



Kevin Hagan,
Commission for Energy Regulation,
The Exchange,
Belgard Square North,
Dublin 24

Andrew McCorriston,
Northern Ireland Authority for Utility Regulation,
Queens House,
10-18 Queen Street,
Belfast BT1 6ED.

8th March 2012

Re: Contracts for Differences – Option for Directed Contracts 2012/13

Kevin, Andrew,

Endesa Ireland welcomes the opportunity to respond to the Consultation Paper on *Contracts for Differences – Option for Directed Contracts 2012/13*.

Endesa Ireland is in favour of the proposal to allocate DCs in quarterly subscription windows.

On the question of pricing, Endesa Ireland considers that the regression formula option should be taken. Endesa Ireland considers that it is important that participants would be able to replicate the DC price, which increases transparency. From the point of view of consistency with previous DC auctions it is also beneficial that the regression approach to pricing be taken.

Endesa Ireland urges that the RAs include an off-peak product in the DC offerings for 2012/13.

If you have any queries on this response please do not hesitate to contact me.

Regards,

A handwritten signature in blue ink that reads 'Deirdre Powers'.

Deirdre Powers,
Director, Energy Management