

DRAFT LEGAL TEXT FOR 'Amending Gate Closure references in Market Index Data'

SECTION T: SETTLEMENT AND TRADING CHARGES (26.0)

Amend section 1.5.3 as follows:

1.5.3 The principles referred to in paragraph 1.5.1 are:

- (a) the Market Index Data is to be used in Settlement to calculate a price (expressed in £/MWh) in respect of each Settlement Period (in accordance with paragraphs 4.4.2(b) and 4.4.3(b)) which reflects the price of wholesale electricity in Great Britain for delivery in respect of that Settlement Period in the short term market, in circumstances where the levels of liquidity in the market during that period and in respect thereof are not exceptionally low;
- (b) for the purposes of paragraph 1.5.3(a):
 - (i) 'reflects' means 'provides a reasonable reflection of';
 - (ii) references to the 'market' are to the market in general and not to any particular market or particular type of market (organised or otherwise);
 - (iii) 'short term' is to be taken as meaning, in respect of a Settlement Period, a period of hours or days immediately prior to ~~Gate Closure~~the Submission Deadline but in any event no more than three Business Days prior to ~~Gate Closure~~the Submission Deadline;
 - (iv) 'delivery' refers to transactions where the intended method of performance is by way of submission of Energy Contract Volume Notifications or Metered Volume Reallocation Notifications; and
 - (v) the price of wholesale electricity for delivery in respect of a Settlement Period may include the price for a block of Settlement Periods which include that Settlement Period, provided the block comprises no more than 24 hours in total.