

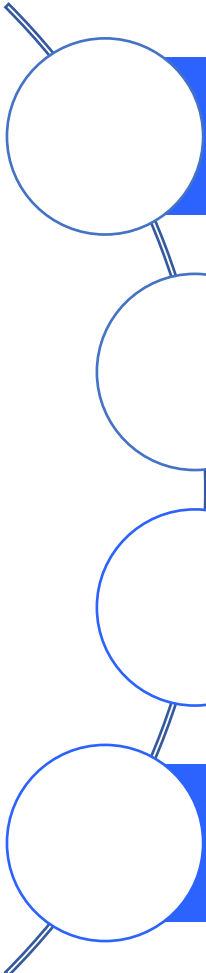


Update on the algorithm amendment for co-optimisation

MESC – 25 February 2023

Our views on co-optimisation

Complexity should not outweigh theoretical benefits



Value-added of capacity reservation for balancing by TSOs must be demonstrated, considering all timeframes

Co-optimisation challenges algorithmic complexity and compatibility with flow-based

Bidding complexity increases exponentially and could become unmanageable

Increased complexity and effects on the algorithm should feed into the 'projects prioritisation' discussion, to decide on implementation timelines

Our views on co-optimisation

Implementation should respect basic principles



Application of co-optimisation is and should remain voluntary with further R&D

Regional co-optimisation may be possible but design and implementation are a European matter

Inter market time unit (MTU) links are required for all MTUs and all products