

Information about the organization of auctions for transmission capacities in interim period from 01.01.2010 in CEE Region at the common borders of

**ČEPS, a.s.
transpower stromübertragungs gmbh
PSE Operator S.A.
Slovenská elektrizačná prenosová sústava, a.s.
Vattenfall Europe Transmission GmbH**

I Introduction

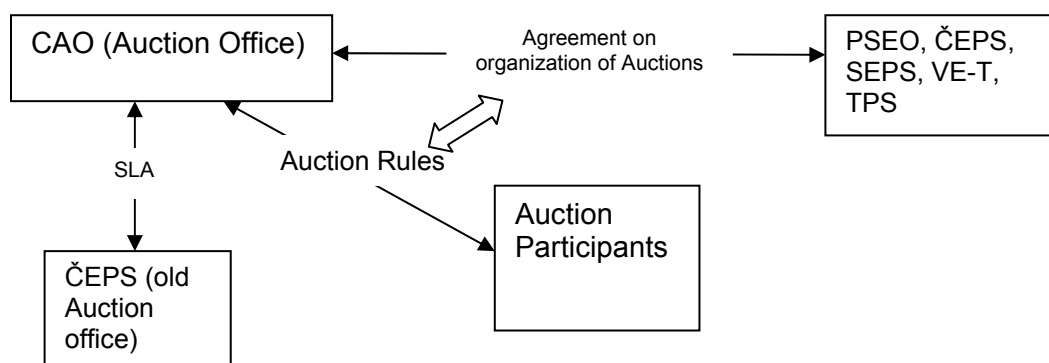
According to a decision from the 20th Implementation Group Meeting in CEE, the CEE TSOs were requested to organize capacity auctions for the phase of 1st of January 2010 till the time when Flow Based Allocation method will start ('interim phase') in a way, that formats of communication and other principles should not change in comparison to the set-up in 2009.

PSE Operator S.A. together with other CEE TSOs (ČEPS, a.s., transpower stromübertragungs GmbH, Slovenská elektrizačná prenosová sústava, a.s., Vattenfall Europe Transmission GmbH) and CAO Central Allocation Office GmbH have organized and coordinated the necessary tasks. This document shall serve as information about the planned framework for the capacity allocation.

II Organization of capacity auctions during the interim phase

CAO is going to support the allocation through provision of organizational and administrative services. Meanwhile, the physical allocation procedure in terms of running the IT systems remains a task of today's auction office (ČEPS). CAO offers services in connection to interim phase auctions in order to help TSOs fulfill the regulatory request of ongoing capacity allocation. Understandably, the currently valid auction rules have been adapted to this situation. Also, some other agreements have been introduced in order to organize the new relations. CAO as a contracting party of Auction Participants will take over the role of Auction Office.

The following overview is used for clarification:



CAO and CEE 5TSOs specified a list of services which are considered feasible and reasonable

	Period	Y+M+D
Services	Position of CAO	Contracting Party
	Registration	Yes
	Publication of documents	AR + other relevant document
	Forwarding of Collaterals (BG)	Yes
	1 to 1	Yes
	Settlement	Yes
	Curtailement	Yes
	Transfer Registration	No

III Publication of Auction Rules and capacities offered in auctions

Auction Rules for interim period are published on CAO website:

http://www.central-ao.com/index.php?option=com_content&view=article&id=120&Itemid=150

Capacities offered in yearly auction for 2010 will be also published on CAO website.

Detailed information concerning auctions and registration process are available at CAO Helpdesk, phone. +49 8161 49005 555, e-mail: helpdesk@central-ao.com