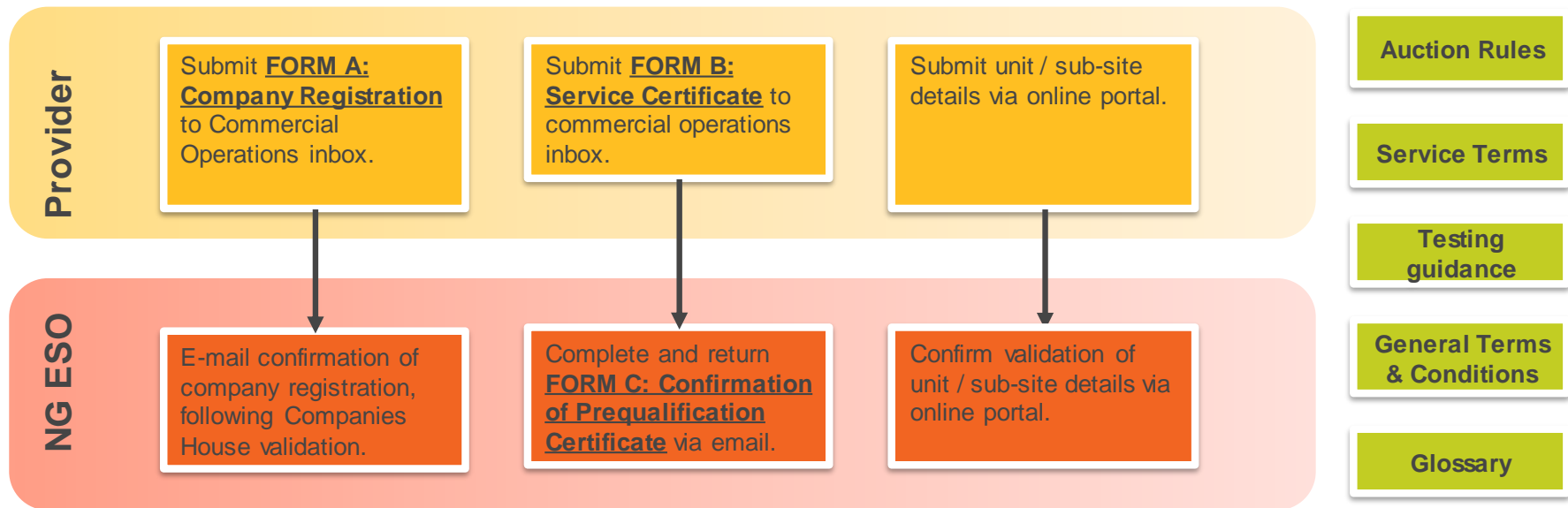


# Phase 1 frequency response auction trial contract guidance

1. High level overview
2. Auction Trial contract documentation
3. Company Registration
4. Confirmation of Prequalification

# Prequalification process – high level overview



- Existing Framework Agreements replaced with 1-2 page forms available to download from NGESO website.

Exchange via email: no requirement for posting contracts or physical signature. Digital signatures accepted.

- Once FORM B and FORM C have been exchanged, NGESO and Provider become legally bound to the Auction Rules. Service terms become legally binding ONLY once a sell order is accepted and upon publication of results indicating that the Provider has been successful in the weekly auction.

2

Prequalification documents are not confirmation of contract award.

# Auction Trial documentation

Providers submit to  
NGESO

**FORM A: Company  
Registration**

One submission per Parent Company / Agent / Aggregator (+ 1 Appendix per Related Entity)

**FORM B: Service  
Certificate**

Provides legal declarations regarding Auction Trial documentation

NGESO

**FORM C: NGESO  
Confirmation**

NGESO confirmation of Provider prequalification – not a confirmation of contract for investment purposes

Contract  
documents –  
available to  
download on  
NGESO website

**Auction Rules**

Sets out how to take part in the Auction Trial. Establishes that a contract is formed upon acceptance of Sell Order in a weekly auction. Confirms the “rules of the game”

**Service Terms**

Sets out the obligations of the Provider and NGESO once a contract has been awarded following a weekly auction.

**Testing guidance  
document**

Guidance document – prequalification testing information

**General Terms &  
Conditions**

Standard NGESO legal terms as per existing contracts: legal boilerplate

**Glossary**

Defined terms, as referenced in above legal documents

# Prequalification process – Company Registration

## FORM A: Company Registration

One submission per Parent Company / Agent / aggregator (+ 1 Appendix per related entity, e.g. sub-company)

- **Parent Company / Agent / aggregator submits one FORM A on behalf of the “Group” to commercial operation inbox.**
- **Requirement for 1x signature from Parent Company / Agent / aggregator and 1x signature from each Related Entity** which may be listed on separate Appendices to maintain confidentiality
- **Parent Company / Agent / aggregator can act on behalf of all Related Entities listed under Form A.** To add / remove Related Entities or update Provider information, re-submit FORM A with Appendices amended (one version of the truth).
- **Registration not effective until confirmed by NGESO via email from commercial operation inbox after appropriate validation.** Upon email confirmation from NGESO, Provider becomes a Registered Service Provider.
- **Registration details must EXACTLY match Companies House (CH) records** (just like in the CM...). Requirements as per company information required for existing Framework Agreement.
- **FORM A valid for all future NGESO balancing services, except where stated otherwise.**
- **FORM A can be submitted before, or at the same time as FORM B.**
- **FORM A includes a number of legal, market manipulation and anti-bribery declarations.**

# Prequalification process - Confirmation of Prequalification

## FORM B: Prequalification Certificate

Provides legal declarations regarding Auction Trial documentation

## FORM C: NGESO Confirmation

NGESO confirmation of Provider prequalification –not a confirmation of contract for investment purposes

- **FORM B submitted by Parent Company / Agent / aggregator on behalf of all Related Entities, once the Provider has become a Registered Service Provider.** (ie, submission of FORM A is confirmed by NGESO)
- **Form B constitutes an expression of interest by the Registered Service Providers in participating in the Response Auction Trial.**
- **Upon receipt and validation of FORM B, NGESO will issue FORM C to the Provider.**
- **Email exchange of FORM B and FORM C concludes the prequalification process.** NGESO and the Provider enter into contract, under the Auction Rules and Service terms, once the auction results are published and the results indicate acceptance of a Sell Order.