

NZX in its capacity as clearing manager and WITS manger, informally raised four issues directly with Authority staff. Three regarding CRP5-017 (Disbursement of interest from the clearing manager's bank accounts) and one regarding CRP5-005 (Mechanism for publishing invoices from the clearing manager). NZX agreed the Authority document those issues and present it as a submission.

Regarding CRP5-017 (Disbursement of interest from the clearing manager's bank accounts)

- 1) The clearing manager suggested the disbursement of interest could be done monthly and incorporated into the monthly settlement process.
- 2) The clearing manager noted the amounts to be allocated are proposed to be calculated in proportion to a participant wholesale electricity generation payments. However, the reference is the proposed Code clause refers to the proportion of all settlement amounts including Hedge Settlement Agreements, Constrained on, FTR's etc.
- 3) The clearing manager queried what would happen to interest payments to a participant that is in trader default. The clearing manager suggested adding to 14.34A 4(b) a provision to make it clear any interest payment is used to settle and amounts outstanding, such as "unless these funds are required by the clearing manager under 14.44 (c)".

Regarding CRP5-005 (Mechanism for publishing invoices from the clearing manager)

- 4) The clearing manager noted the backup procedures are not actually specified in the service provider agreements. The service provider agreements require the clearing and WITS managers to agree the backup procedures with the Authority, and the Authority then publishes these on its website.