CIRCULAR

TYPE & NUMBER	ELEXON Circular – EL02382
Date	11 February 2016
To	Trading Parties
From	BSC Operations
Purpose	For information

Credit Assessment Price (CAP) process review consultation

Following the latest Credit Committee meeting and with the BSC Panel's approval, we have issued a consultation on changing some of the parameters used to set the Credit Assessment Price (CAP).

We invite you to consider these changes and how they could affect the CAP setting and implementation process in future.

How does this affect me?

These changes can affect the level of Credit Cover that the industry will be required to lodge including the level of protection the industry will receive in the event of a default from a BSC Party. Therefore, we encourage you to read the analysis done on behalf of the Credit Committee and respond to this consultation.

The consultation responses will be presented to the Credit Committee in the week commencing 29 February 2016. After considering the responses received, the Committee will recommend changes to the BSC Panel for decision at its 10 March 2016 meeting.

How do I respond?

You can respond to this consultation using the consultation proforma available on the Consultations page of our website.

Please submit your response to Credit.Committee@elexon.co.uk **by 17.00** on **Friday 4 March 2016.**

For more information, please contact the **BSC Service Desk** on 0870 010 6950 or email Credit.Committee@elexon.co.uk.

© ELEXON 2016