

FINAL MINUTES FROM MEETING 01/2007 IN THE PRODUCT GROUP FOR THE PHYSICAL MARKET

Date: 24 of January 2007

Place: Nord Pool Spot Stockholm office

Present:

Lasse Damsø Pedersen	DONG Energy
Mårten Strömberg	Vattenfall
Johan Svensson	Svenska Kraftnät
Anders Renvall	Kymppivoima
Siri Revelsby	Hydro Oil & Energy, Markets
Jonas Melin	Markedskraft
Harri Mattila	Helsingin Energia
Urban Hammarstedt	Nord Pool Spot (Chairman)
Rickard Nilsson	Nord Pool Spot
Kristian Svensson	Nord Pool Spot (Secretary)

Absent:

Mikael Jednell	Plusenergi
Tom Tellefsen	Statnett (note: replaced by SvK this time)

01/07 Comments to the agenda

There were no comments to the agenda.

02/07 Minutes from last meeting the 4th of Oct 2006

NPS mentioned that there is no statistics for volumes without the gross bidding agreements, which have been wished for in previous meetings.

03/07 Status: trade, market and product development

1. Statistics were presented without any comments.
2. Concerning capacity allocation after Elspot the common meaning was: as much transparency as possible linked to allocation after Elspot and all capacity should first be given to Elspot.
3. Are there any special rules about how long in advance the market must be informed when new market coupling projects are implemented? The same question was asked regarding a shift of minimum price limit from zero to a negative price limit. NPS could not see a reason for a special rule but will check it.
4. The group was informed about the new fee structure.
5. The question about how the system price is calculated has been a theme many times over the years. The idea now was to start a study of advantages and drawbacks. The main calculations talked about were today's way of doing it or a volume weighted average in the Nordic region. NPS was positive to the idea of a study and will consider it internally together with NP ASA. Several group members were interested to join such a group.

05/07 Transparency issues

It was explained why the new disclosure rule of 100 MW was on unit level and not on the station. However, it was asked of NPS to publish better and clearer guidelines of how to inform the market for special and complex reporting issues.

It was also an issue that companies listed on a stock exchange, mainly industries who earlier were not affected by the rules, also need to inform according to rules at the exchange and it could cause problems of where, when and to whom you should report and in what order.

There has also been a discussion to start a temporary transparency group linked to the physical and financial product groups and in the meeting there were people interested in being part of such a group.

06/07 Elbas

A brief status presentation was given and it was also stated that Jutland will start up in April and that Norway still is in a process where Statnett has the question on hearing.

Better transparency in the system was wanted and an idea was to have a trade ticker where you could see all deals independent of areas.

04/07 SESAM

First the status was presented; the estimate is that SESAM will be launched in Q2 2007.

The front end system was shown to the product group and the common meaning was that it was no big changes from a trader perspective. When it comes to EDIEL there are no major changes at all.

There were some suggestions on improvements of layouts and functions. These suggestions will be considered by NPS.

Before launch of SESAM there will be courses and training possibilities in several different places.

Finally it was also possible to test the system for each person in a test environment.

07/07 Other

No other questions were raised at this meeting.

08/07 Next meeting

The next meeting will be held in Stockholm the 12th of April 10:00 – 15:00. Thereafter a meeting is planned for the 5th of June.

Nord Pool Spot AS

Stockholm

12 February 2007