

CIRCULAR

TYPE & NUMBER ELEXON Circular – EL03130

Date 30 March 2020
To Trading Parties
From BSC Operations
Purpose For information

Decrease in the Credit Assessment Price (CAP) from £36/MWh to £30/MWh, effective from Thursday 16 April 2020

Due to extraordinary circumstances and following the advice from Credit Committee, a CAP review process was initiated on Wednesday 25 March 2020. A consultation paper on the value of the CAP was issued the same day following a breach of the lower CAP trigger level. Parties were invited to indicate whether they agreed with the proposal to decrease the value of CAP to **£32/MWh** from its current approved level of £36/MWh.

The consultation closed at 17:00 on **Friday 27 March 2020**. No responses disagreed with the proposed value and therefore, in accordance with the [CAP Review Guidance](#), a Credit Committee meeting was not held. However today, Monday 30 March, the Reference Price is £29.68/MWh, and therefore the Credit Committee decided to confirm a new CAP value of £30/MWh.

On **Thursday 16 April 2020**, the CAP value will decrease from £36/MWh to **£30/MWh**. As a result, Parties may notice a change in their Credit Cover Percentage, and should review the amount of Credit Cover lodged.

The CAP review trigger level value will also reduce at **+/- £3/MWh**.

For more information, please see our [FAQs](#) or contact Credit.Committee@elexon.co.uk.