



IWEA response to the Terms of Reference for the 2012 Market Audit

13 July 2012

IWEA welcomes the opportunity to respond to the consultation on the Terms of Reference for the 2012 Market Audit.

IWEA notes that the core audit will provide a reasonable level of assurance to the RAs and market participants that market pricing and settlement activities are being carried out by SEMO in accordance with the TSC and its Agreed Procedures. The core audit work focuses on the activities and processing performed by SEMO.

However IWEA believes the Audit should be expanded and supports the proposal under Option 3 to introduce early examination on Intra-Day Trading. The introduction of Intraday Trading in SEM represents significant changes to the market and will involve major changes to many processes and systems within SEMO and IWEA believes it will be important to assess this significant change as early as possible. IWEA welcomes the proposal that any issues arising would be identified early and communicated on a timely basis to the RAs and SEMO to allow action to be taken as required.