

24th Meeting of the European Gas Regulatory Forum

Madrid, 16th October 2013



European Federation of Energy Traders

CMP Implementation

- Towards effective
implementation of
oversubscription and buy-back
mechanisms



CMP implementation

Maximising available capacity through OSBB

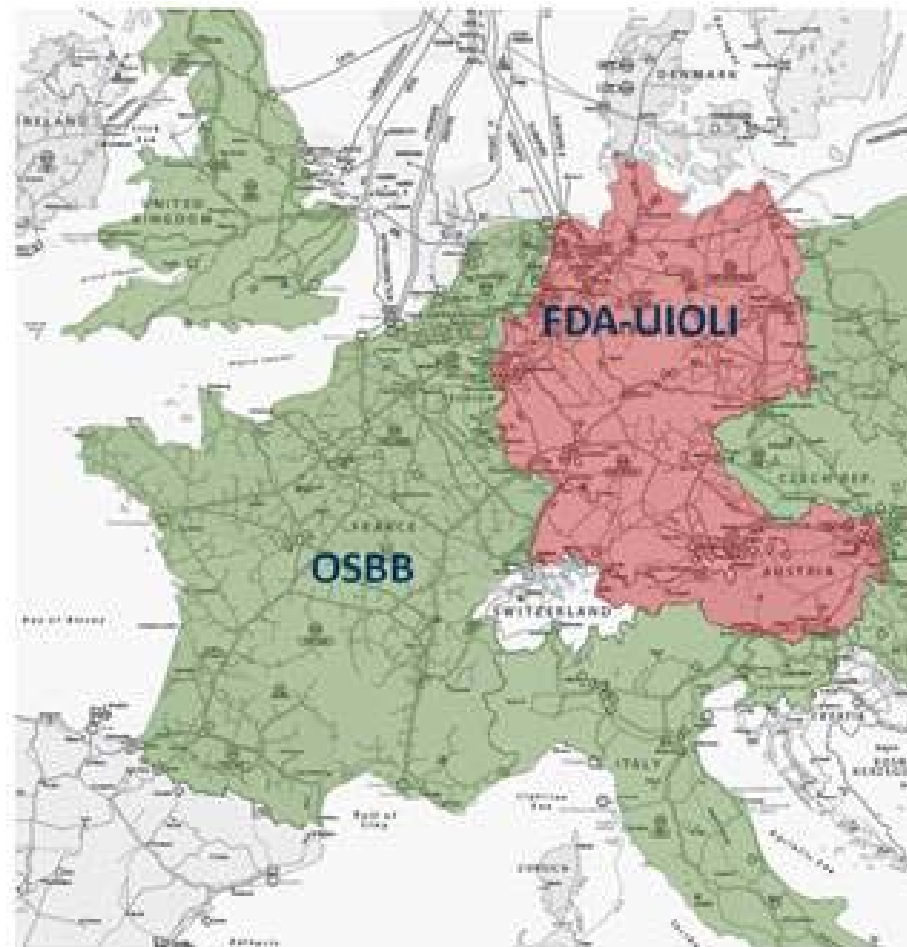


- **Principle:** The aim of CMP is to maximise the amount of unused capacity available to the market
- Advantages of ***oversubscription and buy-back mechanisms (OSBB)***:
 - Facilitate the release of capacity further in advance of the day-ahead timeframe
 - TSOs should be required by NRAs to set the baseline as high as reasonably possible whilst still being able to honour firm capacity rights
- Failure to implement OSBB mechanisms – a missed opportunity for achieving greater efficiency

- Need for immediate steps towards the **implementation of OSBB mechanisms as of 1st October 2013**
 - Any delays risk moving to a regime of restriction of re-nomination rights by default
- Mismatches between CMP regimes on either side of an IP - a barrier to cross-border trade
- Partial restrictions on re-nomination rights could be implemented in 2016 *only* if the ACER monitoring report demonstrates such a need
 - Note of caution: it may be too early for an adequate assessment of the ability of OSBB schemes to counteract contractual congestion

CMP implementation

Germany and Austria out of step



Thanks for your attention



**European Federation of Energy Traders
Amstelveenseweg 998
1081 JS Amsterdam**

For more information, please contact:

Maria Popova, *Policy and Communication Associate*, EFET

Email: M.Popova@efet.org

www.efet.org