



# DEFINITIONS

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This document sets out the definitions of capitalized terms in the Trading Rules:

Agreed amount of energy	Amount of energy that is the subject of the concluded agreement on delivery of electricity not dependent of physical delivery.
Amount of energy	Energy to be delivered during relevant Delivery Period, that will be expressed in MWh, unless specified otherwise.
Agreement on direct use of deposit	Agreement concluded between the Member and MEPX, which authorizes MEPX to transfer funds from or to the Deposit Account in accordance with the Clearing and Settlement Rules.
Annual Membership Fee	A Trading Fee charged on an annual basis that allows the Member to trade in all MEPX Markets.
Annual Technical Fee	A Trading Fee necessary for financing of annual technical system maintenance charged to the Member.
Appropriate Agreement	An agreement of the Orderer of the procedure, which is published when the Procedure on the long-term market is published.
Banking Day	A day when banks in Montenegro perform banking activities.
Bidder	A Member on the long-term market who participates in the Procedure on the long-term market with his Order.
Breach of obligations	Meaning as foreseen in article 16, paragraph 1 of General Terms.
Clearing and Settlement	Set of procedures including registration, invoicing and settlement, as well as securing of Transactions.
Clearing and Settlement Fee	A Trading Fee charged by MEPX to the Members for providing Clearing and Settlement services based on Agreed amount of energy.
Clearing Report	Invoices and/or invoicing instructions, statements of compensation and Trading reports.
Clearing Transaction	A Transaction established within the process of registration of Transactions that form the basis for Clearing and Settlement.
Cash Collaterals	Collateral for fulfilling the obligations of the Member to MEPX, that arose as a result of Member's activities on any MEPX Market.
Collateral Request	A request of MEPX to the Member to submit the Cash Collaterals in accordance with Clearing and Settlement Rules.
Competent body	Every competent organ, agency, state or other body that has jurisdiction over legal entity of individual relating to relevant matter.
Contracting Party	Member or MEPX.
Day Shift Time	A calendar day in a year that occurs twice, on the short-clock change day (last week in March) and on the long-clock change day (last week in October) when the corresponding clock shifts are made.
Default Interest Rate	The interest that a Member has to pay if it fails to fulfil its financial liabilities in time and which amounts to the interest rate provided by applicable regulations.
Delivery Day	Time period consisting of Delivery Hours which starts at 00:00 CET on a calendar day and ends at 24:00 CET on the same calendar day.
Delivery Hour	One hour within a Delivery Day.
Delivery Period	A period consisting of one or more Delivery Hours.
Deposit Account	A cash account of MEPX opened for every Member individually, on which cash deposits are kept as Cash Collaterals.
Electronic platforms	MEPX platforms for Trading on day ahead market and long-term market.
Entrance Fee	One-time fee paid by the Member for registration on MEPX Markets.

Financial Settlement Responsible	A person appointed by the Member to be responsible for Clearing and Settlement of that Member and a contact person for MEPX related to Clearing and Settlement on markets which the Member is registered for.
Force Majeure	A circumstance beyond one's control, an external event that is extraordinary and unavoidable and will be interpreted in the spirit of the provisions of the Law on Obligations of Montenegro.
Gate Closure Time	The time limit before which Orders must be received for all Members, i.e. closing of Trading for the Members.
Invoicing Day	A workday when MEPX issues invoices to the Members.
Market Operator	Entity responsible for organizing and managing electricity market, purchase of electricity from privileged producers and further sale to suppliers and buyers self-suppliers.
Market Surveillance	Market surveillance activities in accordance with the Market Conduct Rules.
Member	An entity that has entered into a valid Membership Agreement with MEPX for participation in some or all MEPX Markets.
Membership Agreement	An agreement concluded between the Member and MEPX, granting the Member access to Trading on some or all MEPX Markets.
MEPX Markets	Day ahead market and long-term market managed by MEPX.
Montenegrin Power Exchange LTD – MEPX	Entity providing the service of matching supply and demand on the power exchange market in accordance with the rules it issues.
Multilateral Clearing Mechanism	Clearing mechanism provided by MEPX as a central counterparty for all financial rights and obligations from Transactions within which Clearing and Settlement is performed, resulting in financial right and/or obligation of one Contracting Party relating the other Contracting Party.
Order	A bid for purchase or a bid for sale of Products or several Products that a Member submits to MEPX according to relevant rules.
Order Cancellation	Withdrawal of the Order by MEPX from the Procedure in case of technical issues from Member's side in defined time interval before matching of Orders.
Order Submission/Cancellation on behalf Fee	A Trading Fee charged by MEPX for the submission/cancellation of the Order in case of technical issues on Member's side.
Orderer of the procedure	A Member on long-term market initiating the Procedure on the long-term market.
Organizer of the procedure	MEPX, in accordance with Annex 1 of Long-term Trading Rules – Request for the Procedure Organization.
Portal	Online platform where Clearing Reports are available.
Portfolio	Set of Orders submitted by the Member on day ahead market.
Procedure	A mechanism used to submit Orders and calculate the Amount of energy and price for the delivery and takeover of electricity within a specified Delivery Period.
Procedure Cancellation Fee	A Trading Fee charged to the Orderer of the Procedure in case of cancellation of the subject Procedure.
Product	Any Product listed on any MEPX Market and included in Product Specification.
Reported amount of energy	Total Amount of energy confirmed and the end of Delivery Period from the Orderer and selected Bidder(s).

Schedule	The hourly schedule of electricity sale/purchase for the Delivery Day, which contains all concluded electricity trades.
Schedule of MEPX	A schedule containing all Transactions resulting from the Trading of all Members in MEPX Markets for that Delivery Day.
Settlement Account	Bank account of MEPX for financial settlement of Clearing Transactions.
Settlement Bank	Bank where MEPX opened Settlement Account and Deposit Accounts.
Settlement Day	First Banking Day after the Invoicing Day when the relevant financial Settlement shall take place.
Severe breach of obligations	Meaning as foreseen in article 16, paragraph 2 of General Terms.
Subject of the bidding	Precisely defined Amount of energy for which the Procedure is initiated.
Trade Limit	Amount of money within which the Member can put sale bids according to Clearing and Settlement Rules.
Trading	The process in which Members submit Orders on any MEPX Market.
Trading Appendices	Definitions, Day Ahead Market Rules, Long-term Trading Rules, Product Specification, Clearing and Settlement Rules, Market Conduct Rules, Fee Schedule, Rulebook on register of members.
Trading Fee	Entrance fee, annual membership fee, volume trading fee, clearing and settlement fee, annual technical fee, additional user fee, additional portfolio fee, order submission/cancellation on behalf fee, procedure cancellation fee.
Trading Responsible	A person appointed by the Member to be responsible for Trading of the Member and a contact person for MEPX related to Trading on markets which the Member is registered for.
Trading Rules	Trading Rules published by MEPX at any time, which regulate Trading on some or all of MEPX Markets, including General Terms, Trading Appendices and Trading Agreements.
Transaction	Product purchase/sale obtained by matching Orders in MEPX Markets.
Transmission System Operator	Entity performing transmission of electricity or gas and responsible for operation, maintenance and development of transmission system on certain area and its coupling with other systems, as well as securing of long-term system capability to satisfy requests for electricity or gas transmission in economically justified way.
User Account	Unique username and password required for access to Electronic platforms.
Volume Trading Fee	A Trading Fee charged by MEPX to the Members based on Agreed amount of energy on one or all MEPX Markets.