The following clauses are amended (deleted wording, new wording):

- 4.1.2. The first Reserve Capacity Auction is scheduled to be held in year 2005 with a single Reserve Capacity Auction to be held-scheduled in each subsequent year.
- 4.1.27. The IMO must in accordance with clause 4.13.10<u>A</u> notify a Market Participant that has provided requested the IMO to release a Reserve Capacity Security for a Facility, which the Market Participant considers to be in commercial operation and capable of meeting its Reserve Capacity Obligations, of its determination as to whether that the Reserve Capacity Security is no longer required, and return any cash deposit that is no longer required, within five 10 Business Days after receiving the Market Participant's request of the first day that the Facility to which the Reserve Capacity Security relates is considered by the IMO to be in commercial operation and capable of meeting its Reserve Capacity Obligations.
- 4.13.5. The Reserve Capacity Security for a Market Participant must be:
 - (a) an obligation in writing that:

. . .

iv. constitutes valid and binding unsubordinated obligations to the Reserve Capacity Security provider to pay to the IMO amounts in accordance with its terms which relate to the obligations of the (m)-1.17385(sP11.6420.3772 Tf 0.998104 0 0 1 432 456.84 T-0.115971(p)18131(h)-

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- (c) in the case of a new Facility to which none of (a), (b), or clause 4.13.11<u>A</u> relate, the day from which Reserve Capacity Obligations cease to apply in accordance with clause 4.1.30 in respect of the Reserve Capacity Cycle.
- 4.13.11. If a Market Participant that provides a Reserve Capacity Security in respect of a Facility under this clause 4.13 operates the Facility:
 - (a) at a level (expressed in MWh) that is at least 90% of one-half of the Reserve Capacity Obligation Quantity for the Facility (as determined under clause 4.12.4 and before any adjustment made under clause 4.12.6, expressed in MW) in at least one Trading Interval when the Reserve Capacity Obligation Quantity exceeds 0 MW; and
 - (b) the Trading Interval falls between the date from which Reserve Capacity Obligations apply in accordance with clause 4.1.26 and the day from which Reserve Capacity Obligations cease to apply in accordance with clause 4.1.30 in respect of the Reserve Capacity Cycle,

then, unless the IMO has already returned the Reserve Capacity Security to the Market Participant under clause 4.13.10A, the IMO will return the Reserve Capacity Security to the Market Participant within 20 Business Days after the end of the relevant Capacity Year.

4.23A.3. If at any time a Market Participant holds Capacity Credits with respect to a facility (the "**primary facility**") that must be registered as more than one Registered Facility, either as a result of Facility aggregation not being approved by System Management or being revoked, then the IMO may re-allocate the Certified Reserve Capacity, Capacity Credits and Reserve Capacity Obligation Quantities of the primary facility between the primary facility and the Registered Facilities subject to the conditions that:

. . .

(c) after the re-allocation the total Certified Reserve Capacity, the total number of Capacity Credits and the total Reserve Capacity Obligation Quantities, respectively, of the primary facility and the Registered Facilities must equal the Certified Reserve Capacity, the number of Capacity Credits, and the Reserve Capacity Obligation Quantity original originally held by the primary facility; and

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4.24.1. If, at any time after the day which is six months before the first Capacity Year the IMO considers that, in its opinion, inadequate Reserve Capacity will be available in the SWIS to satisfy the requirements described in clauses 4.5.9(a) and (b), and Reserve Capacity Auction intended to secure Capacity Credits for that time has already occurred or been cancelled, then it must:

- <u>clause 4.26.2C(a)</u>, the IMO must set the Relevant Demand based on the IMO's estimate of the Curtailable Load consumption during those intervals.
- 4.27.5. A Market Participant must provide a report described in clause 4.27.3, to the IMO in a format specified in the Reserve Capacity Procedure within 20 Business Days of being requested to do so.
- 4.27.6. The IMO must consult with System Management on the implications of <u>a-the</u> report.
- 4.27.7. If the IMO considers the number of days rep

- Participant to submit further reports in accordance with clause 4.27.10 <u>or clause</u> 4.27.10A. or revise the dates nominated in accordance with 4.27.11.
- 4.28C.2. A Market Participant with a Registered Facility that meets the criteria in <u>clause</u>
 4.28C.1 may apply to the IMO, at any time between the date when the Facility
 was registered under Chapter 2 and 1 January of Year 1 of the Capacity Cycle
 to which the application relates, for certification of Capacity and Capacity Credits
 for that Facility ("Early Certified Reserve Capacity").
- 4.28C.4. An The application under clause 4.28C.2 must state that the applicant intends to trade all assigned Certified Reserve Capacity bilaterally.
- 4.28C.7 The IMO must, within 90 days of <u>receiving</u> the application, set Early Certified Reserve Capacity for the Facility to that amount it would normally grant the Facility if processing an application for Certified Reserve Capacity in accordance with clause 4.11.
- 4.28C.8. Within 30 Business Days of the applicant receiving notification by the IMO of the amount of Early Certified Reserve Capacity assigned to the Facility the applicant must provide Provided Reserve Capacity Security equal to the amount specified in clause 4.28C.9-, else the Early Certified Reserve Capacity assigned to the Facility will lapse.
- 4.28C.9. The amount for the purposes of clauses 4.28C.8 and 4.28C.12 is twenty-five percent of the Maximum Reserve Capacity Price included in the most recent Request for Expressions of Interest at the time and date associated with either clause 4.28C.8 or 4.28C.12 as applicable, multiplied by an amount equal to the Early Certified Reserve Capacity assigned to the Facility.
- 4.28C.12. The Reserve Capacity Security provided by the Market Participant under clause 4.28C.4 (b) 4.28C.8 must, by the time and date in clause 4.1.13 (a), in