

MODIFICATION 0577- EXPLANATORY TABLE

Aligning UNC to the indirect clearing model operated by ICE Endex

Notes

1. The table is based on the legal drafting for Modification 0577 submitted by NGG to the Joint Office on 09 March 2016
2. Modification 0577 aligns the UNC to the indirect clearing model operated by ICE Endex as a result of the clearing migration which took place on the 24th February.
3. Modification 0577 will modify TPD Section D (Operational Balancing and Trading Arrangements)

Paragraph	Explanation
Modification 0577: Legal Text	
AMENDMENT TO TPD Section D: Operational Balancing and Trading Arrangements	
Amended paragraph 2.1.3 (c)	Includes the possibility for a new entity the “Approved Trading System Subcontractor” as a Trading System Clearer subject to the Trading System Contract, to reflect the contractual structure in the new indirect clearing system of the OCM.
Amended paragraph 2.1.3 (d)	Expands the definition of “Trading System Arrangements” to include the rules for clearing services of the Trading System Clearer, to reflect the contractual structure in the new indirect clearing system of the OCM.
New paragraph 2.1.3 (f)	Inserts the definition “Approved Trading System Subcontractor”, because this term is now used in the definition of “Trading System Clearer”.
Amended paragraph 2.1.5	Extends the limitation of National Grid NTS liability to any acts, omissions or failures of the Trading System Clearer, to achieve consistent treatment of Trading System Operator and Trading System Clearer in the new indirect clearing system of the OCM.
Amended paragraph 2.2.8 (b)	Enables payments between the Trading System Clearer and National Grid NTS to be made and received through a clearing bank, to reflect the contractual structure in the new indirect clearing system of the OCM.