



Trading and Settlement Code Modifications Committee  
C/O Marie-Therese Campbell  
SMO Modifications Committee Secretariat  
The Oval  
160 Shelbourne Rd  
Dublin 4

9<sup>th</sup> July 2009

Our Ref: 38631

**SEM Committee Decision for the Regulatory Authorities in relation to Mod\_21\_09  
(Recommendation Report FRR\_21\_09)**

Dear Marie-Therese,

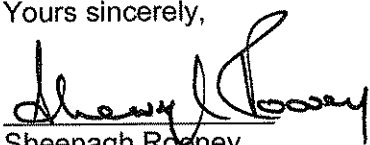
On 29<sup>th</sup> June 2009, the Modifications Committee submitted its Modification Recommendation Report with regard to a Modification Proposal: Mod\_21\_09 (Credit Cover Settlement Reallocation Agreement (SRA) Cancellation via email), in accordance with paragraph 2.231 of the SEM Trading and Settlement Code (the Code).

This Modification Proposal, raised by the Market Operator, seeks to enable the submission of Credit Cover related SRA cancellation notices to be sent via email only i.e. that there is no requirement for such confirmations to be sent by registered post. The necessary amendments to Agreed Procedure 10 have already been made in Mod\_03\_09, however in order to permit the AP10 changes to have effect, such a requirement must be excluded from the main section of the Code.

The SEM Committee notes that the Modifications Committee believes that the Modification Proposal aims to further the Code Objectives 'to facilitate the efficient discharge by the Market Operator of the obligations imposed upon it by its Market Operator Licences' and 'to facilitate the efficient, economic and coordinated operation, administration and development of the Single Electricity Market in a financially secure manner' and voted unanimously to recommend the Modification Proposal to the Regulatory Authorities (RAs). The Modification Committee also recommends that Mod\_21\_09 should be implemented on a Settlement Day basis on the next Working Day after the decision is made.

Considering the above, and in accordance with paragraph 2.218 of the Code, the SEM Committee decides that a modification be made in accordance with the Final Recommendation Report of the Modifications Committee (FRR\_21\_09), for the avoidance of doubt, based upon the legal drafting set out in Appendix 1 of that report. In addition, in the Glossary of the Trading and Settlement Code, the definition of an SRA should refer to paragraph 6.235 of the Code (rather than paragraph 6.232 as currently drafted). The RAs therefore direct that the Modification as set out in FRR\_21\_09 and the additional change to the Glossary be made on a Settlement Day basis with effect from the next Working Day after the date of this letter.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Sheenagh Rooney'. The signature is fluid and cursive, with a large initial 'S' and 'R'.

Sheenagh Rooney

Manager – Wholesale Electricity Markets