

# European Energy Market 10

## Cross border trade

Studia niestacjonarne II stopnia  
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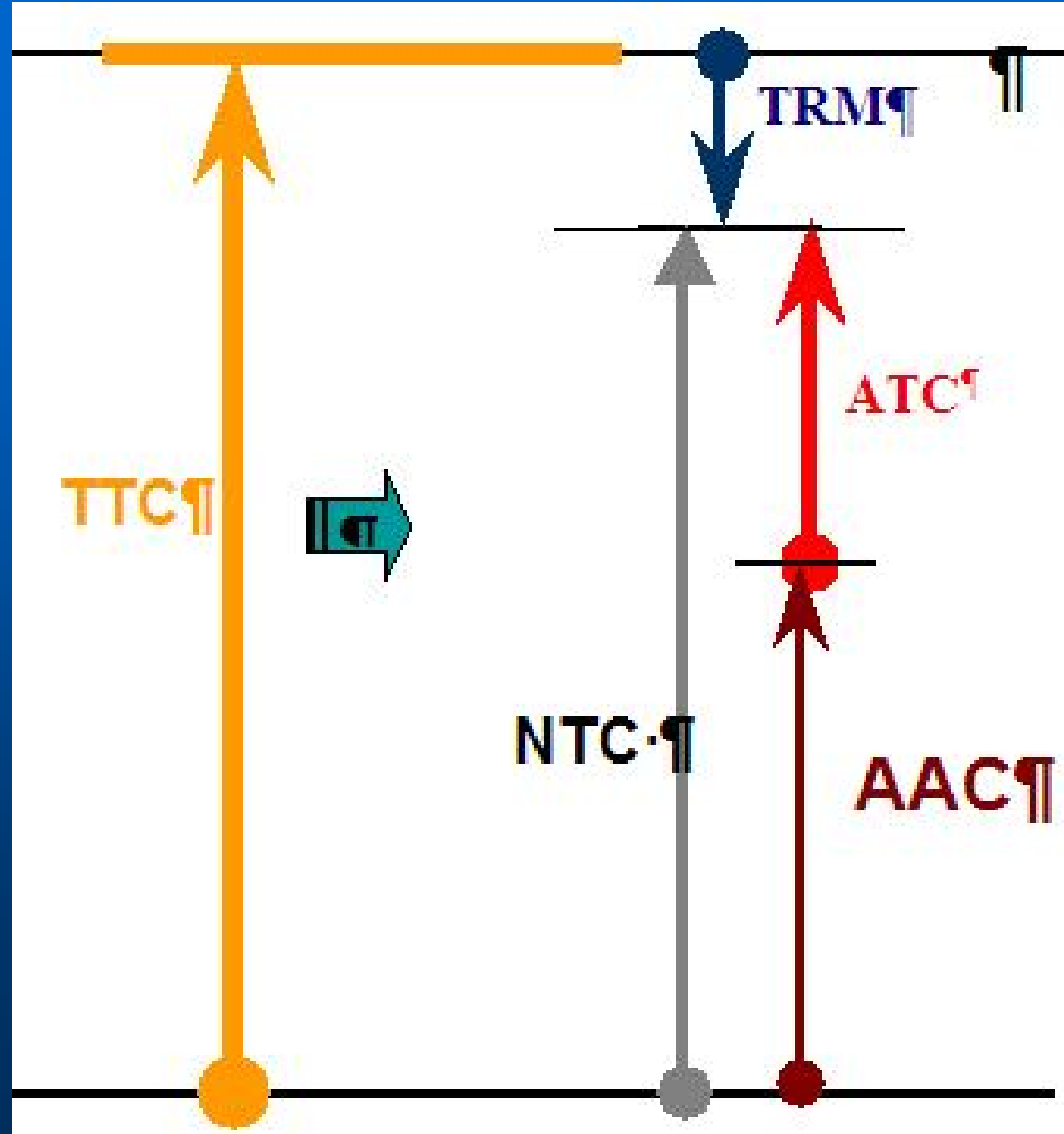
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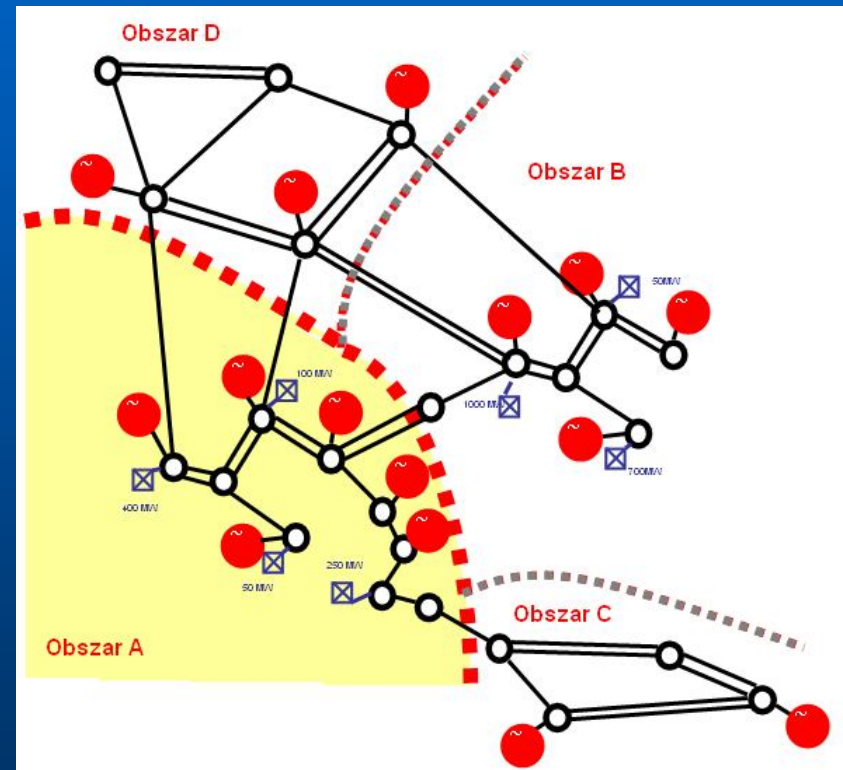
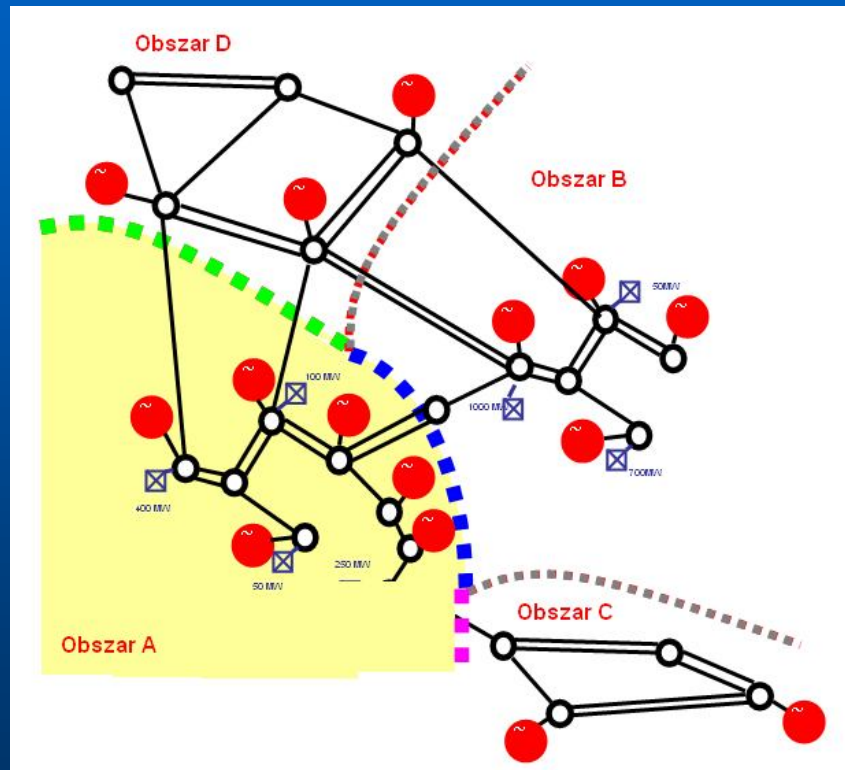
<b>Lp</b>	<b>List of lectures</b>
1	European Energy Markets
2	Polish Power System
3	Main Market Rules - Balancing
4	Electricity Trade - Power Exchange
5	Customers - TPA
6	Subsidized Markets
7	Cost of Electricity
8	Energy Mix
9	EU Emission Trade System
10	Cross border trading

# Main definition

- Transfer Capacity – general term
- Total Transfer Capacity (**TTC**) – maximum value of capacity
- Transmission Reliability Margin (**TRM**) – capacity reserve
- Net Transfer Capacity (**NTC**) – capacity available for trade:  **$NTC = TTC - TRM$**
- Already Allocated Capacity (**AAC**)
- Available Transfer Capacity:  **$ATC = NTC - AAC$**



# ATC in bilateral exchange and technical profile



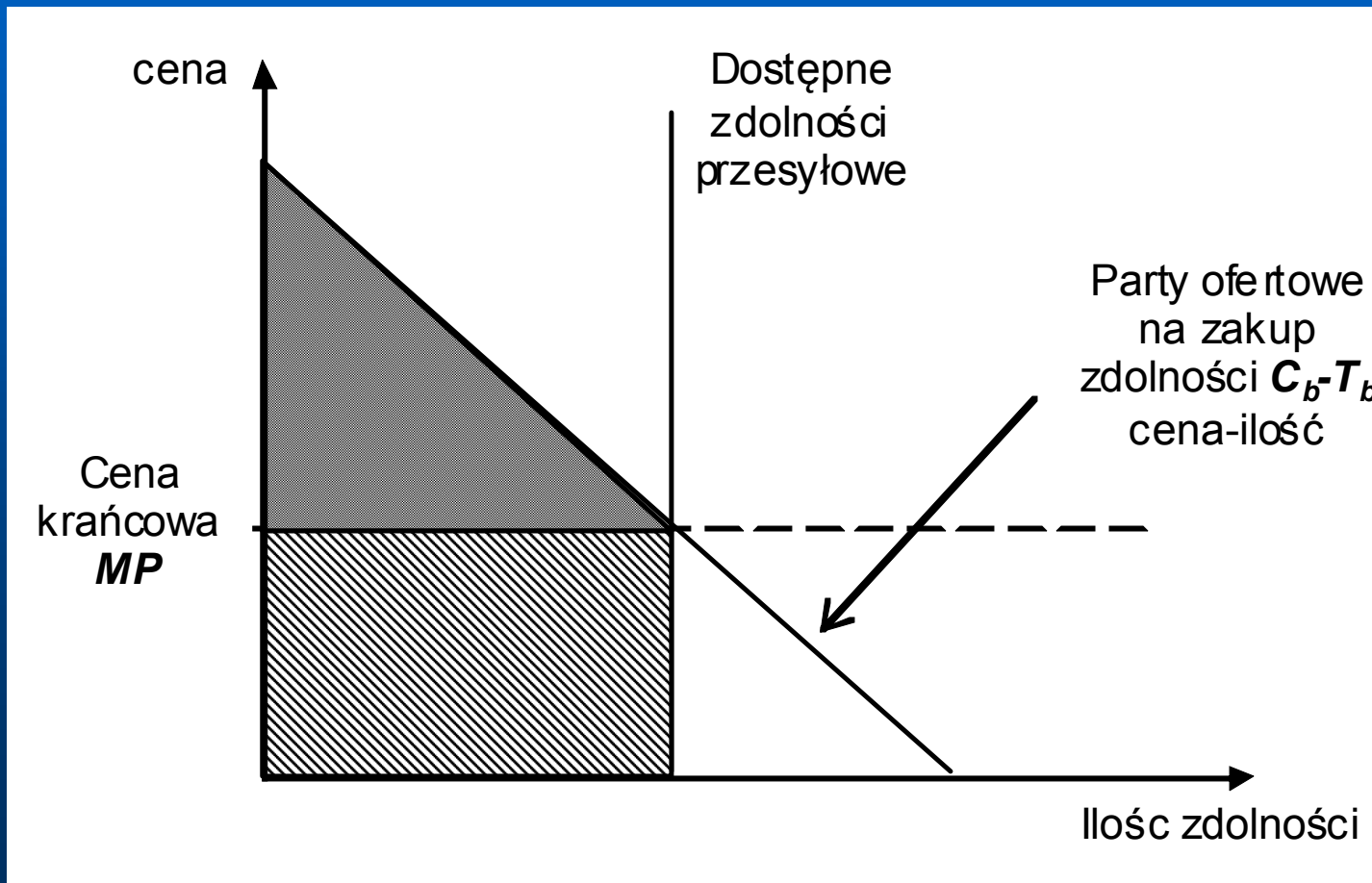


# Technical profiles in Europe

# Categories of auctions

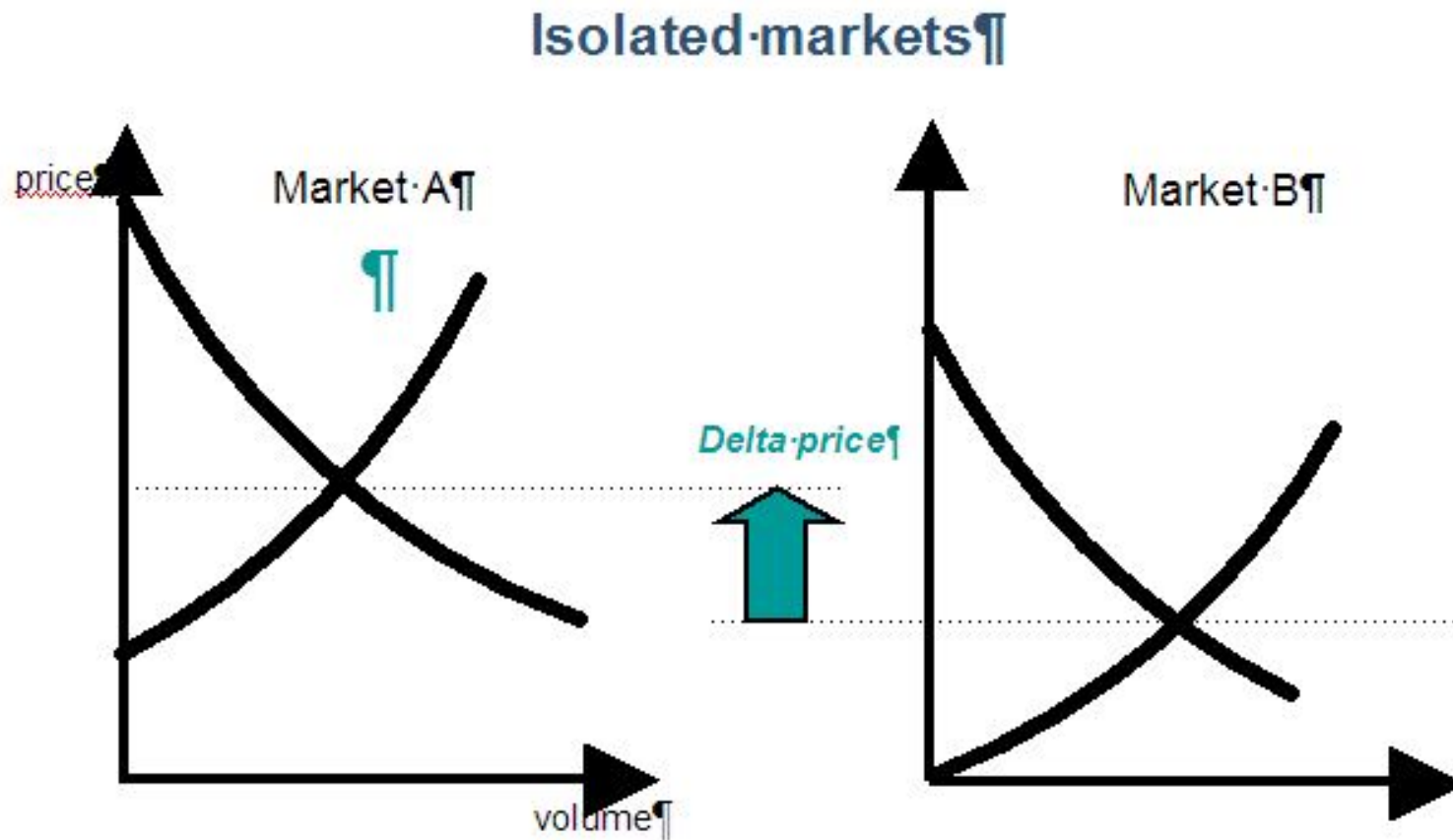
- **Explicit** – separate trading and purchasing of transfer capacity
- **Implicit** – only energy trade; transfer capacities assigned automatically
- **Market splitting, Market coupling and Volume Coupling**

# Setting marginal price

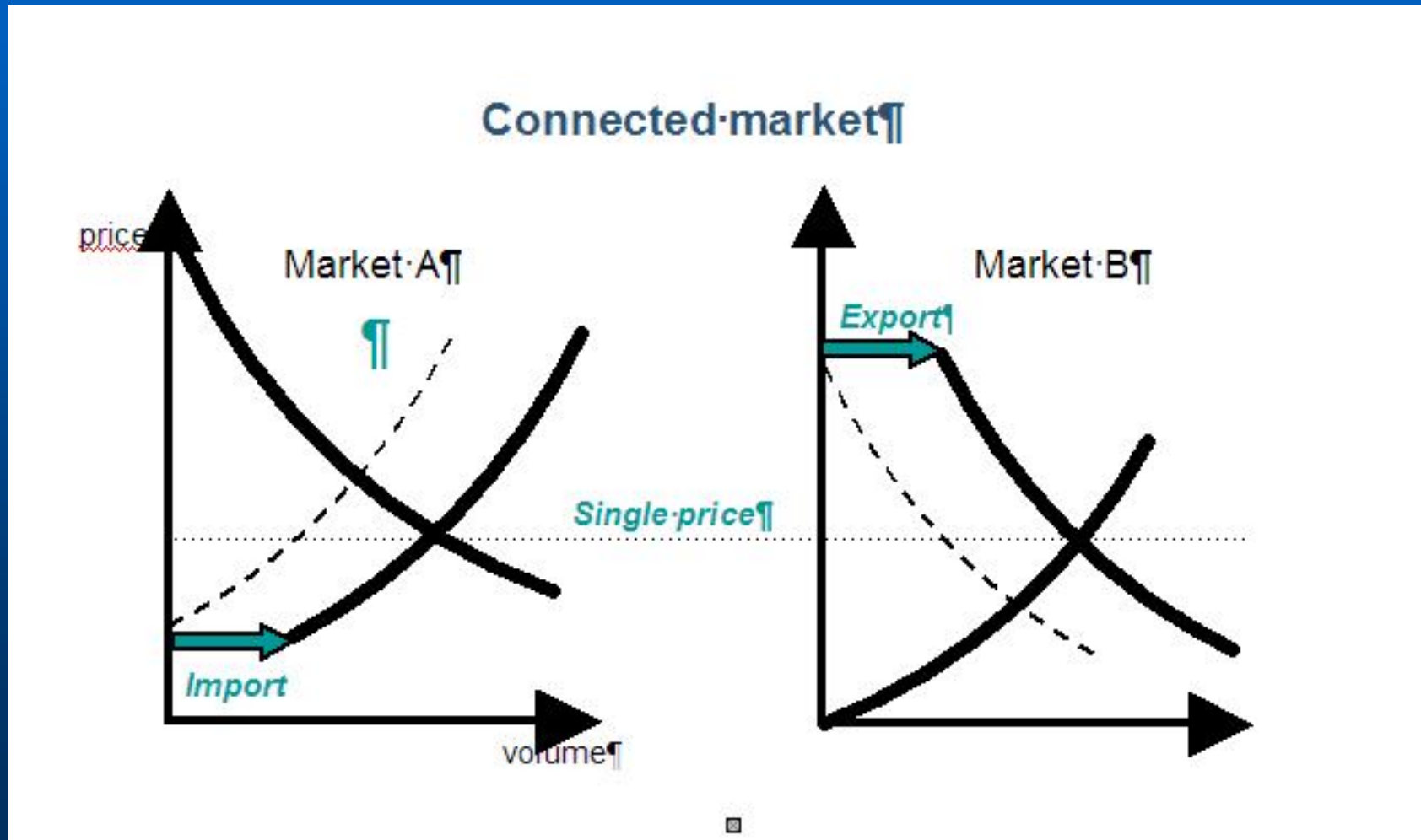




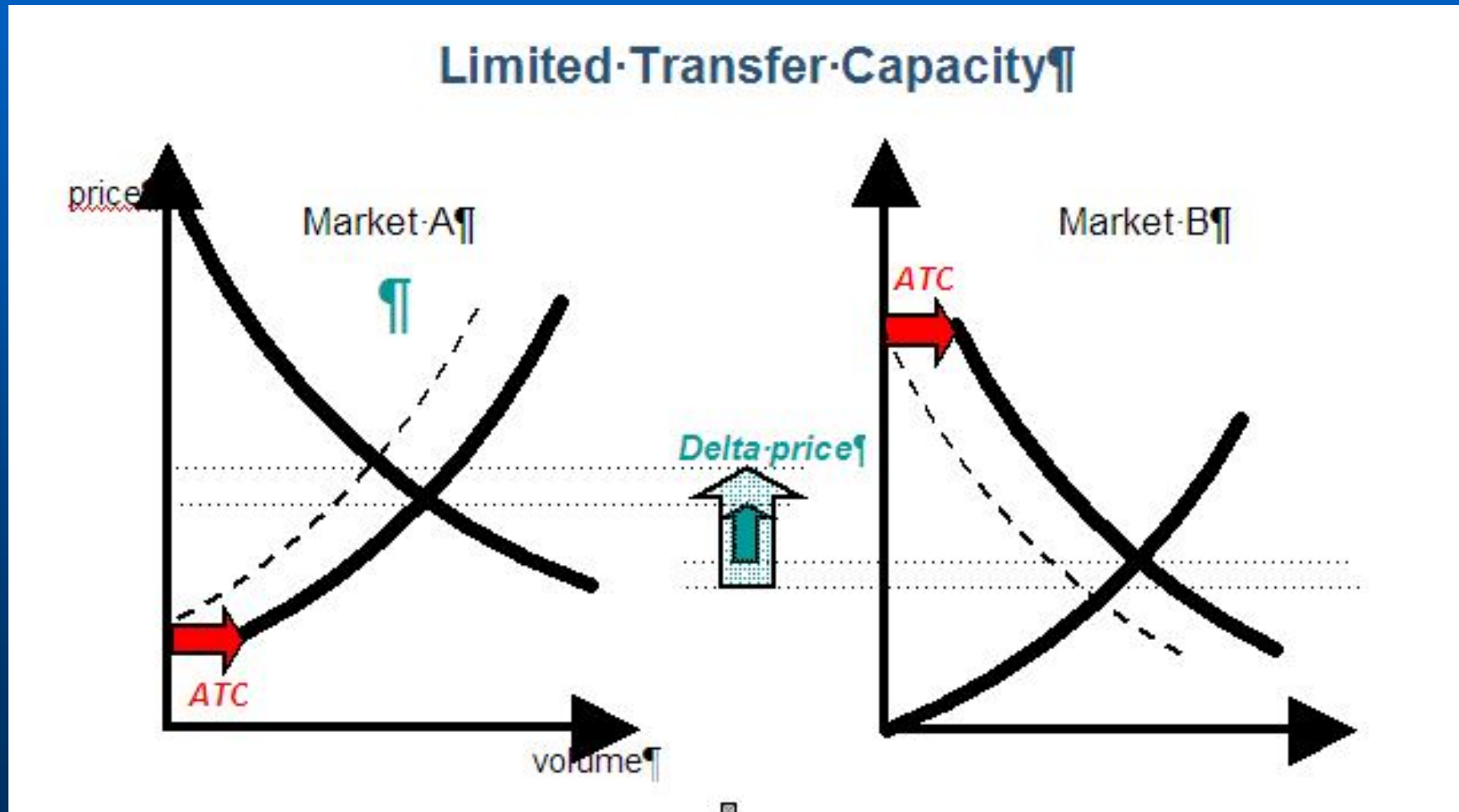
# Prices in isolated markets



# Price in connected markets



# Prices with limited transfer capacity



# **Target Model (under construction)**

- **Day Ahead Market**
- **Intra-day Market**
- **Cross border capacity calculation**
- **Balancing Market**