direct that the modification as set out in FRR_07_09 be made on a Settlement Day basis with effect from the next Working Day after the date of this letter.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Sheenagh Rooney', is written over a horizontal line.

Sheenagh Rooney
Manager – Wholesale Electricity Market