

**CAP CONSULTATION PROFORMA**

Trading Parties ("Parties") are invited to respond to this consultation, expressing their views or providing any further evidence on any of the matters contained within the consultation document. In particular, views are sought in respect of the following questions. Parties are invited to supply the rationale for their responses.

Please send your responses by **12 noon on Monday 12 August 2013** to [CreditCommittee@elexon.co.uk](mailto:CreditCommittee@elexon.co.uk) and please title your email '**CAP Consultation**'. Please note that any responses received after the deadline may not receive due consideration by the Credit Committee.

Any queries on the content of the consultation pro-forma should be addressed to Beth Connew on 020 7380 4189, email address [CreditCommittee@elexon.co.uk](mailto:CreditCommittee@elexon.co.uk).

<b>Respondent:</b>	Rebecca Williams
<b>Company Name:</b>	Eggborough Power Ltd
<b>No. of BSC Parties Represented</b>	1
<b>Parties Represented</b>	
<b>No. of Non BSC Parties Represented</b>	
<b>Non Parties represented</b>	
<b>Role of Respondent</b>	Generator
<b>We intend to publish the consultation responses on the ELEXON website. Do you agree to this response being published on the ELEXON website? [Y/N]</b>	Y

Q	Question	Response <sup>1</sup>	Rationale
1.	Do you support the proposal that the value of the Credit Assessment Price (CAP) should be increased to £58/MWh?	No	Eggborough Power Ltd (EPL) believes that price is slightly to high given the market looks slightly over inflated, with peak prices out to October sitting around £57/MWh the proposed price should be slightly lowered. We recognise that this may result in a need to review the CAP price again in a relatively short period unless prices stabilise, given the credit issues around in the market we believe smaller parties would still prefer to try to minimise credit costs where possible.
2.	If your answer to Question 1 is "Yes", please give your rationale.  If your answer to Question 1 is "No", please give the value of CAP that you consider to be more appropriate and your rationale for that value.		£57/MWh – in line with current peak prices for October power.
3.	What do you expect the trend in System Buy Price (SBP) to be over the next 2 months (or more) and relate this to your preferred value of CAP?		Outages, notably at nuclear plants, combined with relatively low wind output have been impacting prices to a degree, as has the trend up on the NBP gas prices. However, were all the nuclear to return and as gas storage fills, we believe prices may well come off.
4.	Do you have any further comments relating to the appropriate value of CAP or the other points made in the consultation document?		