

SEMOPX MODIFICATION PROPOSAL FORM			
Proposer (Company)	Date of receipt (assigned by Secretariat)	Type of Proposal (delete as appropriate)	Modification Proposal ID (assigned by Secretariat)
SEMOpX	20 th April 2022	Standard	SPX_03_22
Contact Details for Modification Proposal Originator			
Name	Telephone number	Email address	
Amy Yeung		Amy.Yeung@Eirgrid.com	
Modification Proposal Title			
Changes to Partial and Full Decoupling Deadline in the DAM Auction.			
Documents affected (delete as appropriate)	Section(s) Affected	Version number of SEMOpX Rules or Operating Procedure used in Drafting	
SEMOpX Operating Procedures	Section E.1.1.4, E.1.3.1, E.1.3.5, E.1.5.1 and E.1.5.3	Version 4.0	
Explanation of Proposed Change (mandatory by originator)			
<p>This modification proposes to amend the Day-Ahead Market decoupling deadline timings within the SEMOpX Operating Procedures in line with the changes made to SDAC operational timings. The agreed SDAC OPSCOM changes to timings are to increase the DAM Partial Decoupling (PD2) and Full Decoupling (FD1) deadlines by 20 minutes, therefore subsequent timings will also be affected for each risk case.</p> <p>The following are impacted by the change in timings in the Day-Ahead Market:</p> <ul style="list-style-type: none"> • Partial-Decoupling (PD2) deadline set to 12:05 (instead of 11:45) and local auction results publication set to 12:25 (instead of 12:05) • Full-Decoupling (FD1) deadline set to 13:20 (instead of 13:00) and local auction results publication set to 13:45 (instead of 13:25) <p>The updates are limited to the SEMOpX Operating Procedures only. No updates to the SEMOpX Operating Procedures Glossary, SEMOpX Rules document or SEMOpX Rules Glossary are seen as necessary.</p> <p>Target go-live date of the changes to the DAM partial and full decoupling deadline is to be confirmed in May, 2022.</p> <p>A brief summary of the SEMOpX Operating Procedure changes is provided below:</p> <p><u>SEMOpX Operating Procedures:</u></p> <p>E.1.1.4 – table outlining the target times for each of the decoupling scenarios associated with the DAM auction; under “PD2”, Target time updated from “11:45” to “12:05” and under “FD1”, Target time updated from “13:00” to “13:20”.</p> <p>E.1.3.1 – description of the PD2 – Technical or Market Issues Experienced by Participating Exchanges(s) scenario, which includes the “11:45” timing updated to “12:05”.</p> <p>E.1.3.5 – description of the PD2 – Technical or Market Issues Experienced by Participating Exchanges(s) scenario, which includes the “12:05” timing updated to “12:25”.</p> <p>E.1.5.1 – description of the FD1 – Day-ahead Auction results cannot be determined scenario, which includes the “13:00” timing updated to “13:20”.</p> <p>E.1.5.3 – description of the FD1 – Day-ahead Auction results cannot be determined scenario, which includes the “13:25” timing updated to “13:45”.</p>			

Legal Drafting Change

(Clearly show proposed change to SEMOpx Rules (including Appendices and Operating Procedures) using **tracked** changes, if proposer fails to identify changes, please indicate best estimate of potential changes)

The sections of the document with changes tracked as shown below and in the embedded SEMOpx Operating Procedures:

- E.1.1.4 The circumstances that may give rise to fallback procedures being triggered in the case of a Day-ahead Auction are summarised in the following table, and are described in more detail in the following sections (which prevail over the following table to the extent of any inconsistency):

Trigger	Description	Decoupling Event	Target Time (D-1)
PD 1	Late submission of cross-zonal capacities	Partial	10:30
PD 2	Technical or market issues experienced by a Participating Exchanges(s)	Partial	11:45 12:05
PD 3	Partial decoupling known in advance	Partial	09:30
FD 1	Day-ahead Auction results cannot be determined	Full	13:00 13:20
FD 2	Full decoupling known in advance	Full	09:30

- E.1.3.1 Under the procedures governing the MRC, if a Participating Exchange does not submit to the Coupling Operator the order book relating to its exchange by ~~11:45~~12:05 on the day prior to a Trading Day (D-1), the Incident Committee will declare a partial decoupling of the MRC for the relevant Trading Day (D).
- E.1.3.5 SEMOpx shall provide the results of a Day-ahead Auction conducted as a Local Auction under paragraph E.1.3.4(b) to Exchange Members as soon as they become available from ~~12:05~~12:25 on the day prior to the relevant Trading Day (D-1), and not in accordance with the usual timeline in Schedule A.1 of Appendix A.
- E.1.5.1 Under the procedures governing the MRC, if the Coupling Operator is not able to determine the results of an MRC process in relation to a Day-ahead Auction or the Auction results have been rejected by a Participating Exchange by ~~13:00~~13:20 on the day prior to the relevant Trading Day (D-1), the Incident Committee will declare the MRC to be fully decoupled for the relevant Trading Day (D).
- E.1.5.3 SEMOpx shall provide the results of the Day-ahead Auction conducted as a Local Auction under paragraph E.1.5.2(b) to Exchange Members as soon as they become available from ~~13:25~~13:45 on the day prior to the relevant Trading Day (D-1), and not in accordance with the usual timeline in Schedule A.1 of Appendix A.



SEMOpx Operating Procedures_Track_CI

Modification Proposal Justification

(Clearly state the reason for the Modification)

This modification proposes the changes to the DAM partial and full decoupling deadlines (PD2 & FD1) and the subsequent DAM local auction publication timings in line with SDAC operational timing changes.

NEMOs and TSOs of the SDAC OPSCOM agreed to grant an extension of 20 minutes in order to provide additional resolution time, as part of a preventive measure due to increasing participation in SDAC and new products being introduced which add to the complexity of the EUPHEMIA calculations. Additionally, new resources being trained up require additional time to troubleshoot and resolve issues in the event of partial or full decoupling. With the increasing issues experienced over the last year in the Day-Ahead Market, these extensions in the resolution time are agreed by SDAC OPSCOM to further mitigate any risk of partial and full decoupling.

SEMOpX Objective and SEMOpX Principles Furthered

(State the SEMOpX Objective and Principles the Proposal furthers, see Section A.1.2 of the SEMOpX Rules for further details)

The principles of the SEMOpX rules are:

A.1.2.1 *These SEMOpX Rules are designed to facilitate achievement of the following objective (the “SEMOpX Objective”):*

- (a)** *That participation and trading in commercially viable and sustainable product offerings in the SEMOpX day-ahead and intraday markets meets the needs of current and prospective Exchange Members, and promotes the long-term interests of consumers.*

A.1.2.2 *The SEMOpX Objective is supported by the following principles: that the SEMOpX Rules should:*

- (a)** *enable compliance with the regulatory requirements of the European Union, Ireland and Northern Ireland;*
- (b)** *promote competitive outcomes through provision of efficient and effective exchange services;*
- (c)** *conform with regional and European-wide arrangements for Market Coupling;*
- (d)** *be transparent, not unduly discriminatory, and promote market integrity and confidence;*
- (e)** *reflect the system design and capabilities and service provider arrangements;*
- (f)** *provide Exchange Members with opportunities to be consulted on changes to SEMOpX Rules and Procedures; and*
- (g)** *promote data security, integrity and confidentiality, being the “SEMOpX Principles”.*

This modification proposal furthers the SEMOpX Objective (a) and SEMOpX Principles (c) and (e) above by ensuring:

- the participation and trading in commercially viable and sustainable product offerings in the SEMOpX day-ahead market meets the needs of current and prospective Exchange Members and promotes the long-term interests of consumers
- conformity with regional and European-wide arrangements for Market Coupling to align with the timings set out at SDAC level, ensuring that SEMOpX members receive the relevant communications in line with the expected timelines set out in the SEMOpX Operating Procedures
- the SEMOpX Operating Procedures reflect the system and procedural setup with the new partial and full decoupling timings at SDAC level

Implication of not implementing the Modification Proposal

(State the possible outcomes should the Modification Proposal not be implemented)

If this modification is not implemented, SEMOpX members will receive the DAM partial and full decoupling notifications later than detailed in the SEMOpX Operating Procedures. This could cause confusion and members could miss the window of re-opening orderbooks to resubmit their orders immediately following decoupling which could have financial implications to market participants.

Impacts

(Indicate the impacts on systems, resources, processes and/or procedures; also indicate impacts on any other Market Code such as Trading and Settlement Code, Capacity Marker Code, Grid Code, Exchange Rules etc.)

- The SEMOpX Operating Procedures require an update (this modification). There is no foreseen update to the associated SEMOpX Operating Procedures Glossary, SEMOpX Rules or SEMOpX Rules Glossary.

- Exchange members may need to revise internal procedures regarding the expected timings for the communications relating to each of the scenarios detailed above.
- SEMOpX will be required to update internal work procedures, checklists and exception handling documentation detailing all impacted timings
- SEMOpX will be required to update participant training materials and website content detailing all impacted timings
- SEMOpX and its service providers have completed scenario testing and simulation testing with the new timings.

Please return this form to Secretariat by email to exchangecommittee@semopx.com

Notes on completing Modification Proposal Form:

1. If a person submits a Modification Proposal on behalf of another person, that person who proposes the material of the change should be identified on the Modification Proposal Form as the Modification Proposal Originator.
2. Any person raising a Modification Proposal shall ensure that their proposal is clear and substantiated with the appropriate detail including the way in which it furthers the SEMOpx Objective and Principles to enable it to be fully considered by the Exchange Committee.
3. Each Modification Proposal will include a draft text of the proposed Modification to the SEMOpx Rules.
4. For the purposes of this Modification Proposal Form, the following terms shall have the following meanings:

Modification Proposal: means the proposal to modify the SEMOpx Rules and / or Operating Procedures as set out in the attached form

Derivative Work: means any text or work which incorporates or contains all or part of the Modification Proposal or any adaptation, abridgement, expansion or other modification of the Modification Proposal

SEMOpx: has the meaning assigned to it in the glossary to the SEMOpx Rules

SEMOpx Rules: means the rules, including the Appendices and Procedures, as amended from time to time or otherwise modified in accordance with those SEMOpx rules.

SEMOpx Exchange Committee or "the Exchange Committee": has the meaning assigned to it in SEMOpx Rules.

Regulatory Authorities: has the meaning assigned to it in the SEMOpx Rules.

In consideration for the right to submit, and have the Modification Proposal assessed in accordance with the SEMOpx Rules and Exchange Committee Procedures which I have read and understand, I agree as follows:

1. I hereby grant a worldwide, perpetual, royalty-free, non-exclusive licence:
 - 1.1 to the SEMOpx and the Regulatory Authorities to publish and/or distribute the Modification Proposal for free and unrestricted access;
 - 1.2 to the Regulatory Authorities, the SEMOpx Exchange Committee and each member of the Exchange Committee to amend, adapt, combine, abridge, expand or otherwise modify the Modification Proposal at their sole discretion for the purpose of developing the Modification Proposal in accordance with the SEMOpx Rules;
 - 1.3 to SEMOpx and the Regulatory Authorities to incorporate the Modification Proposal into the SEMOpx Rules;
 - 1.4 to all Parties to the SEMOpx Rules and the Regulatory Authorities to use, reproduce and distribute the Modification Proposal, whether as part of the SEMOpx Rules or otherwise, for any purpose arising out of or in connection with the SEMOpx Rules.
2. The licences set out in clause 1 shall equally apply to any Derivative Works.
3. I hereby waive in favour of the Parties to the SEMOpx Rules and the Regulatory Authorities any and all moral rights I may have arising out of or in connection with the Modification Proposal or any Derivative Works.
4. I hereby warrant that, except where expressly indicated otherwise, I am the owner of the copyright and any other intellectual property and proprietary rights in the Modification Proposal and, where not the owner, I have the requisite permissions to grant the rights set out in this form.
5. I hereby acknowledge that the Modification Proposal may be not be supported by the Exchange Committee, may be rejected by SEMOpx and / or the Regulatory Authorities and that there is no guarantee that my Modification Proposal will be incorporated into the SEMOpx Rules.