

Procedural changes, Procedural changes on the SEM-GB coupled auctions (SEM IDA1 and SEM IDA2)

Important information – Action required

- **Change 1:** Introduction maximum and minimum price increase and decrease procedure
 - Examples and clarification about the application of the new methodology
- **Change 2:** New deadline and market message for the Cancellation of Local Intraday Auction after a full decoupling

Dear Member,

We would like to inform you that two procedural changes that will occur in the SEM-GB coupled Auctions (SEM-IDA1 and SEM-IDA2) as of 10 July 2023 (first delivery day) to increase the resiliency and the robustness of this coupled market:

1. Introduction maximum and minimum price increase and decrease procedure

The implementation of maximum and minimum price increase and decrease process in SEM-GB coupled auctions (SEM-IDA1 and SEM-IDA2) in case the clearing price exceeds a value of 70 percent of the predefined harmonized maximum or minimum clearing price.

This methodology will go live on 10.07.2023.

The following table displays the criteria that should be met to trigger the increase/ decrease mechanism.

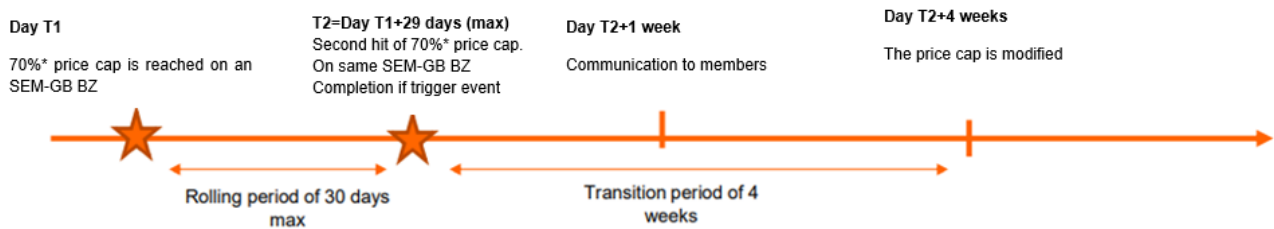
Overview of HMMCP methodology – SEM-GB Coupling

Description	Methodology as of XX.07.2023
Reference price limits (€/MWh)	-150€/MWh; 3000€/MWh
Price Speak definition	Clearing price above 70% in coupled bidding zones, excluding fallback and virtual bidding zones
Trigger conditions	2 price spikes in one bidding zone within 30 days of each
Transition period	28 days
Treatment of the transition period	No possibility to trigger the price adjustment
Increase steps (€/MWh)	500€/MWh
Application to minimum clearing price (€/MWh)	Yes
Decrease steps (€/MWh)	-100

Lowering of maximum price	No
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Example timelines of potential price increases

SEM-GB Max and Mix price caps



2. Introduction of new market message for the Cancellation of Local Intraday Auction after a full decoupling

As the Full decoupling deadline was extended since the 25 January 2023, we would like to inform you about the introduction of a cancellation deadline 20:00 (BST) for IDA1 and 10:15 (BST) for IDA2. And new market message to inform members in case of major issue that prevent us to make the market result available of the local intraday auction run after a full decoupling.

The new operational message that Members will receive related to the Cancellation of Local Intraday Auction are described in the ANNEX.

ANNEX

Procedural messages related to the Partial Decoupling case

The market message SEMOpx_02 will be sent at 20:00 (BST) for SEM-IDA1 and 10:15 (BST) for SEM-IDA2 to inform market participants about cancellation of Local Intraday Auction.

SEMOpx_02: Cancellation of Local Intraday Auction

Due to technical reasons or market issues, the Local Intraday Auction (IDA1) or (IDA2) is declared as cancelled.