



Our Ref: D/11/3081

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

4th March 2011

SEM Committee Decision for the Regulatory Authorities in relation to Mod_41_10 (Recommendation Report FRR_41_10_V2.0)

Dear Sherine,

On 1st March 2011, the Modifications Committee submitted its Modification Recommendation Report with regard to a Modification Proposal, Mod_41_10 (Validation of Firm Access Quantity of Trading Site (FAQSst) by the System Operator), in accordance with paragraph 2.213 of the SEM Trading and Settlement Code (the Code).

This Modification Proposal, raised by EirGrid, seeks place an obligation on the relevant System Operator to validate the Firm Access Quantity proposed for each Trading Site to ensure it reflects the correct quantity in the Connection Agreement. It also requires participants to notify the Market Operator of any changes to their Firm Access Quantity.

The SEM Committee notes that the Modifications Committee agreed unanimously that this 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 "to ensure no undue discrimination between persons who are parties to the Code" and that the Modification should be made effective on a Trading day basis on the next Working Day after the Regulatory Authorities' decision is made.

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_41_10_V2.0), for the avoidance of doubt based upon the legal drafting set out in Appendix 2, with the additional change to capitalise the word "participant" as it is a defined term in the Code. The Regulatory Authorities therefore direct that

a Modification be made on a Trading Day basis with effect from the next Working Day after the date of this letter.

Yours sincerely,

Sheenagh Rooney

Manager - Wholesale Electricity Market