

**DETERMINATION OF THE MARKET SURVEILLANCE AND COMPLIANCE PANEL
MSCP/2011/D2**

Market Surveillance and Compliance Panel (“MSCP”)

Professor Lim Chin, Acting Chair

Mr Lee Keh Sai

Mr TPB Menon

Mr Philip Chua

Date of Order

1 March 2011

Party

IUT Singapore Pte Ltd

Subject

Suspension Order against IUT Singapore Pte Ltd

Event of Default

Section 7.3.1.11 of Chapter 3

Following the conclusion of a hearing conducted on the 25th February 2011 on Energy Market Company’s (EMC) request for a suspension order (submitted on the 24th February 2011) against IUT Singapore Pte Ltd (“IUTS”) the Market Surveillance and Compliance Panel (“MSCP”) has made a determination on the event of default in relation to IUTS under the Singapore Electricity Market Rules (“the market rules”).

Under section 7.3.12 of Chapter 3 of the market rules the MSCP determined that a **suspension order** be issued to IUTS suspending all of IUTS' rights to participate in the wholesale electricity markets or cause or permit a physical service to be conveyed into, through or out of the transmission system. The **suspension order** is to take effect as hereinafter set out.

- (i) The **suspension order** shall take effect on the **27th day of March 2011** (i.e. 30 days from the date of the hearing). This is to enable IUTS in the interim
 - (a) to keep the plant functioning including generating electricity into the grid so that no noxious or other fumes or substances from the plant may be released into the environment causing environmental issues to the surrounding area or over the whole island and

- (b) to seek alternate source(s) of energy as a consumer before the plant is sold, shut down or other action taken as the Liquidators may determine.
- (ii) That as a condition for (i), IUTS is to provide the sum of \$44,300 in cash as credit support to EMC by 5.00 pm on 2nd March 2011. Such credit support shall be administered according to the market rules.

The MSCP also imposes the costs of the investigation and hearing in the sum of \$5,000 be borne by IUTS.

By Order of
The Market Surveillance and Compliance Panel