



Trading and Settlement Code Modifications Committee
c/o Esther Touhey
SEMO Modifications Committee Secretariat
The Oval
160 Shelbourne Rd
Dublin 4

11 March 2021

Our Ref: F/23/164

SEM Committee Decision for the Regulatory Authorities in relation to Mod_05_21 (Final Recommendation FRR_05_21)

Dear Esther,

On 8 March 2021, the Modifications Committee submitted its Final Recommendation Report (FRR) with regard to Modification Proposal Mod_05_21 'Collateral Exposure of Autoproducer and DSU' in accordance with Paragraph B.17.18.1 of Part B of the SEM Trading and Settlement Code (TSC). The Modification Proposal Mod_05_21 was submitted to the Modifications Committee by Aughinish Alumina Ltd on 28 January 2021 and discussed and voted on at Meeting 103 on 11 February 2021.

The Modification aims to implement an enduring solution within the Trading and Settlement Code for the treatment of credit cover requirements for Autoproducers and DSUs, following a number of Committee Meetings and Working Groups on this topic and the existing interim Modification, Mod_09_18. It was agreed that an alternative Modification would be proposed following the SEM Committee's rejection of Mod_03_18 V3 on the basis that it would be high impact change with a risk of wider impacts on system performance. The Regulatory Authorities

understand that this Modification treats such units as Adjusted Participants for the purpose of credit cover calculations and was approved on a unanimous basis by the Modifications Committee.

Considering the above, and in accordance with Paragraph B.17.20 of the Code, the SEM Committee direct that a Modification, as set out in Appendix 1 of FRR_05_21, is implemented on a Settlement Day basis with effect from one Working Day after this letter is issued.

Yours sincerely,

Grainne Black
Manager
Wholesale Electricity Markets
Commission for Regulation of Utilities

Leigh Greer
Manager
Wholesale Electricity Markets
Utility Regulator