

LEGAL TEXT FOR PROPOSED MODIFICATION P310

SECTION M: CREDIT COVER AND CREDIT DEFAULT (Version 22.0)

Amend Section 1.2.3 as follows:

1.2 Energy Indebtedness

1.2.3 The Credit Assessment Credited Energy Volume (CAQCE_{iaj}, in MWh) shall be determined:

(a) for each BM Unit which is:

- (i) a Consumption BM Unit; or
- (ii) a Production BM Unit whose Relevant Capacity is not greater than zero;

and in either case is:

- (iii) not a Supplier BM Unit whose Demand Capacity is zero and whose Generation Capacity is greater than zero;
- ~~(iii)~~ not an Interconnector BM Unit; and
- ~~(iv)~~ not a Credit Qualifying BM Unit,

and for each Energy Account which is a Subsidiary Energy Account for such BM Unit, as follows:

$$CAQCE_{iaj} = (SPD * BMCAIC_i) * (QMFR_{iaj}/100) + QMFR_{iaj}$$

(b) for each BM Unit which is:

- (i) a Production BM Unit whose Relevant Capacity is greater than zero; or
- (ii) a Supplier BM Unit whose Demand Capacity is zero and whose Generation Capacity is greater than zero,

and in either case is:

- ~~(ii)~~ not an Interconnector BM Unit; and
- ~~(iv)~~ not a Credit Qualifying BM Unit,

and for each Energy Account which is a Subsidiary Energy Account for such BM Unit, as follows:

$$CAQCE_{iaj} = (SPD * BMCAEC_i) * (QMFR_{iaj}/100) + QMFR_{iaj}$$

(c) for each BM Unit which is:

- (i) a Consumption BM Unit; or
- (ii) a Production BM Unit whose Relevant Capacity is not greater than zero;

and in either case is:

(iii) not a Supplier BM Unit whose Demand Capacity is zero and whose Generation Capacity is greater than zero;

~~(iv)~~ not an Interconnector BM Unit; and

~~(v)~~ not a Credit Qualifying BM Unit,

and for the Energy Account which is the Lead Energy Account for such BM Unit, as follows:

$$CAQCE_{iaj} = (SPD * BMCAIC_i) - \sum_a CAQCE_{iaj}$$

(d) for each BM Unit which is:

(i) a Production BM Unit whose Relevant Capacity is greater than zero;
or

(ii) a Supplier BM Unit whose Demand Capacity is zero and whose Generation Capacity is greater than zero.

and in either case is:

~~(ii)~~ not an Interconnector BM Unit; and

~~(iv)~~ not a Credit Qualifying BM Unit,

and for the Energy Account which is the Lead Energy Account for such BM Unit, as follows:

$$CAQCE_{iaj} = (SPD * BMCAEC_i) - \sum_a CAQCE_{iaj}$$

(e) for each Subsidiary Energy Account for each Interconnector BM Unit and for each Credit Qualifying BM Unit, as follows:

$$CAQCE_{iaj} = FPN_{ij} * (QMPR_{iaj}/100) + QMFR_{iaj}$$

(f) for the Lead Energy Account for each Interconnector BM Unit and for each Credit Qualifying BM Unit, as follows:

$$CAQCE_{iaj} = FPN_{ij} - \sum_a CAQCE_{iaj}$$

where, for the purposes of paragraphs 1.2.3(c), 1.2.3(d) and 1.2.3(f) only, \sum_a represents the sum over all Energy Accounts other than the Lead Energy Account.

Amend paragraph 1.6.1 as follows:

1.6 Import and Export Capabilities

1.6.1 For the purposes of the Code:

(a) the BM Unit Credit Assessment Export Capability (BMCAEC_i) for a ~~Production~~ BM Unit shall be the quantity (in MW) determined as follows:

$$BMCAEC_i = CALF_i * GC_i$$

(b) the BM Unit Credit Assessment Import Capability (BMCAIC_{ij}) for a ~~Consumption~~ BM Unit shall be the quantity (in MW) determined as follows:

$$\text{BMCAIC}_i = \text{CALF}_i * \text{DC}_i$$

where:

CALF_i is the Credit Assessment Load Factor applying in relation to the relevant BM Unit;

GC_i is the Generation Capacity of the BM Unit;

DC_i is the Demand Capacity of the BM Unit.