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| --- | --- |
| Reference Number(to be filled out by Secretariat) | MCF\_01 |
| Change Title | No Trading when not authorised under TSC |
| Proposer | Date | Phone  | Email |
| Nigel Thomson | 06/12/2017 |  |  |
| Document section to change | C.2 |
| Changes explained |
| An additional scenario has been found where Exchange Members should have the responsibility not to trade with a Unit before its effective date and time under the TSC. This adds to the existing criteria under which an Exchange Members has a responsibility not to trade when a) suspended or b) the Balancing Market Operator is prohibited from accepting Contracted Quantities for a Unit.By having these obligations on Exchange Members it mitigates the risks of Contracted Quantities not being accepted by the Balancing Market Operator, and the associated costs that need to be recovered if an event should occur.The proposal is to add to the criteria under clause C 2.4.3 of the SEMOpx Rules. |
| Text changes (tracked) |
| C 2.4.3 An Exchange Member shall not submit Orders in respect of Units registered in respect of a Participant under the Trading and Settlement Code where: a)the Order is for a Trading Period before the Unit’s registration under the Trading and Settlement Code takes effect; b)the Participant has been Suspended under the Trading and Settlement Code; or c)the Market Operator is prohibited from accepting notification of Contracted Quantities in respect of that Participant under paragraph G.12.3.2 of the Trading and Settlement Code. |
| Consultation Activities |
| The rationale and the proposed legal wording were provided in the [NEMO BLG held on the 6th Dec 2017](http://www.sem-o.com/ISEM/General/NEMO_BLG%20Presentation%2006%20December%202017.pdf)Subsequent amendments to the legal text were made after consideration of the comments received from Exchange Members. As provided [here](http://www.sem-o.com/ISEM/General/MCF_01%20Comments%20and%20Responses.xls).A further update was provided in the [NEMO BLG held on the 26th Jan 2018.](http://www.sem-o.com/ISEM/General/NEMO_BLG%20Presentation%2026%20January%202018.pdf) |
| Exchange Committee views | SEMOpx Views | Final Decision (Rules only RAs, Operating Procedures only SEMOpx) |
| Comments received from Exchange Members are provided [here](http://www.sem-o.com/ISEM/General/MCF_01%20Comments%20and%20Responses.xls). | Response to Exchange Member comments are provided [here](http://www.sem-o.com/ISEM/General/MCF_01%20Comments%20and%20Responses.xls).SEMOpx believe the change is warranted to ensure Exchange Members know, and are obliged to respect, the requirement not to trade when not registered for the trading period under the TSC. Helping to avoid any occurrence of non-acceptance of Contracted Quantities by the Balancing Market Operator |  |