

<p align="center"><b>Change Proposal – F40/02 (Page 1 of 2)</b></p>	<p align="right"><b>CP No: 519</b> <i>(mandatory by BSCCo)</i></p>
<p><b>Title</b> <i>(mandatory by originator)</i></p>	
<p>Calculation by the ECVAA of a Trading Party's 'Minimum Eligible Amount' of Credit Cover</p>	
<p><b>Description of Change</b> <i>(mandatory by originator)</i></p> <p>The ECVAA URS currently does not contain functionality required to meet the BSC obligations / functionality around the area of reducing credit cover. A modification to the Code has been progressed and implemented to reflect this (see detail in BSC v1.1 excerpt below).</p> <p>Therefore the ECVAA system functionality, associated specification documentation and affected Operational documentation (such as Operational Service Manuals) should be amended to reference the processing / functionality required to conform to the Balancing and Settlement Code.</p> <p>This change is required to be implemented within 6 months of Go Live.</p> <p><b><i>This CP has been raised from NCR274</i></b></p>	
<p><b>Proposed Solution(s)</b> <i>(mandatory by originator)</i></p> <p>Amendment to the ECVAA system functionality, associated specification documentation and Operational documentation to support the amendment required to conform with the Balancing and Settlement Code obligations.</p> <p>It should be noted that there is a Workaround in place to enable conformance to Section M2.3 of the Balancing and Settlement Code, which should remain in place until this change is implemented.</p>	
<p><b>Justification for Change</b> <i>(mandatory by originator)</i></p> <p>The BSC v1.1 requires that this functionality is delivered and therefore the ECVAA system functionality should be amended to reflect the BSC.</p> <p>Section M 2.3 of the BSC describes a process by which Parties can reduce their credit cover. This requires the calculation by the ECVAA upon request of a Trading Party's 'minimum eligible amount'. The BSC states the following:</p> <p>'2.3.1 If a Trading Party wishes at any time to reduce the amount of its Credit Cover:</p> <ul style="list-style-type: none"> <li>(a) the Trading Party shall give notice to that effect to the ECVAA;</li> <li>(b) the ECVAA shall determine and notify to the FAA and the Trading Party, on the first Business Day after the expiry of the waiting period, the minimum eligible amount;</li> <li>(c) the Trading Party may, not later than the second Business Day following the ECVAA's notification under paragraph (b), by notice to the FAA request, and the FAA on behalf of the BSC Clearer shall consent to: <ul style="list-style-type: none"> <li>(i) a reduction in the amount of a Letter of Credit provided by the Trading Party, and/or</li> <li>(ii) a withdrawal of cash deposited by the Trading Party</li> </ul> </li> </ul>	

<b>Change Proposal – F40/02 (Page 2 of 2)</b>	<b>CP No:</b> <i>(mandatory by BSCCo)</i>
2.3.2	<p>provided that the amount of the Trading Party's Credit Cover following such reduction and/or withdrawal is not less than the minimum eligible amount and that that Trading Party is not in default of any obligation to make a payment to the BSC Clearer and is not a Defaulting Party (as defined in Section H3).</p> <p>For the purposes of paragraph 2.3.1:</p> <p>(a) the "<b>waiting period</b>" is the period of 10 Settlement Days commencing with the Settlement Day on which the Trading Party's notice under paragraph 2.3.1(a) was received by the SAA;</p> <p>(b) the "minimum eligible amount" is the lowest amount for which the Trading Party's Credit Cover Percentage, if it were redetermined for each Settlement Period in the waiting period on the assumption that the Trading Party's Credit Cover were equal to that amount, would be not greater than 75% in relation to any such Settlement Period.'</p>
<p><b>Other Configurable Items Potentially Affected by Proposed Solution(s) <i>(optional by BSCCo)</i></b></p> <p>Workaround W004 will no longer be required on implementation of this change and can therefore be removed at that time.</p>	
<p><b>Impact on Core Industry Documents <i>(optional by originator)</i></b></p> <p>None</p>	
<p><b>Related Changes and/or Projects <i>(mandatory by BSCCo)</i></b></p> <p>NCR164</p>	
<p><b><i>Originator's Details:</i></b></p> <p><b><i>BCA Name Colin Berry</i></b>.....</p> <p><b><i>Organisation Elexon</i></b>.....</p> <p><b><i>Email Address</i></b>.....</p> <p><b><i>Date</i></b>.....</p> <p><b><i>[BSC Panel Representative]</i></b>.....</p> <p><b><i>Organisation</i></b>.....</p>	
<p>Attachments: N (If Yes, No. of Pages attached:.....) <i>(delete as appropriate)</i></p>	