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## 28th October 2020

## Dynamic Containment, STOR & The BM EBGL Article 26 Consultation

Dear Alastair,

As instructed in OFGEM's decision to approve the proposal for the definition and use of Dynamic Containment as a Frequency Containment Reserve specific product pursuant to Article 26(1) of the COMMISSION REGULATION (EU) 2017/2195, NGESO are launching a public consultation of the proposal in line with the requirements of Article 10 of the COMMISSION REGULATION (EU) 2017/2195.

In addition, on 9th October 2020, OFGEM submitted a Request for Amendment for the definition and use of STOR and the BM as Replacement Reserve specific products pursuant to Article 26(1) of the COMMISSION REGULATION (EU) 2017/2195. In line with the requirements of Article 10 of the COMMISSION REGULATION (EU) 2017/2195, NGESO are also including the revised documentation as part of the public consultation.

In June 2019, NGESO submitted a proposal for defining and using Replacement Reserve specific products for the balancing of energy and capacity under EBGL Article 26. A Request for Amendment was received from Ofgem in relation to this proposal. NGESO has revised this proposal and will launch a public consultation in line with Article 10, as mentioned above.

After discussions with Ofgem, it was agreed to maximise efficiencies we would combine the Article 26 proposals into one submission, but in two parts, running concurrently: -

- Dynamic Containment
- Balancing Mechanism and STOR

The consultation will run for one calendar month, closing on the 30th November at 10am. Consultation responses received after this date, may not be accepted.

We look forward to hearing your views.

Yours sincerely

Mark Herring

Code Change Senior Manager