

MARKET INDEX DEFINITION STATEMENT (MIDS) REVIEW 2019 CONSULTATION RESULT

MEETING NAME ISG 222

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Purpose of paper For Decision

Classification Public

Summary Following the September 2019 ISG meeting, we issued the 2019 MIDS Review paper for industry consultation. This paper details the consultation result, and invites the ISG to make its final recommendations to the BSC Panel.

1. Summary

- 1.1 The Market Index Definition Statement (MIDS) defines a set of parameters used to determine the Market Index Price (MIP). ELEXON, on behalf of the Panel, review the MIDS and consult interested parties annually, as required by the Balancing Settlement Code (BSC). The 2019 MIDS Review can be found in Attachment A of this paper.
- 1.2 Following the 2018 MIDS review, [BSC Modification P377](#) amended the description of the timebands in the MIDS so they refer to the Submission Deadline (i.e. the beginning of a Settlement Period) rather than Gate Closure. This has allowed trades between Gate Closure and the Submission Deadline to be included in the calculation of MIPs. BSC Modification P377 also removed timeband 6 as a weighted product in Market Index Data (MID). BSC Modification P377 was implemented on 18 April 2019.
- 1.3 Our review showed that following changes made as part of BSC Modification P377, the current Individual Liquidity Threshold (ILT), timebands and product weightings remain suitable.
- 1.4 At its September 2019 meeting ([ISG221](#)) the ISG agreed with the proposed questions in the consultation proforma (see Attachment B). BSC Parties and other interested parties were invited to respond.

2. Consultation Result

- 2.1 Following a two week industry consultation, no responses were received for the 2019 MIDS Review. This is not unexpected, as in the 2016 and 2017 MIDS reviews where no changes were suggested, only one response was received each year. In both cases, this response was from the same ISG Member. Additionally when changes were suggested as part of the 2018 MIDS Review, no responses were received.
- 2.2 We invite the ISG to make a final recommendation to the BSC Panel that the MIDS parameters should not be changed at this time.

3. Recommendations

- 3.1 We invite you to:
 - a) **NOTE** that no consultation response was received; and
 - b) **RECOMMEND** to the BSC Panel that no changes be made to the MIDS.

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Attachments

Attachment A – MIDS Review 2019 Consultation

Attachment B – MIDS Review 2019 Consultation proforma

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