

16th Inter-Parliamentary Meeting

Pentalateral Energy Forum

Tom Eischen

Director General for Energy Ministry of the Economy

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> What is « Penta »?

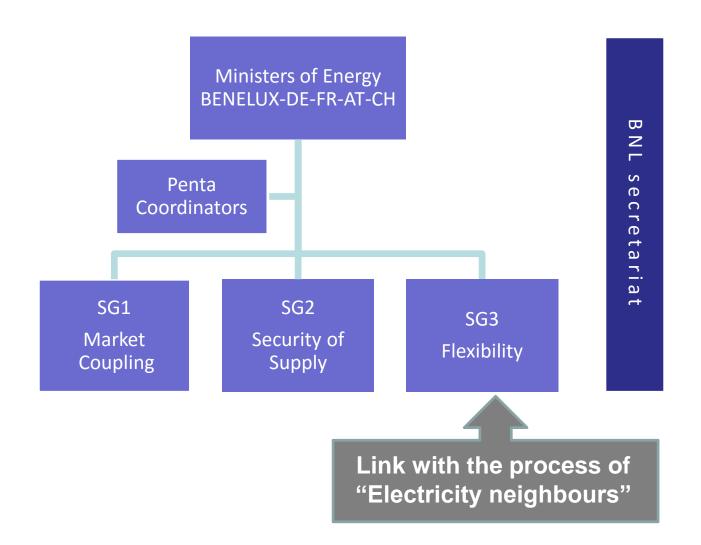
" (...) intergovernmental initiative to enhance the cooperation between all relevant parties in order to create a regional Northwest-European electricity market as an intermediate step towards one common European electricity market, ... "



- > Who is « Penta »?
 - BENELUX countries
 - Germany
 - France
 - Austria
 - Switzerland



➤ How is the « Penta » organised?





- ➤ What is the governance of « Penta » ?
 - Penta is an informal network, involving:
 - TSOs, NRA, Market Parties
 - as necessary: PXs, Consumer organizations, ...
 - COM as observer
 - Common objectives set on a regular basis by means of political declarations signed by the Penta-Energy ministers
 - Follow-up is achieved by DGs and coordinators



- > What makes « Penta » successful ?
 - All concerned parties
 - Political guidance by ministers
 - Shared policy priorities
 - Intergovernmental not supranational
 - EU focus + subsidiarity
 - Pragmatic
 - Support Benelux secretariat



- > What are main « Penta » achievements ?
 - Market integration:
 - implementation of a flow-based market coupling of the day-ahead markets and extension to other non-penta countries
 - Security of supply:
 - First common generation adequacy assessment in the Pentalateral region



What is « Penta » actually working on?

- Support Group 1 Market Coupling:
 - Further improvement of FBMC methodology and intensify our efforts on improving intraday market coupling, particularly
- Support Group 2 Security of Supply:
 - Issue a new and improved generation adequacy assessment for 2018/2019 and 2023/2024
 - Analyze impacts of cross-border system adequacy mechanisms by Summer 2017.
 - Assess whether a common reliability standard for the Penta region is necessary and useful by end of 2016.



- What is « Penta » actually working on?
 - Support Group 3 Flexibility:
 - Establish a roadmap for a further integration of Penta balancing markets
 - Develop a roadmap until summer 2017 for the harmonization of lead times for intraday
 - Seek commitment to align products in national and cross-border intraday markets
 - Explore the possibility of a cross-border "intraday auction"
 - Seek commitment for the Penta region to remove the identified barriers to the development of DSR.



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Thank you for your attention!