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Fergal McParland, **EIDAC Commercial Manager**, EirGrid Interconnector DAC, The Oval, 160 Shelbourne Road, Ballsbridge, Dublin 4 D04 FW28

17 June 2019

Re: EIDAC - Trades for Balance Responsibility

Dear Fergal,

Further to your letter of 9 May 2019, I can confirm the CRU's approval, under Condition 17(1) of EirGrid Interconnector DAC's ('EIDAC') licence, to the proposed trading activity as set out in your letter. This approval is conditional on the provision of information to the CRU in relation to the risks, costs and recommended arrangements associated with this engagement, following the conclusion of the open procurement process.

The CRU notes that EIDAC will be engaging an energy trading partner, selected through an open procurement process, to buy and sell energy in the SEM and GB electricity markets in order to manage EIDAC's imbalance exposure in the event of a forced outage. Such imbalance charges may arise under a forced outage as EWIC capacity can no longer be delivered and utilised by the market.



The CRU notes that such trading will be subject to the requirements set out in Regulation (EU) No 1227/2011 on wholesale market integrity and transparency (REMIT).

We await the further information mentioned above.

Yours sincerely,

Barry Hussey

Manager

Wholesale Electricity Markets

cc John Melvin, Director Energy Networks