

Highlights of the Commission NEMO report

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ENTSO-E views on NEMO Regulation

Low efficiency of current model:

Competing partners:

NEMOs compete fiercely. Difficult to also cooperate closely as providers of the joint MCO monopoly function

Mixed incentives:

What's best for the competitive NEMO business may not be best for the MCO function. Incentive to prioritize their competitive arm.

- ✓ The MCO function should be clearly defined and governed as a regulated monopoly
- ✓ Specific governance for MCO function: should be separated from competitive business activities of NEMOs
- ✓ The MCO function is core to system operations. TSOs should be involved in the control of the MCO function