

SIDC (XBID) Update

18th MESC Meeting

ENTSO-E, Brussels 17.09.2019

XBID

successfully

transitioned to

SIDC



SIDC – Headlines on Progress

Deployment of Release 2.0 on target for end October

- User Acceptance Testing, UAT, has been successful and delivered to plan. Final phase is now underway (Performance Testing)
- Release 2.0 delivers increased Order Book Depth of 100 (up from 31)
- Also delivers Enhanced Shipper for 2nd Wave Go-Live

Future Development progresses

- The Proof of Concept for Losses on DC Cables is underway (expected to complete in November)
- Pilot of Agile Development agreed with DBAG and approach is being discussed
- Scope of Release 3.0 ongoing list to be aligned with 2020 Budget discussions ongoing.

2nd Wave Go-Live on target for November but risk remains

- The final phase of Local Implementation Project testing is underway
- Pre-launch Event is scheduled for 1st October. Invitations issued/participants are registered
- Risks on 2nd Wave include Transit Shipping (see separate slides), MPLS connections and technical readiness

Roadmap

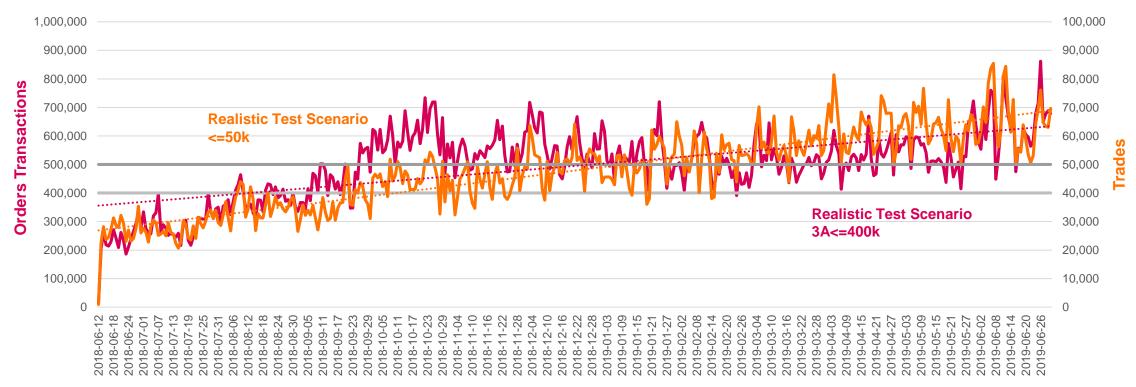
- Roadmap developed with circa 130 items covering geographic extension, usability and functional development
- Research & Development workshop with NRAs scheduled for 26th September
- Early discussions on Intraday Auctions and governance

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SIDC key figures – performance monitoring – example

Order Transactions / Trades



The figure shows daily Orders Transactions (Order events) and Trades since the first complete day of trading (13 June 2018).

The maximum order transactions peak (~862k) was produced on **26 June 2019**. The trades also reached a peak in that month (~85k on 7 June). Over **20 million trades** have been completed since the 1st go-live

Note: Realistic Test Scenarios have been run and SLAs agreed to ensure effective contractual frameworks as the Intraday Market grows

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2nd Wave Go-Live – "Transit" Shipping (1/2)

 The 2nd Wave Go-Live is scheduled for November 2019 with 7 countries – Bulgaria, Croatia, Czech Republic, Hungary, Poland, Romania & Slovenia (subject to successful testing) in two Local Implementation Projects (LIPs). See Appendix for parties involved.

SIDC Single Intraday Coupling

- In comparison to the 1st Wave, the 2nd Wave shipping arrangements introduce a more complex topology for SIDC which could not be fully considered when the Shipping Module was initially developed for the 1st Wave Go-Live.
- In order to deal with this 2nd wave complexity a role of the preferred shipper has been established. This means that in the MNAs (Multi NEMO Arrangements) areas, "preferred" shipping agent from amongst the two NEMO/CCP/Shipping agents currently active* in these MNA areas needs to be appointed by each NEMO/CCP.
- The preferred shipper role deals with "transit shipping activities" (shipping of the energy through delivery areas where the trade has neither source nor sink). Transit in non-MNA areas does not need any selection as the non-MNA NEMO/CCP active in each area assures this activity (or nominates another entity to provide it, e.g. shipping agents) to all other NEMOs/CCPs.
- The arrangements and agreement regarding "Transit" Shipping through MNA areas is key for the success of the 2nd Wave

*At the current time EPEX SPOT/ECC and EMCO/NordPool could be active NEMOs in all MNA areas and TGE is only active in the Polish MNA area. EXAA is not operational in XBID.



2nd Wave Go-Live – "Transit" Shipping (2/2)

- A selection process for the provision of "Transit" Shipping in MNA areas has been jointly prepared (to ensure consistency) by the non-MNA NEMOs
- The corresponding Request for Offer (RfO) was sent to EMCO and EPEX/ECC on 14th August, together with the defined Terms.
- Responses were received by 11th September and the final selection decision is due to be made on 18th September. This will be followed by final negotiations, a Lock-In if needed, NRA approvals (where needed) and incorporation in bilateral agreements.
- The timeline is <u>challenging</u> in order to secure the 2nd wave go-live scheduled for 19th November 2019.
- If timely agreement is not reached through this process, then a Transit Shipper will be appointed for an interim period of up to 6 months. The above RfO included the request for the potential providers to detail the costs for 3 and 6 months under direct assignment of the Transit Shipper role. This is designed to mitigate the risk on the 2nd wave go-live if the above selection process does not deliver in time.
- TGE, the Polish NEMO, is separately running a selection process for the selection of their Preferred Shipper and also requested a response from EMCO and ECC by 11th September.
- Transit Shipping is being monitored very closely by the Transit Shipping Group and the SIDC Intraday Steering Committee.
- Other risks to the 2nd wave go-live include the Nomination system in Poland, some NEMOs' connection to the MPLS (communication channel) for back office activities, and completion of testing.

Appendix: 2nd wave Local Implementation Projects and parties involved

LIP		Participants	Foreseen allocation
15	, , ,	NEMOs: BSP, Cropex, EPEX, HUPX, IBEX, Nord Pool, OPCOM, OTE TSOs: 50Hertz, APG, CEPS, ELES, ESO, HOPS, MAVIR, PSE, Transelectrica, TTG	 Implicit Implicit & Explicit for HR-SI border
16	LT-PL, PL-SE	NEMOs : Nord Pool, TGE TSOs : Litgrid, PSE, Svk	Implicit

Operational



Operational, part of 2nd wave

2nd wave

