

Market Expansion to the Nordic markets

Summary

ECC will offer clearing services for EPEX SPOT on the Danish, Finnish, Norwegian and Swedish power markets

- **For Intraday continuous products, expected go-live on the 9th or 14th calendar week 2020, date to be confirmed in January 2020;**
- **For Day-Ahead auction products, expected go-live on 10 March 2020;**

subject to regulatory approval and successful testing.

The extension of cleared products is in line with EPEX SPOT's plans to launch trading in the Nordic region. EPEX SPOT will extend its trading offer to new market areas in the framework of the Guideline on Capacity Allocation and Congestion Management (CACM) which enables power exchanges to operate markets outside of their historical home markets. Thus, trading members active on EPEX SPOT will be able to trade in additional market areas via their EPEX SPOT membership, expanding their business opportunities through one single trading screen.

Contact

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To prepare the launch of local products in the Nordic markets, this Clearing Circular outlines a number of changes related to

- **Physical settlement process**
- **Admission requirements**
- **Price offer and clearing fees**

that will impact you as of go-live. Please do not hesitate to contact us should you need further information.

Settlement Process

Nominations Process

Physical settlement in the Nordic markets will be organised via ECC's Luxembourg-based subsidiary - European Commodity Clearing Luxembourg S.à.r.l..

For Denmark, nominations are double-sided with priority rule for ECC, i.e. ECC and the trading member both send nominations to Energinet. In the event of a mismatch, ECC's value prevails over the trading members.

For Finland, Norway, Sweden, nominations are single-sided, i.e. only ECC sends nominations to eSett.

The GLN codes used by ECC Lux for each timeframe are as follows:

Intraday Continuous:

- DK: 4260088790088
- eSett: 4260088790057

Day-Ahead Auction:

- DK: 4260088790057
- eSett: 4260088790057

Member Readiness

Clearing Members

The ECC clearing licence for Clearing Members already covers clearing of the new EPEX Nordic Power products.

Non-Clearing Members and Direct Clearing Participants admission

Trading participants who are already admitted for trading at EPEX SPOT markets and want to extend their respective Day-Ahead auction and/or Intraday continuous trading in the respective areas, are requested to fill out the following TP Forms:

- TP_EPEX_01a for Denmark when the trading participant holds its own balance area agreement
- TP_EPEX_01b for Denmark when the trading participant holds a third party balance area agreement;
- TP_EPEX_02a for Norway, Sweden and Finland when the trading participant holds its own balance area agreement;
- TP_EPEX_02b for Norway, Sweden and Finland when the trading participant holds a third party balance area agreement;

The respective TP Forms are available on ECC's website.

The system setup for the customer will then be completed by ECC whilst the respective Clearing Member approves the extension of market areas.

The duly completed forms for **Intraday continuous products** must be returned to ECC by **10 February 2020** to secure trading from the go-live date.

The duly completed forms for **Day-Ahead auction products** must be returned to ECC by **10 February 2020** to secure trading from the go-live date.

Customers who are not yet admitted at ECC and / or EPEX SPOT SE are kindly invited to run the standard admission process with ECC Member Readiness and EPEX SPOT Membership (membership@epexspot.com).

Clearing Fee Holiday in 2020

ECC has put in place attractive clearing fee schemes to allow members to take full advantage of these newly launched markets.

Until end of June 2020, market participants will benefit from a clearing fee holiday on both the Intraday and Day-Ahead markets, in addition to EPEX SPOT Market Access and Trading Fee holidays.

From 1 July 2020 onwards, trading participants will have the chance to build up their trading strategy and increase their liquidity whilst enjoying reduced Day-Ahead clearing fees until the end of the calendar year.

Clearing Fee Holiday until 30.06.2020

- Day-Ahead auction: 0 ct/MWh
- Intraday continuous: 0 ct/MWh

Reduced Day-Ahead Clearing Fees from 01.07.2020 until 31.12.2020

- Day-Ahead auction: 1.00 ct/MWh