

MODIFICATION 0568 - EXPLANATORY TABLE

Security Requirements and Invoice Payment Settlement Cycle for the Trading System Clearer

Notes

1. The table is based on the legal drafting for Modification 0568 submitted by NGG to the Joint Office on 27 January 2016
2. Modification 0568 relates to the removal of the Trading System Clearer’s obligation to provide credit and amending the invoice payment settlement cycle as applicable to the Trading System Clearer.
3. Modification 0504 will modify TPD Sections X (Energy Balancing credit) and S (Invoicing and Payment)

Paragraph	Explanation
Modification 0568: Legal Text	
AMENDMENT TO TPD Section S: Amending the invoice payment settlement cycle as applicable to the Trading System Clearer	
Amended paragraph 3.1.2	Reference inserted to new paragraph 3.1.3
New Paragraph 3.1.3	<p>This paragraph introduces a new provision that the Invoice Due Date, in relation to Energy Balancing Invoices, shall be as agreed between National Grid NTS and the Trading System Clearer.</p> <p>This paragraph also provides that only a Trading System Clearer with the specified financial legislation approval can benefit from this agreement Code.</p> <p>If this agreement cannot be made, the Invoice Due Date shall continue as specified in Code.</p>
Renumber existing paragraph 3.1.3 to 3.1.4	Due to addition of new paragraph 3.1.3, renumber existing paragraph 3.1.3 to 3.1.4
AMENDMENT TO TPD Section X: Removing the obligation to provide security	
Amended paragraph 2.1.2	Reference inserted to new paragraph 2.1.6
New Paragraph 2.1.6	This paragraph introduces a new provision that the Energy Balancing Credit Rules applicable to the Trading System Clearer may be waived or changed.

	<p>This paragraph also provides that only a Trading System Clearer with the specified financial legislation approval can benefit from this waiver or change.</p>
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Any change or waiver must follow a decision by the Energy Balancing Credit Committee.