



## Notice of market rule modification

---

**Paper No.** EMC/RCP/23/2005/248  
**Rule reference:** Chapter 3, section 2.3.3  
**Proposer:** Market Administration, EMC  
**Date received by EMC:** 19 Sep 05  
**Category allocated:** 1  
**Status:** Approved by EMA  
**Effective Date:** 30 Dec 05

**Summary of proposed rules change:**

This rule change proposal is to extend the exemption period in the rules so that a MP (or MSSL) and its affiliates can concurrently be represented in the RCP. The exemption period will be extended for another one year (i.e. it will expire on 31 Dec 2006).

This proposal was supported by the RCP.

**Date considered by Panel:** 21 Nov 05  
**Date considered by EMC Board:** 30 Nov 05  
**Date considered by Energy Market Authority:** 22 Dec 05  
**Proposed Rule Modification:**

Refer to attached paper.

**Reasons for rejection/Reasons for referral back to Panel (if applicable):**

**Paper Number**            **EMC/BD/07/2005/14(b)**

**RCP Paper**                **EMC/RCP/23/2005/248**

**Subject**                    **Composition of Rules Change Panel**

**For**                         **Approval**

**Prepared by**              **Teo Wee Guan**  
                                     **Economist**

**Vetted by**                 **Paul Poh**  
                                     **Senior Vice President, Market Administration**

**Date of Meeting**         **30 November 2005**

## RULES CHANGE PROPOSAL – SIMPLE RULE MODIFICATIONS

<p>Paper No. EMC/BD/07/2005/14(b)</p> <p>RCP Paper No. EMC/RCP/23/2005/248</p>	<p>Existing Rules (version 1 Apr 2005)</p>	<p>Proposed Rule Modifications (deletion marked by strikethrough, and addition marked by underline)</p>	<p>Reasons/Analysis &amp; Other Key Points</p>	<p>Recommendations / Legal Sign-Off</p>
<p><b>Subject:</b> <b>COMPOSITION OF RCP</b></p>	<p><b>Chapter 3 Section 2.3.3</b></p> <p>Prior to 01 Jan 2006,</p> <p>(i) <i>a market participant</i>; or</p> <p>(ii) <i>a market support services licensee</i></p> <p>may have its director, officer, employee or agent appointed as a member of the <i>rules change panel</i> as a representative of the relevant class of <i>market participant</i> or <i>market support services licensee</i> notwithstanding sections 2.3.2 and 2.3.4, if such <i>market participant</i> or <i>market support services</i></p>	<p><b>Chapter 3 Section 2.3.3</b></p> <p>Prior to 01 Jan <del>2006</del> <u>2007</u>,</p> <p>(i) <i>a market participant</i>; or</p> <p>(ii) <i>a market support services licensee</i></p> <p>may have its director, officer, employee or agent appointed as a member of the <i>rules change panel</i> as a representative of the relevant class of <i>market participant</i> or <i>market support services licensee</i> notwithstanding sections 2.3.2 and 2.3.4, if such <i>market participant</i> or <i>market support services</i></p>	<p><b>Reasons:</b></p> <p>It is intended in the Market Rules that the composition of RCP results in fair representation and no conflict of interests. This is feasible only in a privatized electricity industry where ownership is not concentrated. Since the sale of Senoko Power, Power Seraya, and Tuas Power has not been announced, section 2.3.3 is required to exempt these affiliates and allow them to be represented on</p>	<p>The RCP unanimously <b>recommends</b> that the EMC Board:</p> <p>(i) <b>support</b> EMC's proposed rule modifications to section 2.3.3, Chapter 3 of the market rules;</p> <p>(ii) <b>seek</b> EMA's approval of the proposed rule modifications;</p> <p>(iii) <b>recommend</b> that the proposed rule modifications come into force <b>one business day</b> after the date on which the approval of the</p>

	<p><i>licensee</i> is an <i>affiliate</i> of Temasek Holdings (Private) Limited.</p>	<p><i>licensee</i> is an <i>affiliate</i> of Temasek Holdings (Private) Limited.</p>	<p>the RCP. The current exemption is valid only until 31 December 2005 (i.e. three years from the market commencement date). It is thus proposed that the exemption period be extended for one more year, i.e. until end of 31 December 2006.</p> <p><b>Impact on Market Participants</b></p> <p>An extension of the exemption is required so that the gencos and their affiliates can be concurrently represented on the RCP.</p> <p><b>Comments from MPs</b></p> <p>None</p>	<p>Authority is published by the EMC.</p> <p><b>Legal Sign-off</b></p> <p>Text of rule modification has been vetted by EMC's legal counsel to reflect the intent of the rule change submission.</p>
--	--	--	--	---