



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

28 June 2011

Our Ref: D/11/10057

**SEM Committee Decision for the Regulatory Authorities in relation to Mod_11_11
(Recommendation Report FRR_11_11)**

Dear Sherine,

On 3rd May 2011, the Modifications Committee submitted its Modification Recommendation Report with regard to Modification Proposal, Mod_11_11 (Interconnector Data Submission Point) in accordance with paragraph 2.213 of the SEM Trading and Settlement Code (the Code).

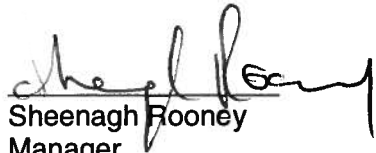
Modification Proposal Mod_11_11 was raised by the Market Operator and seeks to put in place enduring arrangements to define the submission point of Interconnector related quantities as being the opposite end of the link to the SEM. The SEM Committee notes that the Modifications Committee voted unanimously that Mod_11_11 would better facilitate Code objective to 'facilitate the efficient, economic and coordinated operation, administration and development of the Single Electricity Market in a financially secure manner', and recommended that it should be implemented on a Trading Day basis one Working Day after the Regulatory Authority decision is made.

However the SEM Committee is conscious of the France UK Ireland (FUI) region work stream on the coordination of access arrangements for the interconnectors operating in the region as well as ongoing discussions at regional level on the application of losses to interconnectors and therefore takes the view that it would be premature to implement enduring provisions in the Code at this point.

Considering the above, and in accordance with paragraph 2.218 of the Code, the SEM Committee decides that a modification should not be made in accordance with the Final Recommendation Report of the Modifications Committee (FRR_11_11). However, the SEM Committee is of the view that the current interim arrangements should be extended for a further year. To this end the duration set out in paragraphs 7.12A, 7.13A, 7.13B, 7.14A and 7.26A should be changed to "60 months after the Market Start Date".

The Regulatory Authorities therefore direct that the Modification, as set out in FRR_11_11, should not be made but that the interim provisions identified above should be changed as described on a Settlement Day basis with effect from the fifth Working Day after the date of this letter.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Sheenagh Rooney', written over a horizontal line.

Sheenagh Rooney
Manager
Wholesale Electricity Market