



PRODUCT SPECIFICATION

Issued by Montenegrin Power Exchange

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PRODUCT SPECIFICATION

Article 1

INTRODUCTION

- 1) This Product Specification applies together with Trading Rules in their entirety, with further rules and regulations regarding Products being set out in the Trading Rules, as applicable.
- 2) References to points in time refer to CET time, and unless otherwise specified time is denoted in the 24-hour format.
- 3) Date references are to calendar days unless otherwise specified.

Article 2

DAY AHEAD MARKET

- 1) Orders are submitted continuously until the Gate Closure, following qualifying Orders will be matched using the Auction method set out in the Trading Rules.
- 2) Trading hours refer to the next 24 hours from 00:00 CET, with a predefined auction closing time of 12:00 CET.
- 3) Exceptions to the previous paragraph are changes in the calculation of time:
 - a) Summer savings time (On the short-clock change day in March there will only be 23 hours in the BELEN Markets so that the clock hour between 02:00 and 03:00 will be skipped on that day)
 - b) End of summer savings time (On the long-clock change in September there will be 25 hours in the BELEN Markets and two hours between 02:00 and 03:00 may be treated as two different hours)
- 4) The Trade Lot used for submitting the Order is 1 MW and cannot be less than that.
- 5) The Tick Size used is EUR 0.1 / MWh and is determined by the Fee Schedule.
- 6) Orders are submitted in EUR. Price calculation in EUR.
- 7) Orders can be:
 - a) Hourly Order (for each hour separately)
 - b) Profile Order (for Base energy profile 00:00 - 24:00 or peak energy profile 08:00 - 20:00) in which case the energy in each hour of the profile is of identical power
 - c) Minimum Price Limit: - 0.1 €
 - d) Maximum Price Limit: 3.000 €
 - e) Minimum Volume Limit: 1 MW
 - f) Maximum Volume Limit: 999 MW

Article 2a

CLEARING AND SETTLEMENT FOR THE DAY AHEAD MARKET

- 1) Settlement for all deliveries taking place on each Delivery Day will take place on following Settlement Day(s), regardless of Product on which the Transaction was entered:
 - a) For each invoice with net cash Settlement amounts owing to BELEN: Invoicing Day + one (1) day
 - b) For each self-billing invoice with net cash Settlement amounts owing from BELEN: Invoicing Day + two (2) days
- 2) If Settlement Day should fall on a day which is not a Banking Day, Settlement Day will be the first following Banking Day.
- 3) Further rules and procedures relating to Clearing and Settlement are set out in the Trading Rules.

Article 3

LONG TERM MARKET

- 1) Orders are submitted continuously until the Gate Closure, following qualifying Orders will be matched using the Auction method set out in the Trading Rules.
- 2) The trading profile, depending on the time period is at least seven (7) days, where the day refers to the 24 hours from 00:00 CET to 24:00 CET, with a predefined time period of delivery (week, month, quarter, year).
- 3) Exceptions to the previous paragraph are changes in the calculation of time:
 - a) Summer savings time (On the short-clock change day in March there will only be 23 hours in the BELEN Markets so that the clock hour between 02:00 and 03:00 will be skipped on that day)
 - b) End of summer savings time (On the long-clock change in September there will be 25 hours in the BELEN Markets and two hours between 02:00 and 03:00 may be treated as two different hours)
- 4) The Trade Lot used for submitting the Order is 1 MW and cannot be less than that
- 5) The Tick Size used is EUR 0.1 / MWh and is determined by the Fee Schedule.
- 6) Orders are submitted in EUR. Price calculation in EUR. Orders can be:
 - (i) Weekly (with specification of Delivery Start and Delivery End in a given month shown in a clear diagram)
 - (ii) Monthly (with specification of Delivery Start and Delivery End in the annual quarter shown in a clear diagram)
 - (iii) Quarterly (with specification of Delivery Start and Delivery End in calendar year shown in a clear diagram)
 - (iv) Annual (with specification of Delivery Start and Delivery End in calendar year shown in a clear diagram)
- 7) The place of execution of the Order is within the electricity system of Montenegro - internal trade with the label- A02, or at the border - external trade with the label A03

where the Bidder provides 100% of cross-border capacity necessary for energy delivery at the Montenegrin border.

- 8) In the case of a variable electricity diagram, when the Auction is conducted for a flexible amount of energy that may vary from a pre-agreed diagram for a certain percentage. This condition must be clearly stated before the start of the Auction.

Article 3a

CLEARING AND SETTLEMENT FOR LONG TERM MARKET

- 1) The calculation of the Fee for the amount of electricity agreed on the Long-Term Market does not depend on the physical delivery.
- 2) Settlement is performed for the achieved volume agreed at the end of the Procedure and is charged according to the Fees Schedule.
- 3) The amount of fees is charged to the Orderer and the Member who is selected as the Bidder with the most favourable Bid.
- 4) In the case of a Quarterly or Annual Contract, Clearing and Settlement will be performed on a monthly basis based on confirmed Delivered Quantities,
- 5) In case of a variable energy diagram, upon completion of delivery, the quantity will be adjusted with the Orderer and the Member, and based on the agreed quantities, if there is a variation in relation to the agreed quantity, the invoiced Fee will be compensated in relation to the Actual Delivered Quantity of Energy.
- 6) BELEN shall not charge a fee in case of cancellation of the Procedure.
- 7) Further realization of Clearing and Settlement is done in accordance with the Clearing and Settlement Rules.