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Dear Mr Burt

Following a successful passage through Parliament the Electricity Capacity (No.1) Regulations 2019 ("2019 Regulations") came into force on 10 April 2019<sup>1</sup>. This also brought into force the Capacity Market (Amendment) (No.2) Rules 2019<sup>2</sup>.

Consequently, in accordance with regulation 26(5)(a) of the Electricity Capacity Regulations 2014 (as modified by regulation 30(3) of the 2019 Regulations), and following my letter of the 15 November 2018, I am directing the Delivery Body to rearrange the postponed T-1 auction for the 2019/20 delivery year as soon as reasonably practicable.

In accordance with regulation 28(1)(a) and (2) of the Electricity Capacity Regulations 2014 (as modified by regulation 30(4) of the 2019 Regulations) I am also directing the Delivery Body to allow Prequalified CMUs (including CMUs which have prequalified subject to satisfaction of a further requirement) to withdraw from the T-1 auction for the 2019/20 delivery year (referred to as the Conditional Agreement Auction in the Capacity Market (Amendment) (No.2) Rules 2019).

I am conscious that the Delivery Body would like to inform stakeholders before opening this auction withdrawal process. To allow this to occur, my directions under regulation 26(5)(a) and 28(1)(a) take effect on 12 April 2019.

My officials will be in contact with yours to arrange communications on this matter with those who have already pre-qualified to participate in this T-1 auction.

Yours sincerely

**THE RT HON GREG CLARK MP**  
Secretary of State for Business, Energy & Industrial Strategy

<sup>1</sup> <http://www.legislation.gov.uk/ukdsi/2019/9780111182437/contents>

<sup>2</sup> [https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment\\_data/file/786989/capacity-market-amendment-no2-rules-2019.pdf](https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/786989/capacity-market-amendment-no2-rules-2019.pdf)