

EXTENSION OF TIMEFRAME FOR THE SECOND SUBMISSION PERIOD UNDER CLAUSE 2.5.12 OF THE MARKET RULES FOR RC_2010_37

In accordance with clause 2.5.10 of the Market Rules, the Independent Market Operator (IMO) has further extended the timeframe for the second submission period for the Rule Change Proposal titled "Calculation of the Capacity Value of Intermittent Generation – Methodology 2 (Griffin Energy)" (Ref: RC_2010_37).

The end date for the second submission period is extended until 5:00pm on Friday 21 October 2011. Dates for subsequent steps of the rule change process have been adjusted accordingly.

Reason for the extension

At the request of a Market Participant, the IMO has been working closely with Collgar Wind Farm (Collgar) to investigate the availability of accurate wind farm data for the past 5 years which would enable the IMO to assess the impact of Collgar to the 12 Peak LSG Trading Intervals (TI's) used in the Sapere Report analysis. The intention of the IMO was to publish this information to allow Market Participants the opportunity to assess the financial impacts of the proposed methodology once Collgar's output is incorporated.

Despite the best efforts of Collgar the available data is incomplete, with a number of periods missing or containing erroneous data. The IMO notes that some of the missing periods relate to key output periods, including peak periods as follows:

- 2006/7 hot season: entire data series missing
- 2007/8 hot season: 20 days with missing data, including 3 of the days currently identified in the top 12 TI's
- 2008/09 hot season: 32 days with missing data, including 4 of the days currently identified in the top 12 TI's
- 2009/10 hot season: 27 days with missing data, including 2 of the days currently identified in the top 12 TI's
- 2010/11 hot season (up to 7th March only): 13 days with missing data, including 2 of the days currently identified in the top 12 TI's.

There is also significant uncertainty with regards to the results and Collgar advised the IMO that they would be useful for indicative purposes only.

Without a complete data series, the IMO does not consider it appropriate to publish revised 12 Peak LSG Trading Intervals to incorporate Collgar as it would be potentially misleading to new and existing facilities.



The IMO would like to express sincere thanks to Collgar in their significant efforts to provide the requested data and to Market Participants for their patience in this matter.

Recognising the proximity to the closing date for second submissions, and that some Market Participants were waiting for this information prior to finalising their submissions, the IMO considers that a further extension of one week is appropriate to allow participants to conclude their submissions.

The second submission period has been extended to Friday 21 October 2011.

Proposed Work Programme

- The second submission period closes.
- The IMO Board presents its final decision in the Final Rule Change Report.

SUZANNE FRAME GROUP MANAGER, MARKET DEVELOPMENT

13 October 2011