



IEM transparency: fundamental data, rules and tools

Perspectives based on the experience of the German Transparency Initiative

Entso-E/ ERGEG Workshop Brussels, June 1, 2010



Principles of Pan-European Transparency

- Strengthen the public's and the market participants' confidence in the functioning of the markets
 - Transparency and verifiability of market price setting
 - Monitoring of market activities
 - Maintenance of fairness and observance of the principle of equal opportunities
- Ensure proper functioning of the energy trading market
- Accelerate the progress of European market development and integration
 - Increase the attractiveness to new market entrants
 - Strengthen liquidity in all energy trading markets



Key Issues for a Transparency Framework

Harmonisation of transparency rules is highly desirable

- Transmission data: One platform can be a solution
- Generation data: Existing regional achievements should be expanded
- Specifications: Have to be taken into consideration, e.g.:
 - transparency requirements of the Congestion Management Guidelines
 - the Report on Transparency for the Energy Regional Initiatives
- Transparency requirements for generation have already been implemented
 - e.g. in Germany the achieved standard is already high and
 - goes beyond existing legal obligations
- Harmonization does not stop with establishing one set of rules
 - Technical specifications and implementation are complex and time consuming
- Any target model must <u>build on existing solutions</u> to avoid stranded investments

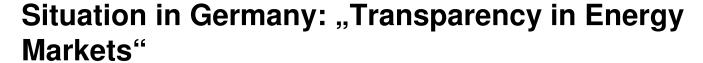
Our Vision for Generation Data: A Regional Platform close to the needs of the market



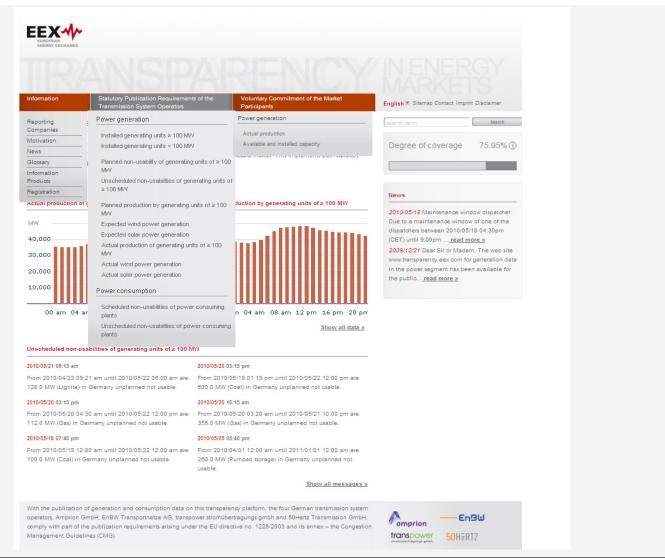
European harmonisation achieved by regional platforms

- Publication of generation data on transparency platforms run by power exchanges*:
 - are established practise
 - are widely acknowledged as a helpful tool and
 - are accepted by regulators.
 - They are close to the needs of their regional markets
- For generation data, target models should build on existing tools for any Pan-European solution
- Increasing coverage quickly can only be achieved by building on existing platforms
- The German Transparency Initiative has been designed to integrate further markets (Austrian players are using the platform for voluntary publications)
- The existing Transparency Initiative could facilitate regional harmonisation

^{*} Source: Report on Transparency for the Northern Region

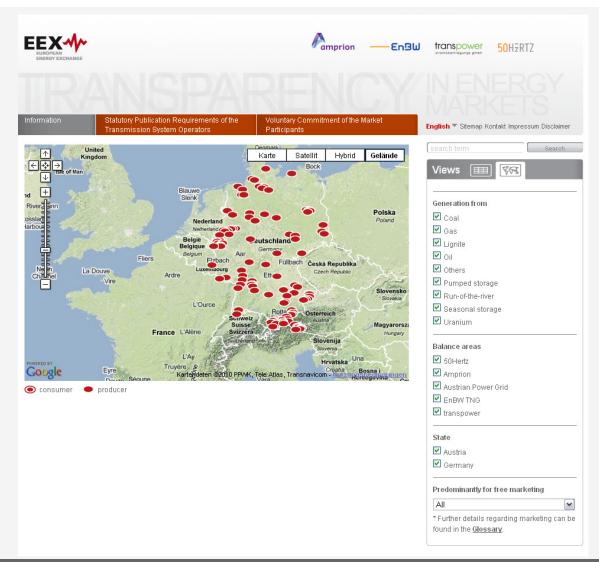






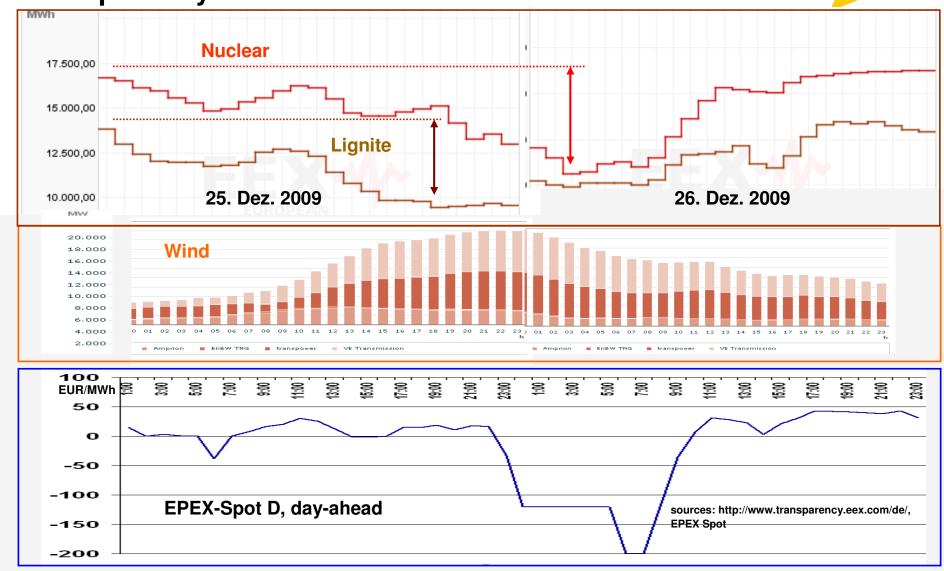


Reporting Power Plants





Transparency: close to the needs of the market



Successful record of the transparency platform six months after establishment



- Facts & Figures
 - 2 years of preparations (start: October 2009)
 - 13 reporting companies = 76 % degree of coverage
 - 14 more companies in the pipeline
 - approx. 2,800 different visitors per month
- German Federal Ministry of Economics and Federal Network Agency have supported the German Transparency Initiative and approved the result
- BDEW and VKU strongly support a transparency platform which is close to the market
- The German Transparency Initiative has been a successful implementation of a very complex regional solution for generation data
- We are open to discuss our experiences to expand it towards a Pan-European Tool



Further Information

http://www.transparency.eex.com/en/

- The platform is the result of close co-operation between EEX, TSOs, power plant operators and the associations BDEW, VKU and VIK
- The platform implements the statutory publication requirements in the field of generation: EU directive no. 1228/2003 and its annex – the Congestion Management Guidelines (CMG); "Report on Transparency" which was prepared under the aegis of the German Federal Network Agency for the Northern European region
- It connects this data with the existing voluntary commitment for publication of the power plant operators