

# Second Auction process decommissioning on SDAC Auction

## Important information – Action required

- Second Auction process will be removed on SDAC auction on 29<sup>th</sup> January 2025 (first trading day) and delivery date 30<sup>th</sup> January 2025
- ETS production maintenance on 28th January 2025 from 21:30 GMT to 23:30 GMT
- Second calculation process in place to avoid bidding errors

Dear Member,

Please be informed that Nominated Electricity Market Operators (NEMOs) engaged together with Market Parties in the Market Coupling Consultative Group (MCCG) on the reconsideration of the second auction process within the Single Day-Ahead Coupling (SDAC) auction.

Following this consultation NEMOs concluded that second auctions are not a reliable safety measure for market participants, even in the case of bidding mistakes. This is because the price thresholds required to trigger the second auction are rarely met, as most bidding errors do not push prices high enough to activate the process. As a result of the consultation, the second auction process will be decommissioned with effective date 29<sup>th</sup> January 2025 (first trading day) for delivery date 30<sup>th</sup> January 2025 for SDAC countries.

The table below summarizes the procedural updates accordingly.

#### Overview of the changes for the below auctions and NI / ROI zones

	Second Auction Overview	
Timeframe	Before 29 January 2025	As of 29 January 2025 (first trading day)
Day-Ahead Auction (SDAC)	Yes	No more 2nd auction process
SEM-GB Intraday Auctions	NA: 2 <sup>nd</sup> Auction not part of the current process	
SEM-IDA3	NA: 2 <sup>nd</sup> Auction not part of the current process	



### **Maintenance Period**

An ETS maintenance, in the Production environment, will take place on 28<sup>th</sup> January 2025 from 21:30 GMT to 23:30 GMT.

#### Bidding error management - joint NEMO procedure of second calculation process

The Second Calculation process in place in SDAC auction is designed to allow members the possibility to correct bidding errors by certain deadlines.

It is only triggered in case the SDAC market results generated after a first calculation is rejected by at least one NEMO **following the identification of a wrong orderbook taken as input**. In this exceptional process, the problematic bid is either modified or removed and all NEMOs start a second (final) calculation. More information about this process is available in this <u>link</u>. The approved modification proposal and details can be found in this <u>link</u>.

Please do not hesitate to contact us at <u>info@semopx.com</u> should you require any further information.

Kind regards,

SEMOpx Team