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ECC to introduce power spot clearing for the Polish market

Summary

ECC is pleased to inform that the **clearing launch of the EPEX SPOT Polish Day-Ahead auction** is targeted for **January 2021**, with the **Intraday continuous** market to follow in **early 2021**, subject to regulatory approval and successful testing.

In line with the Multi-NEMO (MNA) project and Single Intraday Coupling (SIDC), we will be able to offer Clearing Services for Day-Ahead and Intraday trading in Poland to further complete our **one-stop-shop pan-European offer together with EPEX SPOT**.

Contact

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Clearing & Settlement
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Settlement Process

Product Setup and Physical Settlement

The overview shows the new product groups which will be used within the ECC clearing system (SMSS) and nominations by ECC for Day-Ahead and Intraday hourly contracts:

a. Hourly Contracts on Power in Closed Auction Trading (EUR)

Name	ECC Product Group
Polish Power Day-Ahead	EPEX_ST_POWER_PSE

a. Hourly Contracts on Power in Continuous Trading (EUR)

Name	ECC Product Group
Polish Power Intraday-Continuous	EPEX_IT_POWER_PSE

Trading Limits

The new products will be included in the respective financial trading limits for Day-Ahead auction trading and Intraday continuous trading. Trading participants are requested to contact their Clearing Members (CM) in case limit adjustments are required. Please contact limits@ecc.de for further information.

Margining

Exposures will be included in the time series of exposures used for daily calculation of the Spot Initial Margin (IMSM) and will also be included in the Current Exposure Spot Market (CESM). They will be netted with exposures from all other spot market transactions providing full cross-margining effects across all cleared spot venues of ECC. The margin requirement is listed in the report "Daily Margin" (cc750) and will be contained in the margin classes "IMSM" and "CESM".

Member Readiness

Clearing Members

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

Non-Clearing Members

Trading participants who are already admitted for trading at the EPEX SPOT markets and would like 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_03a for trading participants, who hold their own Transmission agreement (nomination via own scheduling unit)
- TP_EPEX_03b for trading participants, who plan to use scheduling units of a third party for physical settlement processes;

The Polish market model accounts for several layers at which data is reported to the Polish Transmission System Operator (TSO) PSE. Therefore ECC will collect the information on the scheduling unit (owner of the unit, name of the unit and its code) and the market operator (name of the market operator and its code).

Please note, that the role of the market operator, a party responsible for communication to Polish TSO, can be fulfilled by the trading participant itself or a third party. It is the responsibility of the trading participant to make sure that the information to the Market Operator is correct and that ECC is authorised to use this information. In case of questions, please do not hesitate to contact your key account manager at EPEX SPOT. On the topic of the Polish market entry, a webinar is planned for customers in early January 2021.

The respective TP Forms for the Polish market 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.

Please hand in the respective TP_EPEX_03a/b form as soon as possible in order to enable a contemporary admission process at ECC and EPEX in view of the Go-Live.

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).

VAT Rules

Trading participants must be taxable persons for Value Added Tax.

Trading participants from EU who already own a valid VAT number in one of the European Union member states can trade on the Polish market without any further action to abide by the VAT regulations applicable in those markets.

Trading participants outside EU have to prove that they are taxable persons for Value Added Tax.

Clearing Fee Holiday

ECC offers an attractive clearing fee scheme to allow members to take full advantage of these newly launching markets.

In addition to EPEX SPOT's Trading Fee holiday, ECC will offer a corresponding **clearing fee holiday until 30 June 2021** for the Day-ahead market as well as for the Intraday market.

Clearing fee holiday until 30.06.2021

- Intraday continuous: 0 ct/MWh
- Day-ahead: 0 ct/MWh