

# **Market Integrity framework and transparency**

## **CEER- Intervention**

**20th Florence Forum**  
Florence, 23-24 May 2011

# REMIT: CEER view

**General comments on REMIT: Energy regulators welcome the Commission's proposal, but see strong challenges for an efficient oversight.**

# REMIT: Key challenges (1/3)

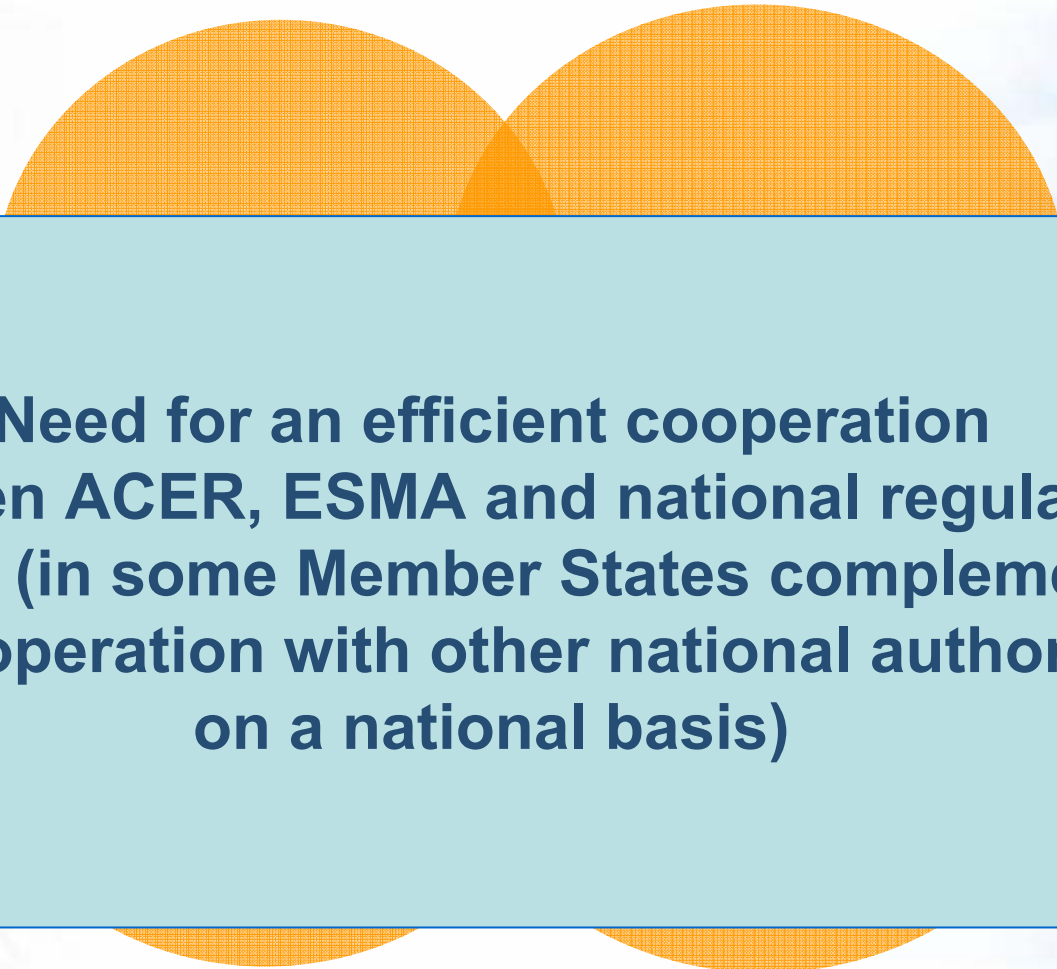
**Split between**

**Spot**

**Derivatives**

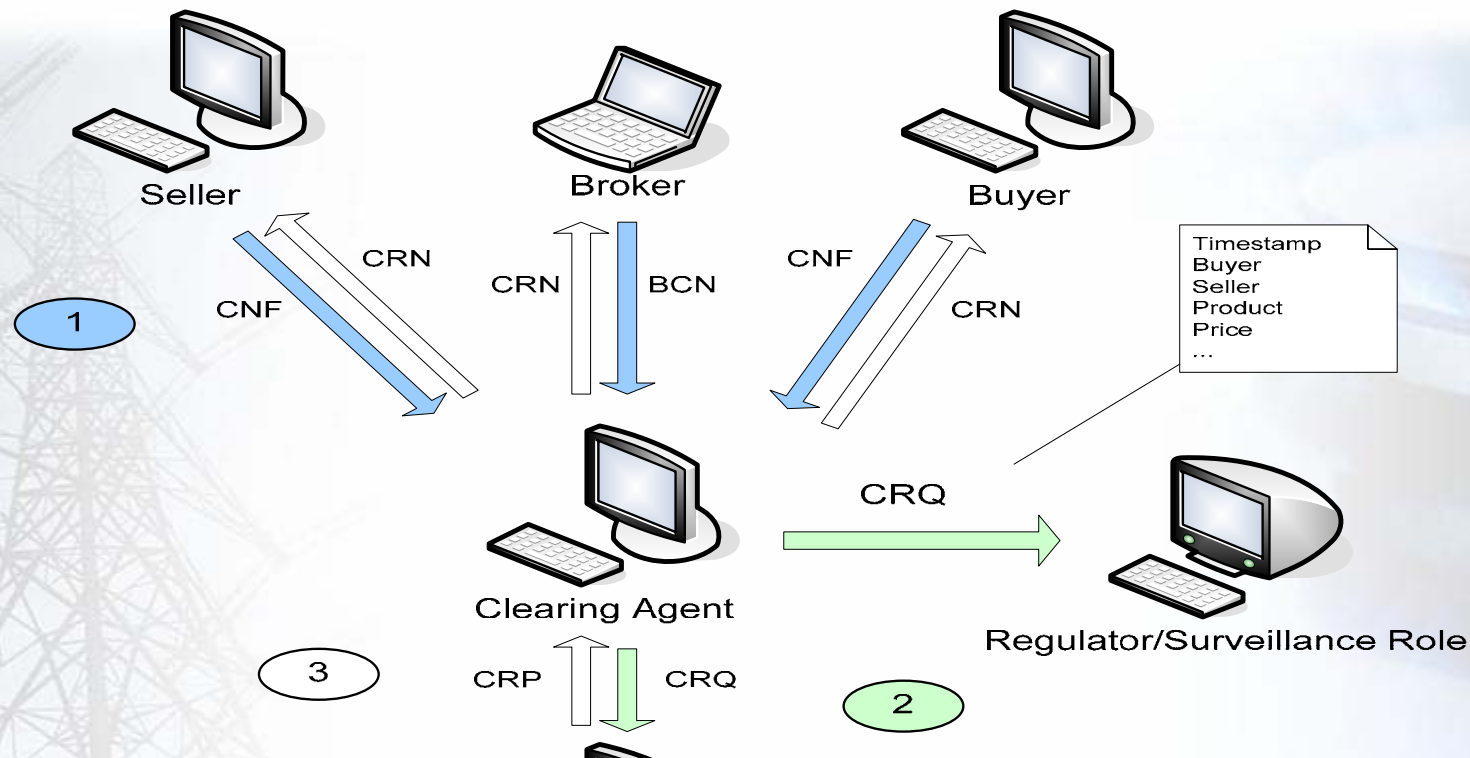
**Challenging if energy derivatives would be covered by MAD & MiFID and not be subject to REMIT (due to political compromise).**

## REMIT: Key challenges (2/3)

The background of the slide features two large, overlapping orange circles with a fine grid pattern. Behind these circles is a faint, light blue image of a power transmission tower and lines.

**Need for an efficient cooperation  
between ACER, ESMA and national regulatory  
authorities (in some Member States complemented by  
the cooperation with other national authorities  
on a national basis)**

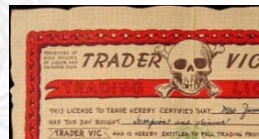
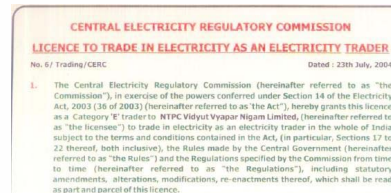
# REMIT: Key challenges (3/3)



**Efficient reporting scheme with reporting of all energy transactions to ACER is needed!**  
**→ Pilot project provides regulators' experiences!**



# REMIT: Key challenges



**REMIT could include an efficient licensing regime.  
However, there is a need to do things right!**

# CEER draft advice recommends a European passport!

**Benefits of passport approach;**

**Reduction of bureaucracy –  
“One-stop-shop”  
for traders;**

**Improved oversight  
in the EU;**

**collateral benefits  
e.g. in the fight  
against VAT fraud.**



# Draft advice: Summary

 The choice is:

- **Simplified, efficient licensing regime with moderate and harmonised requirements in all Member States, creating a level playing field**
- OR**
- **Continuation of 29 different and partly very bureaucratic and burdensome national regimes**

**Public consultation until 17th June/ CEER workshop on 31st May in Brussels.**



# The key aspects of the draft advice

## One single trading license:

- permits European-wide trading activities;
- issued by the “home” national regulatory authority;
- covers electricity and gas;
- necessary for wholesale trading (not supply);
- trading companies should demonstrate their technical, financial and organisation capacity;
- fees should be cost-based (if any).

Thank you for your attention!

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