



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

19th October 2011

Our Ref: D/11/15110

**SEM Committee Decision for the Regulatory Authorities in relation to Mod_25_11
(Recommendation Report FRR_25_11_V1.0)**

Dear Sherine,

On 8th September 2011, the Modifications Committee submitted its Modification Recommendation Report with regard to a Modification Proposal, Mod_25_11 (Separate Residual Meter Volume Interval Proportions for each Jurisdiction) in accordance with paragraph 2.213 of the SEM Trading and Settlement Code (the Code).

This Modification Proposal, proposed by the RAs, seeks to allow for different values of the Residual Meter Volume Interval Proportion (RMVIP) to be used in each Currency Zone.

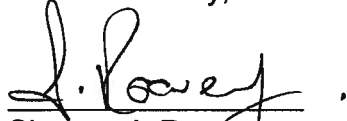
The SEM Committee notes that the Modifications Committee agreed unanimously that the Modification Proposal furthers the Code Objectives “to facilitate the efficient, economic and coordinated operation, administration and development of the Single Electricity Market in a financially secure manner” and that the Modification Proposal does not require further changes to the Central Market Systems.

Given that the Central Market Systems changes to allow for two RMVIPs are already in place as part of the Spring 2011 Systems Release (R1.9), the SEM Committee believes that it is prudent to amend the Code so that it could use this facility if it was to determine that different values of RMVIP should apply in the two jurisdictions. It should be noted that no such determination has been reached presently.

Considering the above, and in accordance with paragraph 2.218 of the Code, the SEM Committee directs that a Modification be made in accordance with the Final

Recommendation Report of the Modifications Committee (FRR_25_11_V1.0), for the avoidance of doubt based upon the legal drafting set out in Section 5 of that report. The Regulatory Authorities therefore direct that a Modification 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 'S. Rooney', written over a horizontal line.

Sheenagh Rooney,
Manager - Wholesale Electricity Market