

LEGAL TEXT FOR PROPOSED MODIFICATION P310

SECTION M: CREDIT COVER AND CREDIT DEFAULT (Version 22.0)

Amend paragraph 1.2.3A to read as follows

SECTION M: CREDIT COVER AND CREDIT DEFAULT

1.2 Energy Indebtedness

1.2.3 The Credit Assessment Credited Energy Volume (CAQCE_{iaj}, in MWh) shall be determined:

(a) for each BM Unit which is:

- (i) a Consumption BM Unit;
- (ii) a Production BM Unit whose Relevant Capacity is not greater than zero;
- (iii) not an Interconnector BM Unit; and
- (iv) not a Credit Qualifying BM Unit,

and for each Energy Account which is a Subsidiary Energy Account for such BM Unit, as follows:

$$\text{CAQCE}_{iaj} = (\text{SPD} * \text{BMCAIC}_i) * (\text{QMPR}_{iaj}/100) + \text{QMFR}_{iaj}$$

(b) for each BM Unit which is:

- (i) a Production BM Unit whose Relevant Capacity is greater than zero;
- (ii) not an Interconnector BM Unit; and
- (iii) not a Credit Qualifying BM Unit,

and for each Energy Account which is a Subsidiary Energy Account for such BM Unit, as follows:

$$\text{CAQCE}_{iaj} = (\text{SPD} * \text{BMCAEC}_i) * (\text{QMPR}_{iaj}/100) + \text{QMFR}_{iaj}$$

(c) for each BM Unit which is:

- (i) a Consumption BM Unit;
- (ii) a Production BM Unit whose Relevant Capacity is not greater than zero;
- (iii) not an Interconnector BM Unit; and
- (iv) not a Credit Qualifying BM Unit,

and for the Energy Account which is the Lead Energy Account for such BM Unit, as follows:

$$CAQCE_{iaj} = (SPD * BMCAIC_i) - \sum_a CAQCE_{iaj}$$

(d) for each BM Unit which is:

- (i) a Production BM Unit whose Relevant Capacity is greater than zero;
- (ii) not an Interconnector BM Unit; and
- (iii) not a Credit Qualifying BM Unit,

and for the Energy Account which is the Lead Energy Account for such BM Unit, as follows:

$$CAQCE_{iaj} = (SPD * BMCAEC_i) - \sum_a CAQCE_{iaj}$$

(e) for each BM Unit which is:

- (i) a Supplier BM Unit whose Demand Capacity is zero and whose Generation Capacity is greater than zero; and
- (ii) not a Credit Qualifying BM Unit,

and for the Energy Account which is the Lead Energy Account for such BM Unit, as follows:

$$\frac{CAQCE_{iaj}}{QMFR_{iaj}} = \frac{(SPD * BMCAEC_i) * (QMPR_{iaj}/100) + QMFR_{iaj}}{QMFR_{iaj}}$$

(f) for each Subsidiary Energy Account for each Interconnector BM Unit and for each Credit Qualifying BM Unit, as follows:

$$CAQCE_{iaj} = FPN_{ij} * (QMPR_{iaj}/100) + QMFR_{iaj}$$

(gf) for the Lead Energy Account for each Interconnector BM Unit and for each Credit Qualifying BM Unit, as follows:

$$CAQCE_{iaj} = FPN_{ij} - \sum_a CAQCE_{iaj}$$

where, for the purposes of paragraphs 1.2.3(c), 1.2.3(d) and 1.2.3(gf) only, \sum_a represents the sum over all Energy Accounts other than the Lead Energy Account.

Amend paragraph 1.6.1 to read as follows

1.6 Import and Export Capabilities

1.6.1 For the purposes of the Code:

- (a) the BM Unit Credit Assessment Export Capability (BMCAEC_i) for a Production BM Unit shall be the quantity (in MW) determined as follows:

$$BMCAEC_i = CALF_i * GC_i$$

- (b) the BM Unit Credit Assessment Import Capability (BMCAIC_i) for a Consumption BM Unit shall be the quantity (in MW) determined as follows:

$$\text{BMCAIC}_i = \text{CALF}_i * \text{DC}_i$$

- (c) the BM Unit Credit Assessment Export Capability (BMCAEC_i) for a Supplier BM Unit that meets the requirements set out in Section 1.2.3 (e) shall be the quantity (in MW) determined as follows:

$$\text{BMCAEC}_i = \text{CALF}_i * \text{GC}_i$$