

CIRCULAR

TYPE & NUMBER	Elxon Circular – EL03187
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Date	28 August 2020
To	BSC Parties
From	BSC Panel
Purpose	For information

Default of BSC – Severn Power Limited – Party ID DONGSVR

This document sets out the resolutions made by the BSC Panel in relation to Severn Power Limited (company number 05392552, BSC Party ID 'DONGSVR') ("the Defaulting Party") under Section H3.2.1 of the Balancing and Settlement Code ("BSC"). Provision of a copy of this document to a BSC Party shall constitute notification to that BSC Party of the decisions of the Panel, and shall also constitute notification to that BSC Party of the Default pursuant to BSC H3.2.1(a).

In accordance with the provisions of Section B4.7 of the BSC, an urgent meeting of the Panel was convened at 10:00am on 28 August 2020.

The Panel noted that the Defaulting Party is in Default under Section H3.1.1(g)(iv). Section H3.1.1(g)(iv) states that there is a BSC Default where a Defaulting Party has an administrator appointed or a winding-up order made in relation to it.

The Panel considered this matter and, having regard to its objectives under Section B1.2.1 and to its other obligations under the BSC, resolved as follows:

- (a) Pursuant to Sections H3.2.1(b), H3.2.2(a) and H3.2.2(b) to:
 - (i) suspend with immediate effect the right of the Defaulting Party to submit (or have submitted on its behalf) Energy Contract Volume Notifications and Metered Volume Reallocation Notifications under Section P of the BSC; and
 - (ii) disapply (for the purposes of Settlement) with immediate effect all Energy Contract Volume Notifications and Metered Volume Reallocation Notifications submitted by or on behalf of the Defaulting Party (for Settlement Periods for which the Submission Deadline has not passed).
- (b) Pursuant to Sections H3.2.1 (b) and H3.2.2 (d), to suspend, following consultation with the NETSO, the right to submit Bid-Offer Pairs under Section Q.
- (c) Pursuant to Section H3.2.1(f), to notify the Funds Administration Agent on behalf of the BSC Clearer to treat the Defaulting Party as a Defaulting Party for the purposes of Section N of the BSC.
- (d) Pursuant to Sections H3.2.1 (b) and H3.2.2 (g), to suspend with immediate effect the right of the Defaulting Party to vote pursuant to Annex B-2 of the BSC.
- (e) Pursuant to Section H3.2.1(a), to notify each other BSC Party of the Default.

Elxon shall continue to closely monitor and review the situation concerning the Defaulting Party.

The Panel noted that nothing in these Resolutions should be taken as preventing it from deciding at any time to take any further, additional, different or other steps under Section H3.2.1 of the BSC in relation to the Defaulting Party.

For more information, please contact the BSC Service Desk using the [contact form](#).