

Update on XBID

16th MESC Meeting

Brussels

5th March 2019

XBID Update

- 1. Overview and Trading Statistics**
- 2. Incidents**
- 3. 2nd Wave Go-Live**

1. XBID General Overview

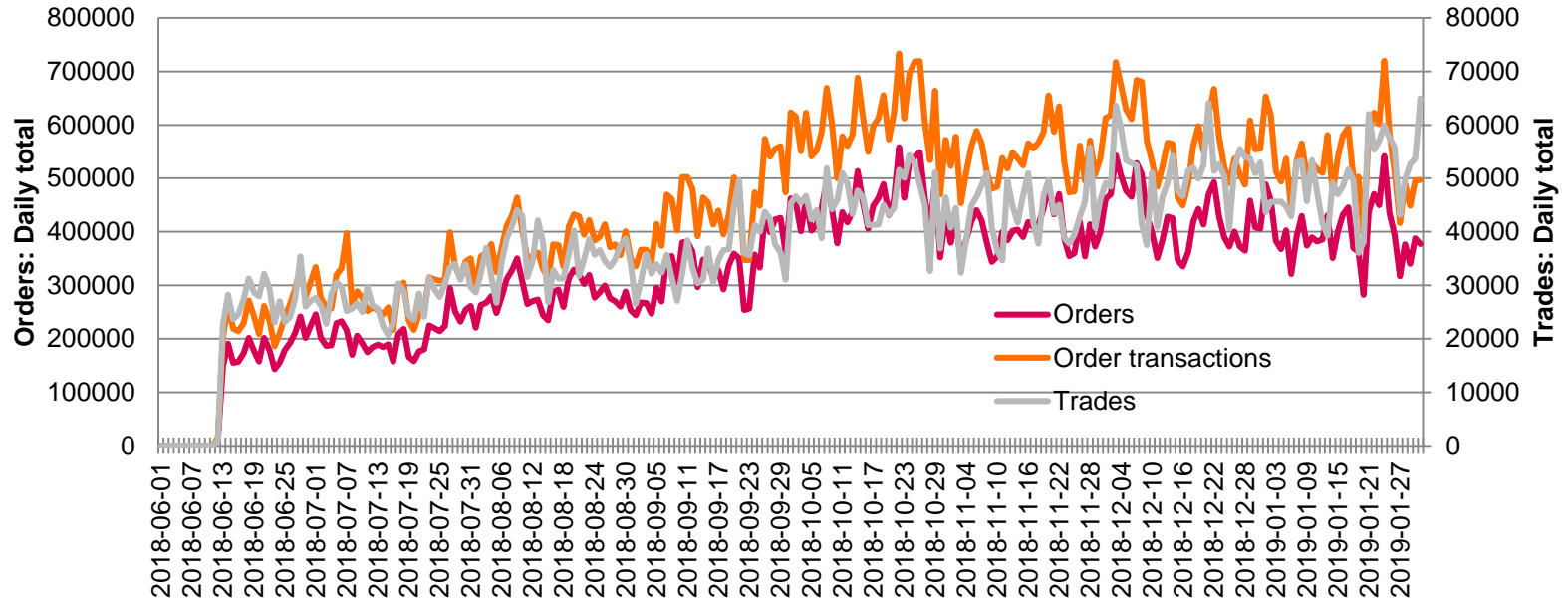
- XBID has been live now for 8 months. Total number of trades has reached around 10 million
- Average number of trades has nearly doubled from July 2018, the first month after go-live, to December 2018 and January 2019
- Release 1.5.9 was deployed on 13th February following testing. This enables the collection of Bid-Ask Spread data as requested by ACER
- Project Parties are focussing on:
 - Preparation for Release 2.0 (R2.0) testing which is due to commence on 1st April. R2.0 delivers the Enhanced Shipper functionality that is required for the 2nd wave go-live (shipping in which both the sink and source are in an area with only one active NEMO and can transit through an MNA area). It also delivers the Orderbook Depth Relaxation (up to 100) as presented to the last MESC meeting.
 - Planning and testing in preparation for the 2nd wave go-live (planned for Q4 2019)
 - The scope of Release 3.0 which it is agreed will also include Losses on DC cables
- The Losses concept has been presented to NRAs and Market Parties. No objections have been received. The reporting of single sided trades has been subject to clarification with ACER.

1. High Level XBID Statistics – Oct 2018-January 2019

Month	No. Trades in month (million)	Average Trades per day	Maximum no. of trades in a single day in month	Average generation time of Shipping Module files (secs) [SLA 4 mins 45 secs]	Total no. of trades since Go-Live (million)
Oct 18	1.414	45.627	54.319 (23 rd)	8.2	4.917
Nov 18	1.304	43.469	55.775 (28 th)	6.4	6.221
Dec 18	1.579	50.925	64.105 (21 st)	6.4	7.800
Jan 19	1.534	49.476	64.948 (31 st)	6.4	9.334

1. Development of orders and trades since XBID go-live

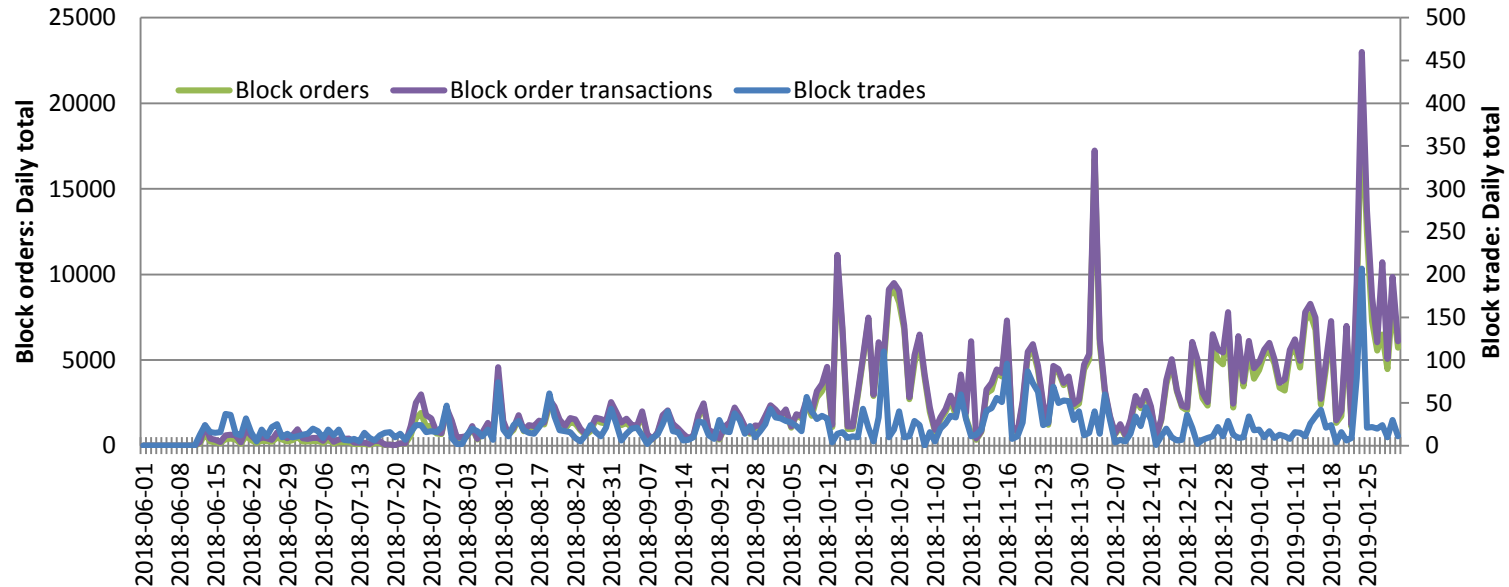
Orders and trades



Term	Description	Definitions and computation details
Orders	Total daily number of Orders (incl. Block Orders) and total daily number of Order Transactions (including Block Order Transactions) per given day.	<ul style="list-style-type: none"> Order is defined as order entry. Order Transaction - means the Order entry (including activation of new iceberg slice), Order modification (including Order activation and deactivation) and Order deletion (excluding Order deletions due to contract expiration); partial matches as well as full Order executions are not to be considered as Order Transaction. Events triggered by or during MA/DA halt, Market Halt, Suspend user, activation of dispute state are not counted as Order Transaction;
Trades	Total daily number of Trades (incl. Block Trades) per given day as well as hourly number per given hour.	Daily Trades - means the Transactions concluded after the matching of two (2) Orders within one (1) Trading Day;

1. Development of block orders and trades since XBID go-live

Block orders and trades



Term	Description	Definitions and computation details
Block orders	Total daily number of Block orders and total daily number of Block Order Transactions per given day.	<ul style="list-style-type: none"> Block Order is defined as order entry placed on the Block Contract. Block Order Transaction means order entry, order modification (including order activation and deactivation) and order deletion (excluding order deletions due to contract expiration) for a Block Contract. Full and partial executions are not considered as Block Order Transaction; Events triggered or during MA/DA halt, Market Halt, Suspend user, activation of dispute state are not considered as Block Order Transaction;
Block trades	Total daily number of Block Trades per given day as well as hourly number per given hour.	Daily Block Trades means the Transactions concluded after the matching of two (2) Block Orders within one (1) Trading Day;

2. Incidents

- XBID has established Incident procedures and processes.
- When an incident occurs the process is managed, as needed, with the convening of Incident Committee calls with DBAG. The root cause of the incident is identified and corrective action(s) agreed. This has been working well.
- Only 1 incident was reported in December and 4 in January. Many incidents can be resolved without impacting the market.
- However, on Thursday 14th and Friday 15th February a number of core failovers occurred resulting in the market being halted for a number of hours on both days.
- The root cause has been identified by DBAG and related to a hosting issue. It was not an issue connected with Release 1.5.9.

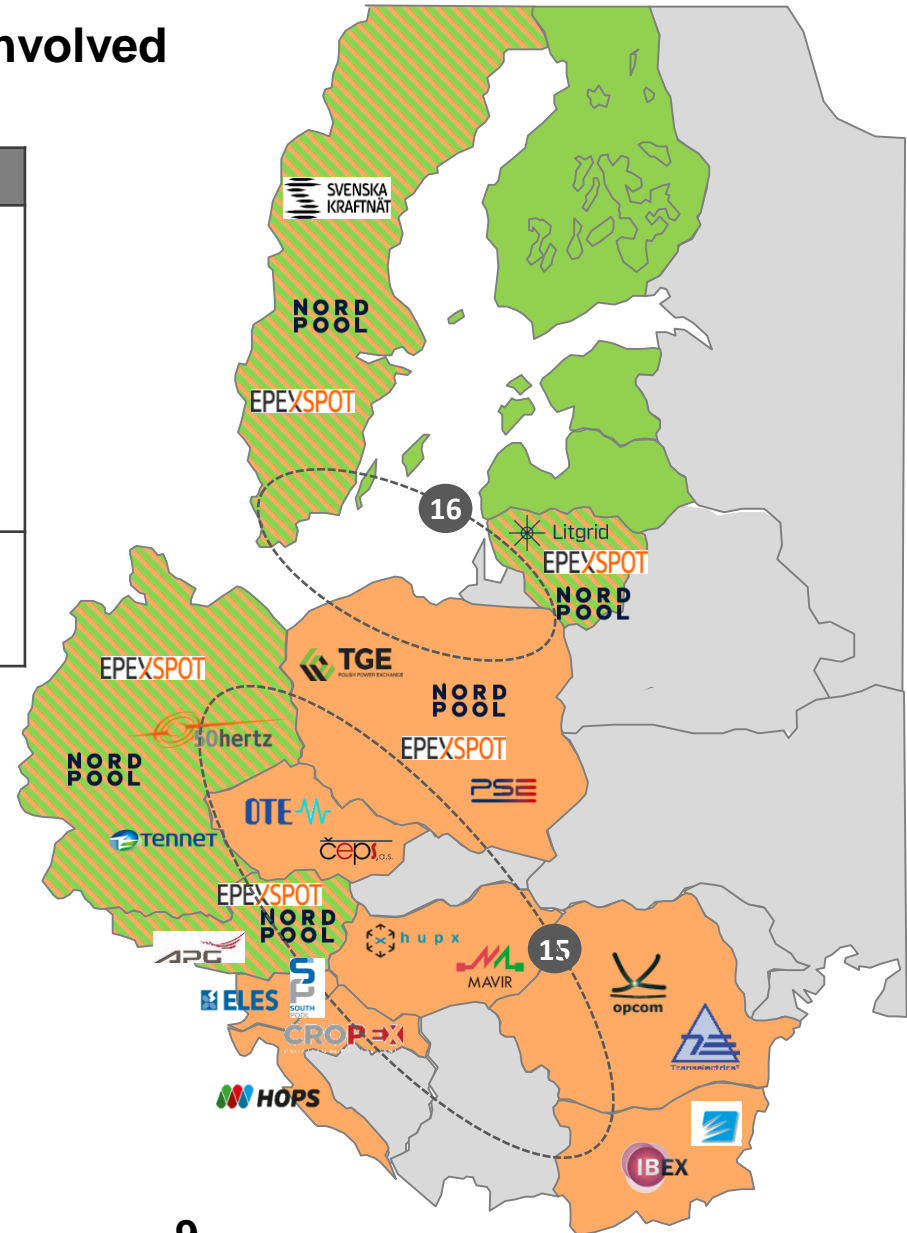
3. Objectives and tentative timing of the 2nd wave

General aim of the 2nd wave is to:

- Further integrate Member States in order to achieve single integrated intra-day market
 - Increase liquidity of ID volumes in single markets
 - Improve ID trading opportunities across Europe
-
- Timing of the 2nd Wave Go-Live is tentatively scheduled for Quarter 4 2019. However, this is dependent on a range of factors including successful testing and deployment of Release 2.0 and the readiness of all parties. A decision confirming which parties will be in the 2nd wave go-live, based on readiness for testing, is expected to be made by the ID Steering Committee in April.
 - Detailed planning and dependencies are being considered.
 - An outstanding issue relating to the Transit Shipping model is currently being resolved. A 'Lock-In' with stakeholders to resolve this is planned for 10th April.

3. Overview 2nd wave LIPs and parties involved

LIP	Participants	Foreseen allocation
15	<p>NEMOs: BSP, Cropex, EPEX, HUPX, IBEX, Nord Pool, OPCOM, OTE</p> <p>TSOs: 50Hertz, APG, CEPS, ELES, ESO, HOPS, MAVIR, PSE, Tranelectrica, TTG</p>	<p>Implicit</p> <p>Implicit & Explicit for HR-SI border</p>
16	<p>NEMOs: EPEX, Nord Pool, TGE</p> <p>TSOs: Litgrid, PSE, Svk</p>	<p>Implicit</p>



- Confirmation of the borders which will be part of the 2nd Wave Go-Live will take place once further progress has been made in testing - expected by March 2019

