



Role of OKTE, a.s. in implementation of REMIT regulation in the conditions of the Slovak electricity and natural gas market

REMIT – REGULATION ON WHOLESALE ENERGY MARKET INTEGRITY AND TRANSPARENCY

- ▶ Regulation (EU) No 1227/2011 of the European Parliament and of the Council and the Commission Implementing Regulation (EU) No 1348/2014 require the wholesale market players to provide Agency for the Cooperation of Energy Regulators (ACER) with data about contracts on the wholesale energy markets including orders to trade.
- ▶ According to REMIT, the contracts are transactions admitted to trading on organised markets and bilateral contracts for physical delivery of electricity or gas, their derivatives, transactions related to transmission or transportation capacities and provision of ancillary or balancing services.

REPORTING OF CONTRACTS VIA RRM

- ▶ For maintaining high standards of safety and completeness of data, ACER will accept sensitive data reporting on the commercial transactions only from so called Registered Reporting Mechanism (RRM). Individual market participants will not be able to provide ACER directly with their data.
- ▶ OKTE, a.s. will be as an organised market in terms of REMIT obliged to report to ACER detailed data about transactions and orders to trade realised on ISOT platform. For this purpose, OKTE, a.s. will register as RRM after satisfying a number of challenging technical, organisational and security requirements.

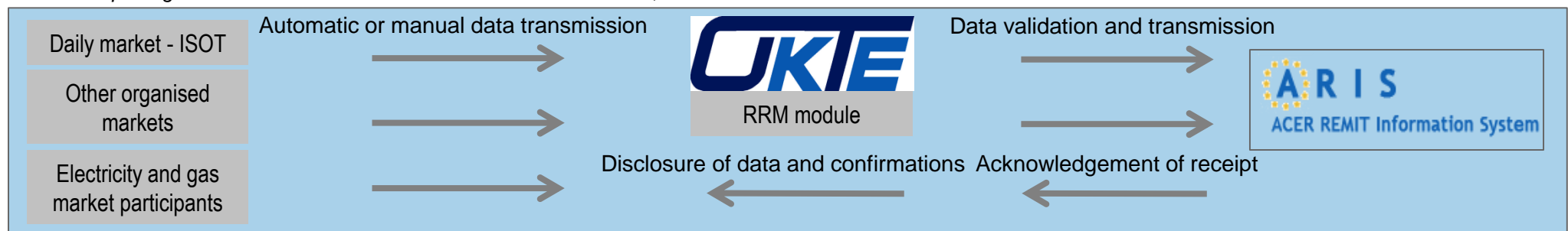
TYPES OF REPORTABLE CONTRACTS

- ▶ **Standard contracts** are orders to trade in wholesale products and transactions executed on organised markets, such as the ISOT platform operated by OKTE, a.s.
- ▶ Standard contracts must be reported to ACER by next working day after the contract execution or submission of the order to trade. The reporting obligation as shall apply to market participants **from October 7, 2015**.
- ▶ **Non-standard contracts** are all contracts concerning any wholesale energy product that are not a standard contract. Non-standard contracts are, above all, bilateral contracts (OTC) that are concluded between wholesale market participants.
- ▶ Non-standard contracts must be reported by no later than 1 month after the conclusion or change of transaction. Market participants are obliged to report non-standard contracts **from April 7, 2016**.

CONCERNED WHOLESALE ENERGY MARKET PARTICIPANTS

- Organised market places
- Electricity and/or natural gas traders
- Electricity producers with installed power of more than 10 MW
- Natural gas producers with installed power of more than 20 MW
- Operators of transmission and transportation networks
- Electricity or natural gas consumption units with capacity consumption exceeding 600 GWh at full capacity utilization

Intended reporting scheme of transaction data to ACER via RRM OKTE, a.s.





Services provided by OKTE, a.s. to wholesale electricity and gas market participants in relation to REMIT regulation

REPORTING OF STANDARD CONTRACTS FOR PARTICIPANTS OF ORGANISED SHORT-TERM ELECTRICITY MARKET UNDER REMIT

- ▶ **Market participants trading at ISOT platform can conclude with OKTE, a.s. an amendment to the contract for access and on conditions of participation in organised short-term cross-border electricity market.** Based on this amendment, OKTE, a.s. shall:
 - create the short-term electricity market participant an user account,
 - assign unique transaction identifier to every order to trade and concluded transaction at the ISOT platform,
 - provide ACER with the required data and make accessible the confirmation of the successful data receipt to the participant of the short-term electricity market,
 - enable export of transaction data to the electricity market participant in a format required by ACER.
- ▶ **The fee for this service is included in charges for organising and evaluating activities on the short-term electricity market, regulated by the Regulatory Office for Network Industries (URSO).**

REPORTING OF NON-STANDARD CONTRACTS FOR PARTICIPANTS OF ELECTRICITY AND GAS MARKET UNDER REMIT

- ▶ **Electricity and gas market participants can sign with OKTE, a.s. a REMIT contract.** Based on this contract, OKTE, a.s. shall:
 - after meeting technical requirements, provide reporting services of non-standard (bilateral – OTC) contracts under REMIT as so called third party acting on behalf of market participant as defined by REMIT,
 - establish and subsequently test with each market participant interface for data receiving and input validation, which is required by ACER,
 - provide ACER with required data and make accessible to the market participant confirmation of a successful data reception by ACER.
- ▶ **This service will be charged on commercial basis within a price list.**

WHAT CAN YOU DO NEXT

- ▶ **Mark OKTE, a.s. as your RRM** during market player registration with the national regulatory office - ÚRSO.
- ▶ **Sign with OKTE, a.s.** the amendment to the contract for access and conditions of participation in organised short-term cross-border electricity market, respectively the REMIT contract.
- ▶ **Take part at the planned OKTE, a.s. workshops**, where solutions for fulfilment of your obligations under REMIT will be presented.

Why OKTE, a.s. as RRM?

- ▶ We offer solution of single reporting mechanism for all wholesale electricity and natural gas market participants
- ▶ We monitor developments of EU and Slovak energy legislation
- ▶ We have deep experience with data collection and processing
- ▶ Protection of data and information is our priority
- ▶ Market participants communicate via our user interface

For further information about requirements under REMIT and reporting possibilities, visit www.okte.sk/en/remit or contact us at:

OKTE, a.s.
 Mlynské nivy 59/A
 821 09 Bratislava
 e-mail: remit@okte.sk